Comprehensive Annual Financial Report

July 1, 2013 – June 30, 2014



Lowndes County Board of Commissioners

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

LOWNDES COUNTY, GEORGIA

For The Fiscal Year
July 1, 2013 - June 30, 2014



FINANCE DEPARTMENT
Stephanie Black, Finance Director

LOWNDES COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For The Year Ending June 30, 2014

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INTRODUCTORY SECTION

Lowndes County Finance Department

Stephanie Black
Finance Director

300 North Patterson Street • Valdosta, Georgia 31601 • Phone (229) 671-2525 • Fax (229) 671-2596

December 31, 2014

The Honorable Bill Slaughter, Chairman
Members of the Lowndes County Board of Commissioners
And Citizens of Lowndes County

The Comprehensive Annual Financial Report of Lowndes County, Georgia for the fiscal year ended June 30, 2014, is submitted herewith. Responsibility for both the accuracy of the data and the completeness and fairness of presentation, including all disclosures rests with the County. We believe the data presented is accurate in all material respects and that it is presented in a manner designed to fairly set forth the financial position and results of operations of the County as measured by the financial activity of its various funds. All disclosures necessary to enable interested citizens to gain a reasonable understanding of the County's financial activities have been included.

This report consists of management's representations concerning the finances of Lowndes County, Georgia. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects. All disclosures necessary to enable interested citizens to gain a reasonable understanding of the County's financial activities have been included.

The County's financial statements have been audited by Henderson & Godbee, LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Lowndes County for the fiscal year ended June 30, 2014, are free of 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 June 30, 2014, are fairly presented in conformity with generally accepted accounting principles. The independent auditor's report is presented as the first component of the financial section of this report.

Governmental accounting standards require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent auditors.

REPORTING ENTITY

Lowndes County was originally established as a Georgia county on December 23, 1825 by an Act of the General Assembly of Georgia. The Board is comprised of one chairman, elected county wide, and five commissioners each elected from a separate commission district serving four year staggered terms. Daily operations are directed by a County Manager who is appointed by and responsible to the Board of Commissioners. The County provides services to approximately 112,916 residents living in a 510.7 square mile area. Services provided include judicial services including the Superior, State, Magistrate, Probate and Juvenile Courts and the District Attorney and the Public Defender. The County provides public safety including the Sheriff's office, 911 emergency communications, animal control, emergency medical services and fire protection. Public works services include road maintenance and construction and building maintenance. The County provides health and welfare services through the public health department, the Department of Family and Children Services and mental health services through Behavioral Health Services of South Georgia. Culture and recreation are funded and provided through a separate millage for the Valdosta-Lowndes County Parks and Recreation Authority and appropriated funds to the South Georgia Regional Library. Economic development is supported through a separate millage for the Valdosta-Lowndes Development Authority and appropriations to the Moody Support Group.

The incorporated areas of Lowndes County consist of five municipalities which are the cities of Dasher, Hahira, Lake Park, Remerton and Valdosta. Each city is governed by a mayor and city council.

The financial statements contained herein include all the activities and functions of Lowndes County that are under the jurisdiction of the Board of Commissioners, as set forth in state and local law. Additionally, three component units are included in these financial statements because of their operational and financial relationships to the County. The Lowndes County Board of Health provides numerous health services to all county residents. The Valdosta-Lowndes Development Authority provides assistance to new and present business to operate and expand business in Lowndes County. The Valdosta-Lowndes County Parks and Recreation Authority provides recreation services to all county residents.

NATURAL FEATURES AND LAND USE

Lowndes County is located on the Florida border with a major interstate highway system (I-75) that is utilized by many tourists to visit Florida's vacation attractions from across the United States and Canada. The County also has a major state highway that provides commerce and tourism the ability to reach the Georgia coast.

The County has experienced slow steady growth in residential and commercial development in the last 10 years which included the economic recession. The real and personal property tax digest has grown an average of 1% over those years. Through planning and zoning the County attempts to maintain a balanced use of land and provide defined areas for residential growth and development as well as areas for commercial and industrial growth. At the same time the County is also expanding recreational land use through the development of new parks. The County is also protective of land use within the areas close to Moody Air Force Base to prevent encroachment that would hamper the mission of the base.

POPULATION

The County population has grown 19.39% in the last ten years. The growth has been driven in part by the expansion of missions at Moody Air Force Base, enrollment growth at the local state University, growth in industrial and commercial job opportunities and most recently by an increase in retirees looking for lower cost alternatives to traditional retirement locations. New housing developments are keeping pace with this growth and the County continues to expand roads and water and sewer systems to keep the infrastructure at the levels needed to meet the new demands of this growth.

ECONOMIC CONDITION AND OUTLOOK

Lowndes County provides many state mandated and other services that are the economic back bone for the local economy. Like many counties, Lowndes County is providing new services, which in the past were considered municipal services, to the fastest growing sections of the county in the unincorporated areas.

To assure that the financial strength of Lowndes County is maintained, the financial policies of the County require that the County maintain 120 days of operating expenditures as a fund balance reserve. This policy has been instrumental in achieving excellent ratings from the bond rating agencies.

In November 2012, Lowndes County received an Aa2 rating from Moody's Investors Service and an AA- rating from Standards and Poor's. These ratings provided by these independent services demonstrate the conservative and sound fiscal policies that Lowndes County has developed as a management philosophy.

The County has averaged 8.5% unemployment rate the last five years compared to a State average of 9.2%. County population has grown 3.37% since the 2010 census which showed a population of 109,233. County local option sales tax collections were down by 3.2% over the prior year due in part by the removal of sales tax on manufacturing energy usage in January 2013 and on vehicles as of April 2013. The gross tax digest had a growth rate of .97% over the prior year.

New industry growth as well as growth of existing industries continues to be steady. Continued growth in enrollment at Valdosta State University and expansion at Moody Air Force Base continue to increase jobs for direct and indirect services to these two entities. The housing market is improving with sales up and growth in multi- unit housing.

MAJOR INITIATIVES

For The Year:

Due to the slow growth and decline of some revenue, the County focused on improving services with established departments and employees. The County continued the review of the Code of Ordinance to ensure citizens safety and quality of life. The County also continued education programs for citizens to learn more about how County government operates.

The focus of the County during these poor economic times has been to maintain the financial strength that the County has established over many years.

The County will continue the expansion work that is part of their water and wastewater service five year capital improvement master plan which was prepared by Ingram & Watkins, LLC now that a new SPLOST has been approved by the voters and began January 1, 2014.

For The Future:

The County will continue to budget conservatively as it has in the past and will provide the vital services to County residence as economically and efficiently as possible.

Capital improvements that are important to the delivery of services or assist with economic development will be provided as needed. The newly approved SPLOST will provide many of the capital improvements required for delivery of services including public safety and public works vehicles and equipment.

The County has changed insurance intermediaries effective January 1, 2014 in an attempt to reduce rising cost of the self-insured health plan. For FY14 this change resulted in a back log of claims being paid out along with claims from the new intermediary who pay within 30 days and this resulted in higher health care cost to all departments.

RELEVANT FINANCIAL POLICIES

The management of Lowndes County has established a comprehensive internal control system that is designed both to protect the county's assets from theft, loss, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with generally accepted accounting standards. Because cost 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 of the safeguarding of assets and the proper recording of financial transactions.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting for the fourth year to the Lowndes County Board of Commissioners for its comprehensive annual financial report for the fiscal year ended June 30, 2013. In order to be awarded a certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legible requirements.

The County was also awarded the Distinguished Budget Presentation Award for the fiscal year ending June 30, 2014. This is the ninth consecutive year the County has received this award. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document was judged to be proficient in several categories, including as a policy document, as an operation guide, as a financial plan and as a communication device.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate. The Distinguished Budget Presentation Award is also valid for a period of one year and we believe our 2015 fiscal year budget document continues to conform to the requirements of the award.

Appreciation is expressed to all members of the Finance Department staff and to our financial consulting firm, Tillman & Tillman, LLP for their contribution toward preparation of the CAFR as well as the direction and support of the County Manager's Office.

We also wish to acknowledge the leadership on the Board of Commissioners in its guidance of the financial affairs of the County.

Respectfully,



Stephanie Black

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Lowndes County

Georgia

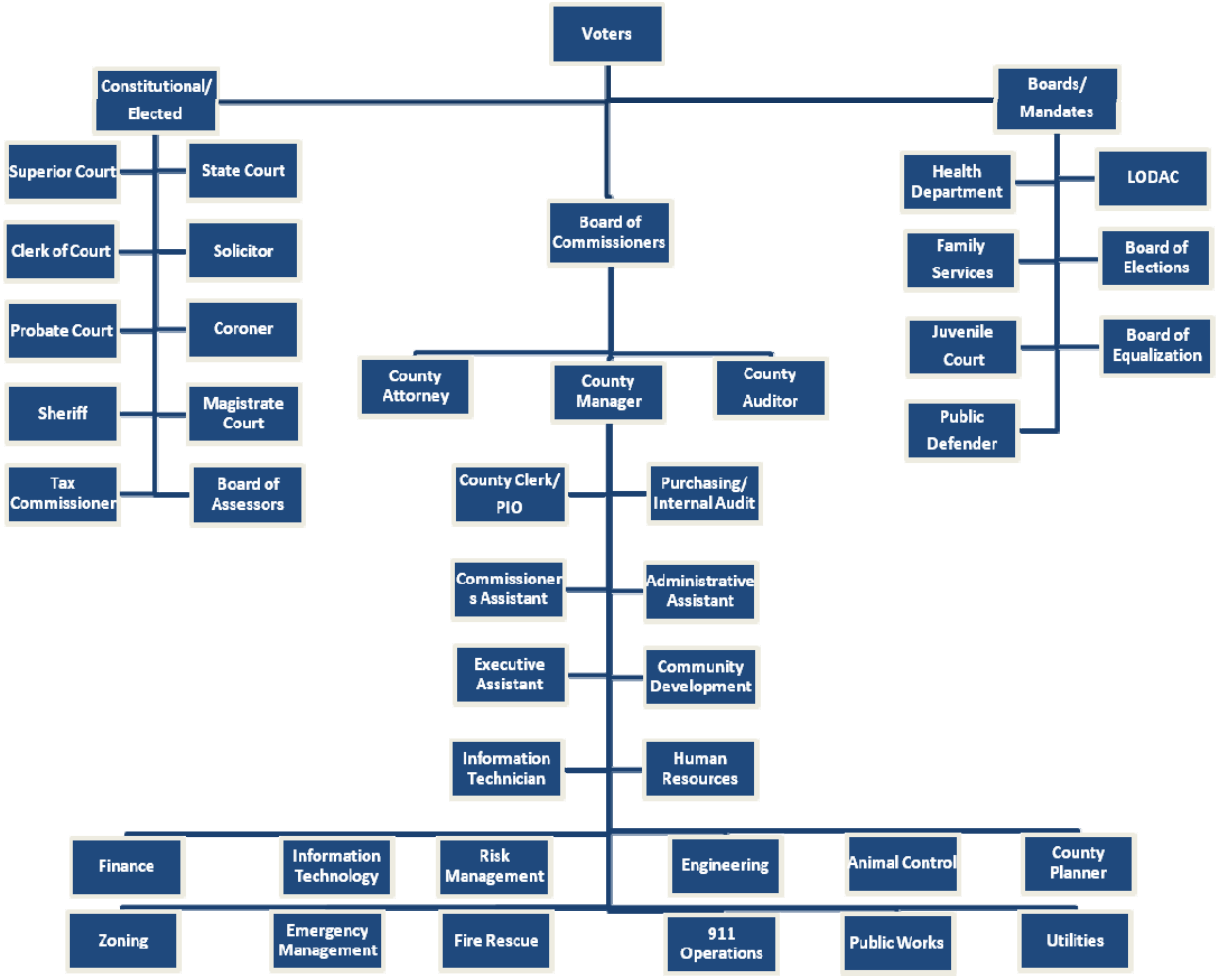
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013



Executive Director/CEO

General Government
Organizational Chart



Lowndes County, Georgia
Principle Officials



Joyce E. Evans
Commissioner District 1



Bill Slaughter
Chairman



Richard Raines
Commissioner District 2



Crawford Powell
Commissioner District 3



Demarcus Marshall
Commissioner District 4



John Page
Commissioner District 5

<u>County Manager</u>
Joe Pritchard

<u>County Attorney</u>
Walter G. Elliott

<u>Elected Officials</u>

Tax Commissioner	Mary Nell Robertson
Clerk of Court	Beth Greene
Sheriff	Chris Prine
Superior Court Judge	Harry Jay Altman II
State Court Judge	John Kent Edwards
Magistrate Court Judge	Joni B. Parker
Probate Judge	Terri Adams

FINANCIAL SECTION

Henderson & Godbee, LLP

Certified Public Accountants and Business Consultants

Members of American Institute of Certified Public Accountants • Georgia Society of Certified Public Accountants

Robert A. Goddard, Jr., CPA (1943-1989)
Gerald H. Henderson , CPA
J. Wendell Godbee, CPA
Mark S. Rogers, CPA
James W. Godbee, Jr., CPA
Maureen P. Collins, CPA
Kevin R. Hiers, CPA, CVA
Troy D. Newham, CPA
Amanda W. Shapard, CPA
Scott R. Simpson, CPA

J. Philip Young, CPA
Billie L. Anderson, CPA
Mae A. Johnson, CPA
Keeley T. Collins, CPA
Kaitlyn E. Hannay, CPA
Masha Bzenyuk, CPA
Cassie R. Baggett, CPA
Kala M. Bennett, CPA
Jacey B. Pittman, CPA

INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
Lowndes County, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate discretely presented component units, and the aggregate remaining fund information of Lowndes County, Georgia as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Lowndes County Board of Health and the Valdosta-Lowndes County Parks and Recreation Authority which represents 34.95% and 84.73% of the total assets and revenues of Lowndes County, Georgia's component units as of and for the year ending June 30, 2014. Those financial statements were audited by the component unit auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Lowndes County Board of Health and the Valdosta-Lowndes County Parks and Recreation Authority, is based on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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Valdosta, GA 31604-2241

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

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

Opinions

In our opinion, based on our audits and the reports 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 Lowndes County, Georgia, as of June 30, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, (on pages 12 through 22), budgetary comparison information (on pages 74 through 82) and the Schedules of Funding Progress (on page 83) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Lowndes County Georgia's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, financial schedules, and budgetary schedules, and the statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards 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.

The combining and individual nonmajor fund financial statements, financial schedules, and budgetary schedules, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statement and schedules and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2014, on our consideration of Lowndes County Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Lowndes County, Georgia's internal control over financial reporting and compliance.

Henderson & Godbee, LLP
Valdosta, Georgia
December 31, 2014

MANAGEMENT DISCUSSION AND ANALYSIS

LOWNDES COUNTY, GEORGIA
Management's Discussion and Analysis
Required Supplemental Information
For the Year Ended June 30, 2014

As Management of Lowndes County, Georgia, we offer readers of the County's basic financial statements this narrative overview and analysis of the financial activities of the County for the year ending June 30, 2014. This discussion is intended to: 1) assist the reader in understanding significant financial issues; 2) provide an overview of the County's financial activities; 3) identify changes in the County's financial position; and 4) identify individual fund issues or concerns. We encourage our readers to consider the information presented within this Management's discussion and analysis in conjunction with the basic financial statements.

Financial Highlights

Key financial highlights for FY14 are as follows:

The County's total net position increased by $1,052,868.

At the end of the current year, the County's governmental funds reported an ending fund balance of $25,899,291, an decrease of $2,901,910 from the prior year fund balance. Due to the decline in special purpose local option sales tax, the general fund had advanced funds to complete projects in progress and sales tax receipts paid back the general fund by March 2014. The total unassigned governmental fund balance is a positive amount of $2,290,541.

At the end of the current year, unassigned fund balance for the General Fund was $2,290,541 which represents 4.61 percent of total General Fund expenditures.

Net position for business-type activities increased from $32,161,838 to $32,937,985, an increase of $776,147.

Overview of the Financial Statements

This annual report consists of a series of financial statements. These statements are organized so the reader can understand the County as a financial whole or as an entire operating entity. The statements also provide a detailed look at specific financial conditions.

The County's basic financial statements are comprised of three components: the County-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The Government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business reporting. All governmental and business-type activities are combined to arrive at a total for the primary government.

Statement of Net Position and the Statement of Activities

The statement of net position presents information on all of the County's assets and liabilities, with the difference between the two reported as net position. The statement of activities presents information showing how the County's net position changed during the current year. These statements are prepared using the accrual basis of accounting similar to the accounting method used by private sector companies. This basis of accounting takes into consideration all of the current year's revenues and expenses, regardless of when the cash is received or paid.

The change in net position is important because it tells the reader whether, for the County as a whole, the financial position of the County has improved or diminished. However, in evaluating the overall position of the County, non-financial information such as changes in the County's tax base and the condition of the County's capital assets will also need to be evaluated.

In the statement of net position and the statement of activities, the County is divided into three kinds of activities:

Governmental Activities—Most of the County's programs and services are reported here, including general government, judicial, public safety, public works, health, human services, culture and recreation and housing and development. These services are funded primarily by taxes and intergovernmental revenues, including federal and state grants and other shared revenues.

Business-Type Activities—These services are provided on a charge for goods or services basis to recover all or most of the cost of the services provided. The County's Water and Sewer, Landfill, and Special Lighting Districts operations are reported here.

Component Units—The County's financial statements include financial data of the Valdosta-Lowndes Development Authority, the Lowndes County Board of Health and the Valdosta-Lowndes County Parks and Recreation Authority. These component units are described in the notes to the financial statements. The component units are separate and may buy; sell, lease, and mortgage property in their own name and can sue or be sued in their own name. Each of these entities issue separate annual audit reports.

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 objects. 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. Fund financial statements provide detailed information about the County's major funds. Based on the restriction on the use of moneys, the County has established many funds that account for the multitude of services provided to our residents. The County's major governmental funds are the General Fund, the Capital Projects Special Purpose Sales Tax VI Fund and the Capital Projects Special Purpose Sales Tax VII Fund.

Governmental Funds—Governmental funds are used to account for essentially the same functions reported as governmental activities on the government-wide financial statements. Most of the County's basic services are reported in these funds that focus on how money flows into and out of the funds and the year end balances available for spending. These funds are reported on the modified accrual basis of accounting that measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services being provided, along with the financial resources available.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities on the government-wide financial statements.

By doing so, readers may better understand the long-term effect of the government's short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains a multitude of individual governmental funds. Information is presented separately on the governmental fund balance sheet and on the governmental fund statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other 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.

Proprietary Funds— Enterprise funds are used to report the same functions presented as business-type activities on the government-wide financial statements. The County uses enterprise funds to account for the Water and Sewer, Landfill, and Special Tax Lighting District services. Internal Service funds are used to account for the financing of goods or services provided by one department to other departments of the County on a cost-reimbursement basis. The County used internal service funds to account for Equipment Operations, Health Insurance, Workers' Compensation and Fleet Management.

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

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

Other Information—In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules.

Government-Wide Financial Analysis

The following table reflects the condensed Statement of Net Position:

Lowndes County's Net Position
(in millions of dollars)

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2013	2014	2013	2014	2013	2014	2013-2014
Assets							
Current and other assets	$ 36.44	$ 33.64	$ 3.80	$ 4.47	$ 40.24	$ 38.11	-5.29%
Capital assets, net	109.02	106.02	39.86	38.78	148.88	144.80	-2.74%
Total Assets	**145.46**	**139.66**	**43.66**	**43.25**	**189.12**	**182.91**	**-3.28%**
Deferred Outflows of Resources	**0.37**	**0.35**	**0.55**	**0.52**	**0.92**	**0.87**	**0.00%**
Liabilities							
Current and other liabilities	16.54	19.57	1.75	1.80	18.29	21.37	16.84%
Long-term liabilities	18.06	8.92	10.28	9.01	28.34	17.93	-36.73%
Total Liabilities	**34.60**	**28.49**	**12.03**	**10.81**	**46.63**	**39.30**	**-15.72%**
Deferred Inflows of Resources	**0.03**	**0.04**	**0.02**	**0.03**	**0.05**	**0.07**	**0.00%**
Net Position							
Net investment in capital assets	91.13	96.67	30.58	30.08	121.71	126.75	4.14%
Restricted	7.43	10.22	-	-	7.43	10.22	37.55%
Unrestricted	12.64	4.59	1.58	2.85	14.22	7.44	47.68%
Total Net Position	**$ 111.20**	**$ 111.48**	**$ 32.16**	**$ 32.93**	**$ 143.36**	**$ 144.41**	**0.73%**

As noted earlier, the County's net position, when reviewed over time, may serve as a useful indicator of the County's financial position. In the case of the County, assets exceeded liabilities by $144,415,967. Net position was $111,477,982 in governmental activities and $32,937,985 in business-type activities as of June 30, 2014. The largest portion of the County's net position (87.85%) reflects its investment in capital assets e.g., land and improvements, buildings and building improvements, improvements other than buildings, machinery and equipment, vehicles, and infrastructure) less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities. Another 5.34% of net position is restricted for use on capital projects.

An additional portion of the County's net position (1.74 %) represents resources that are subject to other restrictions on how they can be used. Unrestricted net position represents 5.08% of net position.

The next table shows the changes in net position for the year ending June 30, 2014 and 2013.

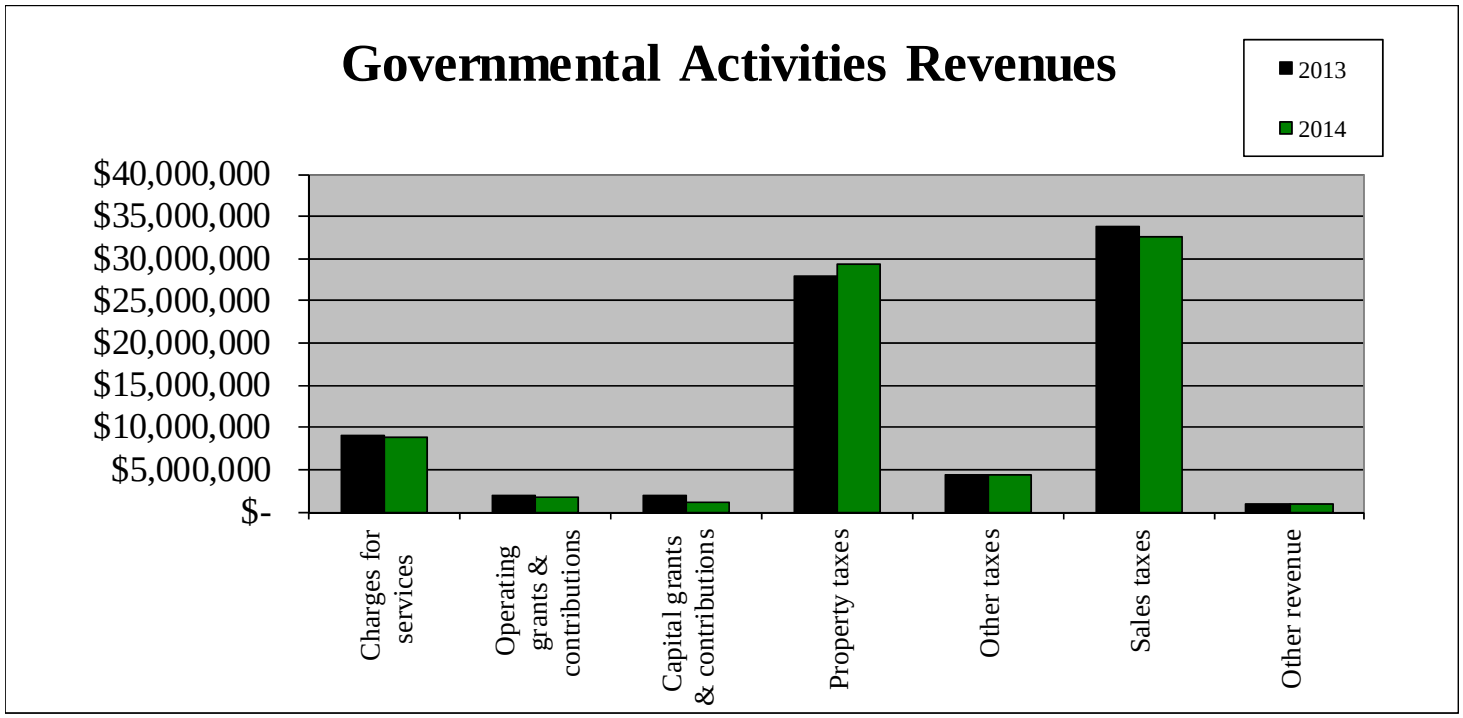
Changes in Lowndes County's Net Position
(in millions of dollars)

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2013	2014	2013	2014	2013	2014	2013-2014
Revenues							
Program Revenues							
Charges for services	$ 9.06	$ 8.83	$ 5.92	$ 5.99	$ 14.98	$ 14.82	(1.07) %
Operating grants and contributions	1.95	1.68	-	-	1.95	1.68	(13.85) %
Capital grants and contributions	1.86	1.13	-	-	1.86	1.13	(39.25) %
Total Program Revenues	12.87	11.64	5.92	5.99	18.79	17.63	(6.17) %
General Revenues							
Property taxes	28.02	29.33	-	-	28.02	29.33	4.68 %
Alcoholic beverage taxes	0.49	0.51	-	-	0.49	0.51	4.08 %
Occupational taxes	0.55	0.60	-	-	0.55	0.60	9.09 %
Hotel/motel taxes	0.27	0.28	-	-	0.27	0.28	100.00 %
Franchise taxes	0.12	0.11	-	-	0.12	0.11	(8.33) %
Insurance premium taxes	2.20	2.29	-	-	2.20	2.29	4.09 %
Sales taxes	33.75	32.68	-	-	33.75	32.68	(3.17) %
Public utility taxes	0.66	0.57	-	-	0.66	0.57	(13.64) %
Miscellaneous	0.84	1.00	-	-	0.84	1.00	19.05 %
Interest	-	-	0.01	-	0.01	-	(100.00) %
Total General Revenues	66.90	67.37	0.01	-	66.91	67.37	0.69 %
Total Revenues	**79.77**	**79.01**	**5.93**	**5.99**	**85.70**	**85.00**	**(0.82) %**

Changes in Lowndes County's Net Position
(in millions of dollars)

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change	
	2013	2014	2013	2014	2013	2014	2013-2014	
Expenses								
Governmental Activities:								
General Government								
Legislative and executive	$ 12.69	$ 13.36	$ -	$ -	$ 12.69	$ 13.36	5.28	%
Judicial	5.20	5.68	-	-	5.20	5.68	9.23	%
Public safety	27.85	28.73	-	-	27.85	28.73	3.16	%
Public works	26.62	20.19	-	-	26.62	20.19	(24.15)	%
Health and welfare	1.36	1.57	-	-	1.36	1.57	15.44	%
Culture and recreation	4.57	4.77	-	-	4.57	4.77	4.38	%
Housing and development	4.38	4.20	-	-	4.38	4.20	(4.11)	%
Interest on long-term debt	0.88	0.60	-	-	0.88	0.60	(31.82)	%
Business-type Activities:								
Water and sewer	-	-	4.79	4.47	4.79	4.47	(6.68)	%
Landfill	-	-	0.05	0.07	0.05	0.07	40.00	%
Special tax lighting district	-	-	0.29	0.30	0.29	0.30	3.45	%
Sanitation fund	-	-	0.66	-	0.66	-	(100.00)	%
Total Expenses	**83.55**	**79.10**	**5.79**	**4.84**	**89.34**	**83.94**	**(6.04)**	%
Revenue Over (Under) Expenses	**(3.78)**	**(0.09)**	**0.14**	**1.15**	**(3.64)**	**1.06**	**(129.12)**	
Transfers	0.33	0.37	(0.33)	(0.37)	-	-	-	%
Increase (Decrease) in Net Position	**(3.45)**	**0.28**	**(0.19)**	**0.78**	**(3.64)**	**1.06**	**(129.12)**	%
Net Position, Beginning	114.65	111.20	32.35	32.16	147.00	143.36	(2.48)	%
Net Position, Ending	**$ 111.20**	**$ 111.48**	**$ 32.16**	**$32.94**	**$ 143.36**	**$ 144.42**	**0.74**	%

Government Activities



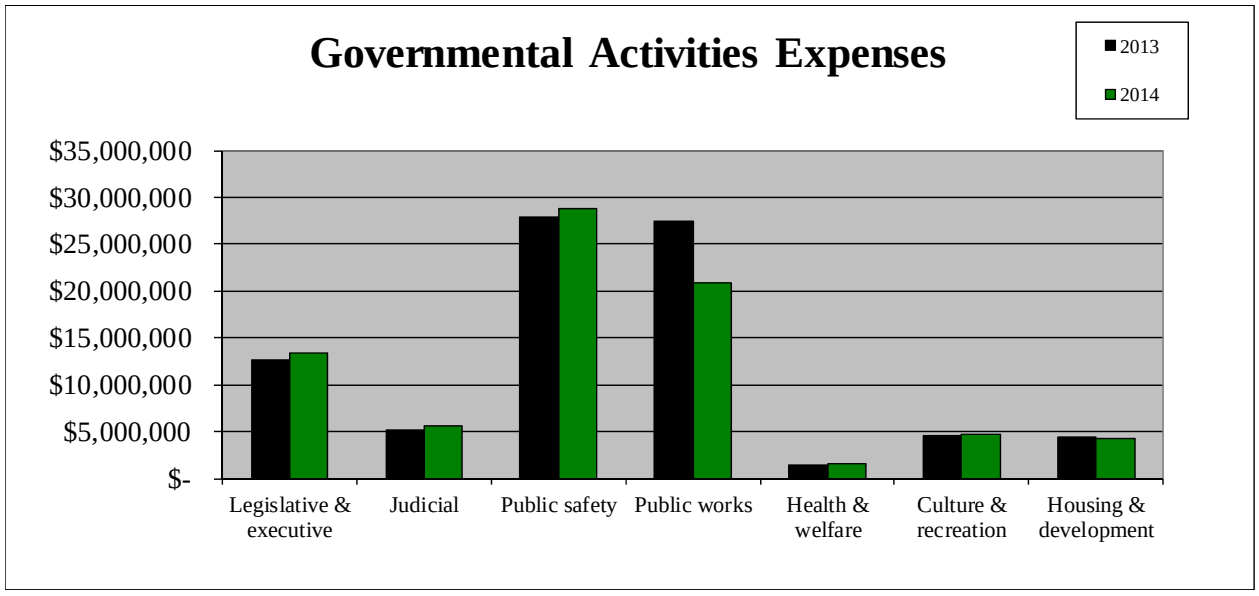
The largest portion of the County's program revenue is from charges for services which accounted for $8,831,747 or 76% of total program revenues. These charges include licenses and permits, fines and forfeitures related to judicial activity, fees for real estate transfers, fees associated with the collection of property taxes and fees charged through various County governmental departments.

Sales tax revenues are the major contributor to general revenues and account for $32,675,107 or 48% of total general revenues. Another major component was property taxes, which accounted for $29,334,593 or 44% of total general revenues.

Property taxes showed modest growth. Sales taxes were down due in part to changes in items being taxed and the local economy still not showing consistent growth.

Government Activities – Continued

The following chart compares governmental activities expenses for the year ending June 30, 2013 and 2014. Expenses went up due to inflation and rises in health care cost.



The following table provides the total cost of services and the net cost of services for the governmental activities. The statement of activities reflects the cost of program services and the charges for services, and sales, grants, and contributions offsetting these services. The net cost of services identifies the cost of those services supported by tax revenues and unrestricted intergovernmental revenues.

Net Cost of Lowndes County's Governmental Activities

(in millions of dollars)

Function	Total Cost of Services 2013	Total Cost of Services 2014	Percentage Change 2013-2014	Net Cost of Services 2013	Net Cost of Services 2014	Percentage Change 2013-2014
General Government						
Legislative and executive	$ 12.69	$ 13.36	5.28 %	$ 11.53	$ 12.10	4.93 %
Judicial	5.20	5.68	9.23 %	0.22	0.96	334.91 %
Public safety	27.85	28.73	3.16 %	23.73	24.55	3.45 %
Public works	26.62	20.19	(24.15) %	24.70	18.99	(23.12) %
Health and welfare	1.36	1.57	15.44 %	0.85	1.51	77.99 %
Culture and recreation	4.57	4.77	4.38 %	4.58	4.78	4.32 %
Housing and development	4.38	4.20	(4.11) %	4.20	3.98	(5.23) %
Interest on long-term debt	0.88	0.60	(31.82) %	0.87	0.60	(30.47) %
Total	**$ 83.55**	**$ 79.10**	**(5.33)** %	**$ 70.68**	**$ 67.47**	**(4.54)** %

Business-Type Activities

The net position for business-type activities increased $776,147 during the year ending June 30, 2014. The major source of revenue was from charges for services for water and sewer services which amounted to $4,740,100.

Financial Analysis of County Funds

The County uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Governmental Funds

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

As of June 30, 2014, the County's governmental funds reported a combined ending fund balance of $25,899,291 a decrease of $2,901,910. The County had $2,290,541 of unassigned fund balance which is available for spending at the County's discretion. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed to a variety of other restricted or assigned purposes ($23,608,750).

Major Funds:

The General Fund is the primary operating fund of the County. At the end of June 30, 2014, the unassigned fund balance was $2,290,541 while total fund balance was $14,981,911. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 4.61% to total General Fund expenditures, while the total fund balance represents 38.25% of that same amount.

The Capital Projects SPLOST VI Fund expended $13,653,055 in appropriations to other governments, capital improvements and debt service funds and received $10,464,663 in sales tax and investment income. The expenditures exceeded revenue resulting in a decrease in the fund balance from $3,188,392 to a fund balance of $2,551,971. This SPLOST ended in December 2014.

The Capital Projects SPLOST VII Fund which began on January 1, 2014 expended $7,574,366 in appropriations to other governments, and capital improvements and received $10,232,634 in sales tax and investment income. The revenue exceeded expenditures resulting in an ending fund balance of $2,658,268.

Enterprise Funds

The County's enterprise funds provide the same type of information found in the government-wide financial statements, but in more detail.

Total Net Position of the Water & Sewer Fund at June 30, 2014, was $32,667,890. Total Net Position increased by $630,282.

The Landfill Fund oversees the post-closure expenses of a closed landfill. Solid waste host fees provide revenue to cover these expenses which have been accrued to cover the anticipated cost of monitoring the landfill in accordance with environmental regulations.

The Special Tax Lighting District oversees special districts that are accessed taxes to cover the cost of providing lighting to the district.

Budgetary Highlights

By State statute, the Board of County Commissioners adopts the annual operating budget for the County on or before the first day of the fiscal year.

For the General Fund and other governmental funds, changes from the original to the final budget created a net decline in fund balance. A very large increase in health claims resulted in much higher health care cost than was anticipated in the original budget. In an effort to cover this rise in cost with a balanced budget required budgeting funds from the fund balance. The County still maintained its fund balance reserves in accordance with the financial policies and has raised the millage rate in the next year to help avoid any continued use of fund balance.

Capital Assets

The County's capital assets for governmental and business-type activities as of June 30, 2014, were $144,805,887 (net of accumulated depreciation). This investment in capital assets includes land and improvements, buildings and improvements, improvements other than buildings, machinery and equipment, vehicles, and infrastructure.

Major capital asset events during FY14 included continued improvements to roads and public safety equipment.

Note 8 (Capital Assets) provides additional information about capital asset activity during FY14.

Debt

The County backed revenue bonds issued for the Valdosta-Lowndes Development Authority during FY09 to provide funding for economic development projects. The bonds are being paid from the 1 mil of property taxes access for the Authority.

Standards & Poor's Corporation has assigned an underlying rating of AA- to these new bonds. However, an AAA credit rating was listed on the bonds since insurance was purchased from Financial Security Assurance, Inc. guaranteeing bond payments.

The County provided backing for bonds issued by the Hospital Authority of Valdosta and Lowndes County, Georgia during FY12 in the amount of $148,280,000. Additional information can be found in Note 23 for contingent liabilities.

In addition to the bonded debt, the County's long-term obligations include compensated absences and closure/postclosure liability. Additional information on the County's long-term debt can be found in Notes 14 to 18 of this report.

Economic Factors

Property tax revenue grew by .51% over the prior year and has averaged 4.76 % growth over the last ten years. This has allowed the County to maintain current millage rates and stay ahead of rising cost through FY13.

The local option sales tax revenues declined 3.20% due to vehicles becoming sales tax exempt for all of FY14.

The County maintained a calendar year annual average of 8.5% for unemployment compared to the state average of 9.2%.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Lowndes County Finance Director, 300 North Patterson Street, Valdosta, GA 31601.

BASIC FINANCIAL STATEMENTS

LOWNDES COUNTY, GEORGIA
STATEMENT OF NET POSITION
June 30, 2014

	Primary Government		
	Governmental Activities	Business-Type Activities	Total Primary Government
ASSETS			
Equity in pooled cash and cash equivalents	$ 15,527,128	$ 3,385,316	$ 18,912,444
Cash and cash equivalents in segregated accounts	10,099,477	30,901	10,130,378
Certificate of deposit	388,708	-	388,708
Receivables (net of allowance for doubtful accounts):			
Taxes	1,483,684	-	1,483,684
Accounts	2,198,877	867,142	3,066,019
Special assessments	14,100	-	14,100
Sales tax	2,766,038	-	2,766,038
Internal balances	58,673	(58,673)	-
Due from other governments	135,238	-	135,238
Materials and supplies inventory	352,420	-	352,420
Prepaid items	115,914	-	115,914
Restricted cash and cash investments	-	190,051	190,051
Internal advances	500,000	(500,000)	-
Nondepreciable capital assets	5,026,168	2,771,606	7,797,774
Depreciable capital assets, net	100,998,630	36,009,484	137,008,114
TOTAL ASSETS	$ 139,665,055	$ 42,695,827	$ 182,360,882
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charge on refunding	$ 348,480	$ 521,765	$ 870,245
TOTAL DEFERRED OUTFLOWS OF RESOURCES	$ 348,480	$ 521,765	$ 870,245

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

Component Units		
Lowndes County Board of Health	Valdosta-Lowndes Development Authority	Valdosta-Lowndes County Parks & Recreation Authority
$ -	$ -	$ 636,613
1,784,422	2,176,290	1,349,904
-	-	-
-	-	353,186
185,665	-	-
-	-	-
-	-	-
-	-	-
1,138,180	-	-
-	-	-
-	8,183	55,603
-	2,984,264	-
-	-	-
-	17,323,798	3,560,152
500,452	4,197,087	4,777,680
$ 3,608,719	$ 26,689,622	$ 10,733,138
$ -	$ -	$ -
$ -	$ -	$ -

LOWNDES COUNTY, GEORGIA
STATEMENT OF NET POSITION - CONTINUED
June 30, 2014

	Governmental Activities	Business-Type Activities	Total Primary Government
LIABILITIES			
CURRENT LIABILITIES:			
Accounts payable	$ 1,659,852	$ 224,096	$ 1,883,948
Estimated health claims payable	338,072	-	338,072
Accrued wages	696,138	21,610	717,748
Accrued expenses	1,943,055	17,643	1,960,698
Due to other governments	2,040,073	-	2,040,073
Payable from restricted assets:			
Customer deposits	-	177,050	177,050
NONCURRENT LIABILITIES:			
Due within one year:			
Compensated absences payable	686,841	19,630	706,470
Capital lease obligations	856,400	-	856,400
Bonds payable	-	685,000	685,000
Notes payable	-	-	-
Unamortized bond premium	40,714	20,479	61,193
Landfill postclosure cost	-	72,884	72,884
Due in more than one year			
Compensated absences payable	539,660	15,423	555,084
Capital lease obligations	8,381,900	-	8,381,900
Bonds payable	-	7,935,000	7,935,000
Notes payable	-	-	-
Unamortized bond premium	424,599	256,579	681,178
Landfill postclosure cost	-	801,727	801,727
Net pension obligation liability	92,707	-	92,707
Net other postemployment benefits	10,798,505	-	10,798,505
TOTAL LIABILITIES	$ 28,498,516	$ 10,247,121	$ 38,745,637
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	37,037	32,486	69,523
COMBINED LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	$ 28,535,553	$ 10,279,607	$ 38,815,160
NET POSITION			
Net investment in capital assets	96,669,665	30,405,797	127,075,462
Restricted for:			
Jail operations	567,238	-	567,238
Tourism	71,688	-	71,688
Drug enforcement	1,519,225	-	1,519,225
Law library	325,807	-	325,807
Victim assistance	23,236	-	23,236
Public health programs	-	-	-
Debt services	-	-	-
Capital projects	7,709,241	-	7,709,241
Unrestricted	4,591,882	2,532,188	7,124,070
TOTAL NET POSITION	$ 111,477,982	$ 32,937,985	$ 144,415,967

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

Lowndes County Board of Health	Valdosta-Lowndes Development Authority	Valdosta-Lowndes County Parks & Recreation Authority
$ -	$ 46,451	$ 97,617
-	-	-
-	-	-
984	362,547	96,939
567,474	-	-
-	-	-
324,423	-	31,818
-	-	100,503
-	1,230,000	-
-	-	24,899
-	-	-
-	-	-
244,741	-	48,702
	-	19,155
-	11,630,000	-
-	-	-
-	-	-
-	-	-
-	-	-
$ 1,137,622	$ 13,268,998	$ 419,633
-	-	20,839
$ 1,137,622	$ 13,268,998	$ 440,472
500,452	10,723,998	8,193,275
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
1,525,087	-	-
-	921,151	-
-	-	-
445,558	1,775,475	2,099,391
$ 2,471,097	$ 13,420,624	$ 10,292,666

LOWNDES COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
For The Year Ended June 30, 2014

FUNCTION/PROGRAM	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants, Contributions, and Interest	Program Revenues: Capital Grants, Contributions, and Interest
GOVERNMENTAL ACTIVITIES				
General Government				
Legislative and Executive	$ 13,347,150	$ 1,144,930	$ 103,247	$ -
Judicial	5,682,778	4,094,919	631,057	-
Public Safety	28,733,508	3,512,034	673,699	-
Public Works	20,187,909	68,522	-	1,129,912
Health and Welfare	1,574,191	11,342	49,897	-
Culture and Recreation	4,777,631	-	-	-
Housing and Development	4,198,718	-	218,180	-
Interest on Long-term Debt	604,908	-	-	-
TOTAL GOVERNMENTAL ACTIVITIES	79,106,793	8,831,747	1,676,080	1,129,912
BUSINESS-TYPE ACTIVITIES				
Water and Sewer	4,455,130	5,353,852	-	-
Landfill	68,913	361,087	-	-
Special Tax Lighting District	295,855	253,546	-	-
TOTAL BUSINESS-TYPE ACTIVITIES	4,819,898	5,968,485	-	-
TOTAL PRIMARY GOVERNMENT	$ 83,926,691	$ 14,800,232	$ 1,676,080	$ 1,129,912
COMPONENT UNITS				
Lowndes County Board of Health	$ 12,424,320	$ 1,279,380	$ 11,167,888	$ -
Valdosta-Lowndes Development Authority	2,057,305	-	13,820	-
Valdosta-Lowndes County Parks & Recreation Authority	4,045,392	479,605	11,655	124,116
TOTAL COMPONENT UNITS	$ 18,527,017	$ 1,758,985	$ 11,193,363	$ 124,116
GENERAL REVENUES				
Property Taxes Levied for:				
General Operating				
Alcoholic Beverage Taxes				
Occupational Taxes				
Hotel/Motel Taxes				
Franchise Taxes				
Insurance Premium Taxes				
Sales Taxes				
Public Utility Taxes				
Miscellaneous Income				
Gain on disposal of capital assets				
Investment Income				
TOTAL GENERAL REVENUES				
EXCESS (DEFICIT) BEFORE TRANSFERS				
TRANSFERS IN (OUT)				
CHANGES IN NET POSITION				
NET POSITION, RESTATED				
NET POSITION, END OF YEAR				

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

Net (Expense) Revenue and Changes in Net Position						
Primary Government			Component Units			
Governmental Activities	Business-Type Activities	Total	Lowndes County Board of Health	Valdosta-Lowndes County Industrial Authority	Valdosta-Lowndes County Parks & Recreation Authority
$ (12,098,973)	$ -	$ (12,098,973)	$ -	$ -	$ -
(956,802)	-	(956,802)	-	-	-
(24,547,775)	-	(24,547,775)	-	-	-
(18,989,475)	-	(18,989,475)	-	-	-
(1,512,952)	-	(1,512,952)	-	-	-
(4,777,631)	-	(4,777,631)	-	-	-
(3,980,538)	-	(3,980,538)	-	-	-
(604,908)	-	(604,908)	-	-	-
(67,469,054)	-	(67,469,054)	-	-	-
-	898,722	898,722	-	-	-
-	292,174	292,174	-	-	-
-	(42,309)	(42,309)	-	-	-
-	1,148,587	1,148,587	-	-	-
$ (67,469,054)	$ 1,148,587	$ (66,320,467)	$ -	$ -	$ -
$ -	$ -	$ -	$ 22,948	$ -	$ -
-	-	-	-	(2,043,485)	-
-	-	-	-	-	(3,430,016)
$ -	$ -	$ -	$ 22,948	$ (2,043,485)	$ (3,430,016)
29,334,593	-	29,334,593	-	2,980,964	3,679,064
511,272	-	511,272	-	-	-
603,078	-	603,078	-	-	-
281,051	-	281,051	-	-	-
114,398	-	114,398	-	-	-
2,285,406	-	2,285,406	-	-	-
32,675,107	-	32,675,107	-	-	-
565,454	-	565,454	-	-	-
1,002,806	-	1,002,806	-	-	39,555
-	-	-	-	3,000	-
-	170	170	-	4,261	-
67,373,165	170	67,373,335	-	2,988,225	3,718,619
(95,889)	1,148,757	1,052,868	22,948	944,740	288,603
372,610	(372,610)	-	-	-	-
276,721	776,147	1,052,868	22,948	944,740	288,603
111,201,261	32,161,838	143,363,099	2,448,149	12,475,884	10,004,063
$ 111,477,982	$ 32,937,985	$ 144,415,967	$ 2,471,097	$ 13,420,624	$ 10,292,666

LOWNDES COUNTY, GEORGIA
GOVERNMENTAL FUNDS
BALANCE SHEET
June 30, 2014

	General	Capital Projects Special Purpose Local Option Sales Tax VI	Capital Projects Special Purpose Local Option Sales Tax VII	Other Governmental Funds	Total
ASSETS					
Equity in pooled cash and cash equivalents	$ 11,857,625	$ -	$ -	$ 2,614,327	$ 14,471,952
Cash and cash equivalents in segregated accounts	15,118	2,551,971	4,597,430	2,932,475	10,096,994
Certificate of deposit	-	-	-	388,708	388,708
Receivables (net of allowance for doubtful accounts)					
Taxes	1,483,684	-	-	-	1,483,684
Accounts	1,502,818	-	-	662,254	2,165,072
Special assessments	14,100	-	-	-	14,100
Sales Tax	1,010,986	-	1,755,053	-	2,766,039
Due from other governments	-	-	-	135,238	135,238
Interfund receivable	2,600,319	-	-	-	2,600,319
Internal advances	500,000	-	-	-	500,000
TOTAL ASSETS	$ 18,984,650	$ 2,551,971	$ 6,352,483	$ 6,733,002	$ 34,622,106

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

LOWNDES COUNTY, GEORGIA
GOVERNMENTAL FUNDS
BALANCE SHEET - CONTINUED
June 30, 2014

	General	Special Purpose Local Option Sales Tax VI	Special Purpose Local Option Sales Tax VII	Other Governmental Funds	Total
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts payable	$ 661,975	$ -	$ 1,359	$ 756,906	$ 1,420,240
Accrued wages	594,036	-	-	91,995	686,031
Accrued liabilities	1,415,967	-	-	-	1,415,967
Due to other governments	-	-	2,040,073	-	2,040,073
Interfund payable	-	-	1,652,783	169,338	1,822,121
TOTAL LIABILITIES	2,671,978	-	3,694,215	1,018,239	7,384,432
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue	1,330,761	-	-	7,622	1,338,383
TOTAL DEFERRED INFLOWS OF RESOURCES	1,330,761	-	-	7,622	1,338,383
FUND BALANCES					
Restricted for:					
Jail operations	-	-	-	572,588	572,588
Tourism	-	-	-	71,688	71,688
Drug enforcement	-	-	-	973,562	973,562
Drug education and treatment	-	-	-	34,322	34,322
Law library	-	-	-	325,808	325,808
Victim assistance	-	-	-	27,397	27,397
911 emergency telephone	-	-	-	86,662	86,662
Capital projects	-	2,551,971	2,658,268	2,909,020	8,119,259
Assigned for:					
Loans receivable	500,000	-	-	-	500,000
Unincorporated services	-	-	-	706,094	706,094
Property tax roll back	12,191,370	-	-	-	12,191,370
Unassigned reported in:					
General Fund	2,290,541	-	-	-	2,290,541
Special Revenue Fund	-	-	-	-	-
TOTAL FUND BALANCES	14,981,911	2,551,971	2,658,268	5,707,141	25,899,291
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	$ 18,984,650	$ 2,551,971	$ 6,352,483	$ 6,733,002	$ 34,622,106

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

LOWNDES COUNTY, GEORGIA
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
June 30, 2014

Total Governmental Funds Balances		$ 25,899,291
Amounts reported for governmental activities on the statement of net position are different because of the following:		
Net Pension Obligation		
Pension liabilities resulting from contributions less than the annual required contribution		(92,707)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		106,024,798
Internal service funds are used by management to charge the cost of certain activities, such as insurance and fleet management, to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the government-wide statement of net position.		
Net position adjusted for:	310,903	
Capital assets less accumulated depreciation	(637,881)	
Compensated absences payable	15,979	
Capital lease payable	53,300	
		(257,699)
Revenue are not available to pay for current period expenditures and, therefore, are not reported in the funds.		
Deferred tax revenue		1,301,346
Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds:		
Accrued interest		(16,908)
Compensated absences payable		(1,226,501)
Unamortized bond premium		(465,313)
Deferred charge bond refund		348,480
Net other postemployment benefits		(10,798,505)
Capital leases payable		(9,238,300)
Net Position of Governmental Activities		$ 111,477,982

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

LOWNDES COUNTY, GEORGIA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For The Year Ended June 30, 2014

	General	Capital Projects Special Purpose Local Option Sales Tax VI	Capital Projects Special Purpose Local Option Sales Tax VII	Other Governmental Funds	Total
REVENUES:					
Taxes	$ 41,888,302	$ 10,451,573	$ 10,232,346	$ 3,795,205	$ 66,367,426
Licenses and permits	4,229	-	-	126,578	130,807
Intergovernmental revenues	466,359	-	-	2,291,444	2,757,803
Charges for services	3,582,276	-	-	2,019,070	5,601,346
Fines and forfeitures	1,757,452	-	-	1,342,143	3,099,595
Investment income	16,522	13,090	288	18,291	48,191
Miscellaneous	81,747	-	-	525,536	607,283
TOTAL REVENUES	$ 47,796,887	$ 10,464,663	$ 10,232,634	$ 10,118,267	$ 78,612,451
EXPENDITURES					
Current					
General Government					
Legislative and executive	10,184,804	-	-	132,749	10,317,553
Judicial	5,451,261	-	-	815,986	6,267,247
Public safety	19,921,976	-	-	6,702,213	26,624,189
Public works	4,706,795	796,554	144,568	507,898	6,155,815
Health and welfare	690,328	-	-	180,000	870,328
Culture and recreation	4,681,077	-	-	-	4,681,077
Housing and development	2,947,327	-	-	1,244,535	4,191,862
Intergovernmental	-	4,591,376	5,974,667	753,767	11,319,810
Capital outlay	-	-	1,373,741	768,211	2,141,952
Debt Service					
Principal retirement	810,000	7,900,000	-	-	8,710,000
Interest	242,013	365,125	-	-	607,138
TOTAL EXPENDITURES	49,635,581	13,653,055	7,492,976	11,105,359	81,886,971
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,838,694)	(3,188,392)	2,739,658	(987,092)	(3,274,520)
OTHER FINANCING SOURCES (USES):					
Transfers In	889,000	-	-	998,116	1,887,116
Transfers Out	(829,879)	-	(81,390)	(603,237)	(1,514,506)
TOTAL OTHER FINANCING SOURCES (USES)	59,121	-	(81,390)	394,879	372,610
NET CHANGES IN FUND BALANCE	(1,779,573)	(3,188,392)	2,658,268	(592,213)	(2,901,910)
FUND BALANCES AT BEGINNING OF YEAR	16,761,484	5,740,363	-	6,299,354	28,801,201
FUND BALANCES AT END OF YEAR	$ 14,981,911	$ 2,551,971	$ 2,658,268	$ 5,707,141	$ 25,899,291

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

LOWNDES COUNTY, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For The Year Ended June 30, 2014

Net Change in Fund Balances - Total Governmental Funds		$ (2,901,910)
Amounts reported for governmental activities on the statement of activities are different because of the following:		
Net Pension Obligation		
Change in pension liability resulting from contributions more than the annual required contribution		41,759
Internal service funds change in net position:		
Internal service funds change in net position less depreciation and compensated absences	(305,538)	
Depreciation	(416,290)	
Compensated absences	(1,846)	
		(723,674)
Governmental funds report capital outlays as expenditures. However, on the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current year:		
Capital outlay - depreciable capital assets	1,066,334	
Capital outlay - nondepreciable capital assets	2,141,952	
Depreciation	(5,785,419)	
		(2,577,133)
Revenues on the statement of activities that do no provide current financial resources are not reported as revenues in governmental funds:		
Property taxes	3,238	
Assessments	(306)	
		2,932
Some expenses reported on the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:		
Other post employment benefits	(2,647,808)	
Compensated absences	(1,042)	
		(2,648,850)
Accrual of interest on bonds payable is not an expenditures in the governmental funds, but is accrued on the statement of activities.		
Accrued interest expense	2,228	
		2,228
Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of activities.		
Bond payments	7,900,000	
Amortization of deferred charge on bond refunding	(24,157)	
Amortization of bond premium	395,526	
Capital lease payments	810,000	
		9,081,369
Changes in Net Position of Governmental Activities		$ 276,721

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

LOWNDES COUNTY, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
June 30, 2014

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer	Other Enterprise Funds	Total	Internal Service Funds
ASSETS				
CURRENT ASSETS				
Equity in pooled cash and cash equivalents	$ 2,377,360	$ 1,007,956	$ 3,385,316	$ 1,055,173
Cash and cash equivalents in segregated accounts	30,901	-	30,901	-
Receivables (net of allowance for doubtful accounts):				
Accounts	848,398	18,744	867,142	36,290
Prepaid expense	-	-	-	115,914
Inventory	-	-	-	352,420
Restricted assets				
Customer deposit account	190,051	-	190,051	-
TOTAL CURRENT ASSETS	3,446,710	1,026,700	4,473,410	1,559,797
NONCURRENT ASSETS				
Capital Assets				
Land	2,486,904	203,639	2,690,543	-
Construction in progress	81,063	-	81,063	-
Depreciable capital assets, net	36,009,484	-	36,009,484	637,882
TOTAL NONCURRENT ASSETS	38,577,451	203,639	38,781,090	637,882
TOTAL ASSETS	42,024,161	1,230,339	43,254,500	2,197,679
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charge on refunding	521,765	-	521,765	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	521,765	-	521,765	-

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

LOWNDES COUNTY, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF NET POSITION - CONTINUED
June 30, 2014

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer	Other Enterprise Funds	Total	Internal Service Funds
LIABILITIES				
CURRENT LIABILITIES				
Accounts payable	197,136	26,960	224,096	239,613
Accrued wages	21,610	-	21,610	858,179
Accrued interest payable	17,643	-	17,643	179
Interfund payable	-	58,673	58,673	719,525
Current portion of compensated absences payable	19,630	-	19,630	8,948
Current portion of capital lease obligations	-	-	-	16,400
Current portion of bonds payable	685,000	-	685,000	-
Current portion of unamortized premium	20,479	-	20,479	-
Current portion of interfund advance	500,000	-	500,000	-
Current portion of landfill postclosure cost	-	72,884	72,884	-
Payable from restricted assets:				
Customer deposits	177,050	-	177,050	-
TOTAL CURRENT LIABILITIES	1,638,548	158,517	1,797,065	1,842,844
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	32,486	-	32,486	-
TOTAL DEFERRED INFLOWS OF RESOURCES	32,486	-	32,486	-
LONG-TERM LIABILITIES				
Compensated absences	15,423	-	15,423	7,031
Capital lease obligations	-	-	-	36,900
Unamortized premium	256,579	-	256,579	-
Bonds payable	7,935,000	-	7,935,000	-
Landfill postclosure cost	-	801,727	801,727	-
TOTAL LONG-TERM LIABILITIES	8,207,002	801,727	9,008,729	43,931
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	9,878,036	960,244	10,838,280	1,886,775
NET POSITION				
Net investment in capital assets	30,202,158	203,639	30,405,797	584,582
Unrestricted	2,465,732	66,456	2,532,188	(273,678)
TOTAL NET POSITION	$ 32,667,890	$ 270,095	$ 32,937,985	$ 310,904

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

LOWNDES COUNTY, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN FUND NET POSITION
For The Year Ended June 30, 2014

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer	Other Enterprise Funds	Total	Internal Service Funds
OPERATING REVENUES				
Charges for services	$ 4,740,100	$ 253,546	$ 4,993,646	$ 9,965,574
Penalties	103,632	-	103,632	-
Other income	103,548	361,087	464,635	-
Connection fees	406,572	-	406,572	-
TOTAL OPERATING REVENUES	5,353,852	614,633	5,968,485	9,965,574
OPERATING EXPENSES				
Personal services	605,114	-	605,114	286,862
Payroll taxes	43,504	-	43,504	20,319
Fringe benefits	294,647	-	294,647	126,586
Contractual services	1,359,164	364,768	1,723,932	51,463
Insurance and bond	902	-	902	6,847,927
Materials and supplies	545,322	-	545,322	2,937,081
Amortization	9,043	-	9,043	-
Depreciation	1,356,001	-	1,356,001	416,290
TOTAL OPERATING EXPENSES	4,213,697	364,768	4,578,465	10,686,528
OPERATING INCOME (LOSS)	1,140,155	249,865	1,390,020	(720,954)
NON-OPERATING REVENUES (EXPENSES)				
Interest revenue	170	-	170	21
Interest expense	(241,433)	-	(241,433)	(2,740)
TOTAL NON-OPERATING REVENUES (EXPENSES)	(241,263)	-	(241,263)	(2,719)
INCOME (LOSS) BEFORE TRANSFERS	898,892	249,865	1,148,757	(723,673)
TRANSFERS IN	81,390	-	81,390	-
TRANSFERS OUT	(350,000)	(104,000)	(454,000)	-
CHANGE IN NET POSITION	630,282	145,865	776,147	(723,673)
NET POSITION, BEGINNING OF YEAR	32,037,608	124,230	32,161,838	1,034,577
NET POSITION AT END OF YEAR	$ 32,667,890	$ 270,095	$ 32,937,985	$ 310,904

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

LOWNDES COUNTY, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
For The Year Ended June 30, 2014

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer	Other Enterprise Funds	Total	Internal Service Funds
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows From Operating Activities				
Cash received from customers	$ 5,346,737	$ 253,005	$ 5,599,742	$ -
Cash received from other income	103,548	404,907	508,455	-
Cash received from interfund transactions	-	42,102	42,102	-
Cash received from other funds for services	-	-	-	10,236,507
Cash payments for personal services	(603,215)	-	(603,215)	(283,662)
Cash payments for payroll taxes	(43,504)	-	(43,504)	(20,319)
Cash payments for fringe benefits	(294,647)	-	(294,647)	(126,586)
Cash payments for contractual services	(1,384,999)	(421,835)	(1,806,834)	(51,463)
Cash payments for insurance and bond	(902)	-	(902)	(7,185,606)
Cash payments for materials and supplies	(545,322)	-	(545,322)	(2,592,271)
Net Cash Provided by (Used for) Operating Activities	2,577,696	278,179	2,855,875	(23,400)
Cash Flows From Noncapital Financing Activities				
Cash received from transfer-in	81,390	-	81,390	-
Cash payments from transfer-out	(350,000)	(104,000)	(454,000)	-
Net Cash Provided by (Used For) Noncapital Financing Activiti	(268,610)	(104,000)	(372,610)	-
Cash Flows From Capital and Related Financing Activities				
Cash payments for acquisition of capital assets	(274,043)	-	(274,043)	-
Cash payment on interfund advance	(500,000)	-	(500,000)	-
Cash payments for principal on bonds payable	(660,000)	-	(660,000)	-
Cash payments for interest on bonds payable	(241,612)	-	(241,612)	-
Cash payments for interest on capital leases	-	-	-	(19,196)
Net Cash (Used For) Capital and Related Financing Activities	(1,675,655)	-	(1,675,655)	(19,196)
Cash Flows From Investing Activities				
Cash received from interest	170	-	170	21
Net Cash Flows Provided By Investing Activities	170	-	170	21
Net Increase (Decrease) in Cash and Cash Equivalents	633,601	174,179	807,780	(42,575)
Cash and Cash Equivalents at Beginning of Year	1,964,711	833,777	2,798,488	1,097,748
Cash and Cash Equivalents at End of Year	$ 2,598,312	$ 1,007,956	$ 3,606,268	$ 1,055,173
Equity in pooled cash and cash equivalents	$ 2,377,360	$ 1,007,956	$ 3,385,316	$ 1,055,173
Cash and cash equivalents in segregated accounts	30,901	-	30,901	-
Customer deposit account	190,051	-	190,051	-
Total Cash and Cash Equivalents	$ 2,598,312	$ 1,007,956	$ 3,606,268	$ 1,055,173

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

LOWNDES COUNTY, GEORGIA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS - CONTINUED
For The Year Ended June 30, 2014

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer	Other Enterprise Funds	Total	Internal Service Funds
Reconciliation of Operating Income (Loss) To Net Cash Provided by (Used For) Operating Activities				
Operating Income (Loss)	$ 1,140,155	$ 249,865	$ 1,390,020	$ (720,954)
Adjustments to Reconcile Operating Income (Loss) To Net Cash Provided by (Used For) Operating Activities				
Depreciation	1,356,001	-	1,356,001	416,290
Amortization	9,043	-	9,043	-
Changes in Assets and Liabilities:				
Decrease in accounts receivable	91,658	43,281	134,939	270,932
(Increase) in prepaid expense	-	-	-	(7,228)
Decrease in inventory	-	-	-	64,374
Increase (decrease) in accounts payable	(25,835)	1,813	(24,022)	(261,768)
(Decrease) in customer deposits	(3,100)	-	(3,100)	-
Increase (decrease) in accrued compensated absences	(1,152)	-	(1,152)	1,846
Increase in interfund payable	-	42,102	42,102	258,754
Increase in deferred inflows	7,875	-	7,875	-
Increase (decrease) in accrued liabilities	3,051	(58,882)	(55,831)	(45,646)
Net Cash Provided By (Used For) Operating Activities	$ 2,577,696	$ 278,179	$ 2,855,875	$ (23,400)

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

LOWNDES COUNTY, GEORGIA
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
June 30, 2014

	Agency Funds
ASSETS	
Cash and cash equivalents in segregated accounts	$ 3,978,108
Due from others	42,646
TOTAL ASSETS	$ 4,020,754
LIABILITIES	
Due to others	$ 898,793
Collections held in escrow	3,121,961
TOTAL LIABILITIES	4,020,754
NET POSITION	$ -

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

Note 1 – Summary of Significant Accounting Policies

The financial statements of Lowndes County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The County has elected to apply Financial Accounting Standards Board (FASB) Statements and Interpretations issued after November 30, 1989, to its business-type activities and to its enterprise funds provided they do not conflict with or contradict GASB pronouncements.

A. The Reporting Entity

These financial statements present Lowndes County, Georgia (the primary government) which is governed by an elected six - member board, and discretely presented component units. The component units discussed below are are included in the County's reporting entity because of the significance of their operational and financial relationships with the County. In conformity with GAAP, as set forth in the Statement of Governmental Accounting Standards No. 14, *The Financial Reporting Entity* and amended by GASB Statement No. 61, the component units' financial statements have been included as discretely presented component units. Each discretely presented component unit, on the other hand, is reported separately in the government-wide financial statements from the most recently audited financial statements. The following is a brief review of each component unit addressed in defining the government's reporting entity.

Lowndes County Board of Health

The Lowndes County Board of Health is a component unit based on the criteria in GASB Statement No. 14. The Board of health consists of seven members. Two members are appointed by the City of Valdosta. The Lowndes County Board of Commissioners appoints three members and the Chairman of the Board of Commissioners (or their designee) serves as a member. The County Superintendent of Schools is the other member. County appointments or members make up the majority of the Board of Health. The County provides funding annually to the Board of Health. Because the County appoints the majority of the board and because of the financial relationship between the Board of Health and the County, the Board of Health is reported as a discretely presented component unit. A complete set of financial statements for the Lowndes County Board of Health is presented in a separate report and can be obtained from the Lowndes County Board of Health.

Valdosta-Lowndes Development Authority

The Valdosta-Lowndes Development Authority is a component unit based on a significant financial relationship. The County issued general obligation bonds in the County's name for the Authority, so they could acquire land and develop it for industry. The County currently provides the funding for the Authority through a dedicated millage of 1 mil that must first pay for all the general obligation debt and then the balance funds the operations of the Authority. The continuation of the accessed millage is determined by the County. The County appoints two of five of the Board members and rotates an appointment with the City of Valdosta of one Board member at the end of their term of office. The City of Valdosta appoints the other two Board members.

A complete set of financial statements for the Valdosta-Lowndes Development Authority is presented in a separate report and can be obtained from the Valdosta-Lowndes Development Authority.

Note 1 - Summary of Significant Accounting Policies – Continued

A. The Reporting Entity - Continued

Valdosta-Lowndes County Parks and Recreation Authority

The Valdosta-Lowndes County Parks and Recreation Authority is a component unit based on the criteria of fiscal dependence. The County is providing funding for the Authority through a dedicated millage of 1.25 mils that provides the revenues along with fees to cover the cost of operations of the Authority. The continuation of the accessed millage is determined by the County. The County appoints three of seven Board members and rotates an appointment with the City of Valdosta of one Board member at the end of their term of office. The City of Valdosta appoints the other three Board members.

A complete set of financial statements for the Valdosta-Lowndes County Parks and Recreation Authority is presented in a separate report and can be obtained from the Valdosta-Lowndes County Parks and Recreation Authority.

Joint Ventures

The Valdosta-Lowndes County Airport Authority is a joint venture between the City of Valdosta and Lowndes County based on an annual request for funding to both governments. A separate financial report may be obtained from the Valdosta-Lowndes County Airport Authority.

The Valdosta-Lowndes County Conference Center and Tourism Authority is a joint venture between the City of Valdosta and Lowndes County based funding provided each year from both governments. A separate financial report may be obtained from the Valdosta-Lowndes County Airport Authority.

The Southern Georgia Regional Commission is a joint venture of the members in the South Georgia 10 county area. Further information is provided in Note 21.

B. Basis of Presentation

The County's basic financial statements consist of government-wide financial statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Government-Wide Financial Statements

The statement of net position and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. For the most part, the effect of interfund activity has been removed from these statements. Interfund services provided and used are not eliminated in the process of consolidation. The statements distinguish between those activities of the County that are governmental in nature and those that are considered business-type activities.

The statement of net position presents the financial condition of the governmental and business-type activities of the County at year end. The statement of activities presents a comparison between direct expenses and

Note 1 - Summary of Significant Accounting Policies – Continued

B. Basis of Presentation - Continued

program revenues for each program or function of the County's governmental activities and business-type activities. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues that are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business activity is self-financing or draws from the general revenues of the County.

Fund Financial Statements

During the year, the County segregates transactions related to certain County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at a more detailed level. The focus of governmental and proprietary fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

C. Fund Accounting

The County uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds: governmental, proprietary, and fiduciary.

Governmental Funds

Governmental funds are those through which most governmental functions of the County are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the County's major governmental funds:

General Fund. The General Fund accounts for all financial resources, except those required to be accounted for in another fund. All general operating revenues which are not restricted or designated as to use by outside sources are recorded in the General Fund.

Capital Projects Special Sales Tax VI Fund. The Capital Projects Special Sales Tax VI Fund accounts for the special purpose local option sales tax that was renewed for the sixth time by referendum. The revenue is restricted to the stated purposes of the referendum.

Capital Projects Special Sales Tax VII Fund. The Capital Projects Special Sales Tax VII Fund accounts for the special purpose local option sales tax that was renewed for the seventh time by referendum. The revenue is restricted to the stated purposes of the referendum.

Note 1 - Summary of Significant Accounting Policies - Continued

C. Fund Accounting - Continued

The other governmental funds of the County account for grants and other resources whose use is restricted for a particular purpose; the accumulation of resources for, and the payment of debt: and the acquisition or construction of major capital facilities.

Proprietary Funds

Proprietary Fund reporting focuses on the determination of operating income, changes in net position, financial position, and cash flows. Proprietary funds distinguish operating revenue and expenses from nonoperating items. Operating revenue and expenses generally result from providing services and producing and delivering goods in connection with the proprietary fund's principle ongoing operations. All other revenues and expenses not meeting this definition are considered nonoperating. The County's enterprise funds may be used to account for any activity for which a fee is charged to external users of goods or services. The following is the County's major enterprise fund:

> **Water and Sewer Fund.** The fund accounts for fees collected by the County for water and sewer services.

Internal Service Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department to the other departments of the County on a cost-reimbursement basis. The County has four internal service funds:

> **Equipment Operations** - to account for charges to other funds for the maintenance and repair of County equipment.
>
> **Health Insurance –** to account for charges to other funds and contributions from employees and for the payment of health insurance premiums and benefits.
>
> **Fleet Manager –** to account for charges to other funds for the use of vehicles and equipment purchased through the fleet manager fund.
>
> **Workers' Compensation** – to account for charges to other funds for the payment of workers' compensation premiums and benefits.

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The County's agency funds account for assets held by the County's Tax Commissioner, Clerk of Court, Sheriff, Magistrate Court, Probate Court and Development Authority for other governments or individuals.

Note 1 - Summary of Significant Accounting Policies - Continued

D. Measurement Focus

Government-Wide Financial Statements

The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of the County are included on the statement of net position. Government-wide financial statements for the Valdosta-Lowndes Development Authority, the Valdosta-Lowndes Parks and Recreation Authority and the Lowndes County Board of Health are also presented.

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balance reflects the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the fund financial statements for governmental funds.

Like the government-wide financial statements, the enterprise and internal service funds are accounted for using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in revenues, expenses, and changes in net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows reflects how the County finances and meets the cash flow needs of its enterprise and internal service activities.

E. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide and enterprise and internal service fund financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; enterprise funds and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenue—Exchange and Nonexchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recognized in the year in which the resources are measurable and become available. Available means the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the County, available means expected to be received within sixty days after year end.

Note 1 – Summary of Significant Accounting Policies – Continued

E. Basis of Accounting -Continued

Revenues—Exchange and Nonexchange Transactions - Continued

Nonexchange transactions, in which the County receives value without directly giving equal value in return, include property taxes, sales taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes are recognized in the year for which the taxes are levied. Revenue from sales taxes is recognized in the period in which the sales are made. Revenue from grants, entitlements, and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the County must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered both measurable and available at year end: sales taxes, charges for services, fines and forfeitures, grants, interest, and rent.

Deferred Outflows/Inflows of Resources

Deferred outflows of resources represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has one item that qualifies for reporting in this category – the deferred charge on refunding reported in the enterprise funds and government-wide statements of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is no longer reported net of debt and is deferred and amortized over the shorter of the life of the refunded or refunding debt.

Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has unavailable revenue, which arises only under the modified accrual basis of accounting, that qualifies for reporting in this category on the governmental funds balance sheet.

The following amounts are deferred and recognized as an inflow of resources in the period that the amounts become available:

Unavailable revenue	General Fund	Other Governmental Fund
Property taxes	$ 1,287,246	$ -
Unavailable revenue	29,415	7,622
Special assessments	14,100	-
	$ 1,330,761	$ 7,622

Note 1 - Summary of Significant Accounting Policies - Continued

E. Basis of Accounting - Continued

Expenses/Expenditures

On the accrual basis, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

F. Budgetary Process

An annual budget is adopted (as required by law) by the County for the general, special revenue and capital projects funds. Although not legally required, the County also adopts a budget for the enterprise funds and internal service funds. The budgets are adopted on a basis substantially consistent with U.S. generally accepted accounting principles.

The County uses the following procedures in establishing the annual budgets:

1. Prior to July 1, the County Manager submits to the Board of Commissioners a proposed budget for the fiscal year commencing on that date. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments. Notice is given at least ten days in advance by publication in the official organ of Lowndes County.
3. The budget is legally enacted through passage of an ordinance.
4. The County has a policy of budgeting on a departmental basis.
5. Formal budgetary integration is employed as a management control device during the year for the general fund, special revenue, capital project, internal service and enterprise funds.
6. Budgeted amounts are shown as amended throughout the year.

There were no excess of expenditures over appropriations in individual funds.

G. Encumbrances

Encumbrance accounting, under which major purchase orders, contracts, and other commitments for the expenditures of monies are recorded to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration.

Encumbrances outstanding at year-end represent the estimated amount of the expenditures ultimately to result if unperformed contracts in process at year-end are completed. Encumbrances outstanding at year-end do not constitute expenditures or liabilities. For budgetary purposes the encumbrances were recognized as expenditures and this is accounted for as an adjustment from the GAAP Basis to the Budgetary Basis.

There were no encumbrances for the year ending June 30, 2014.

Note 1 - Summary of Significant Accounting Policies - Continued

H. Cash and Investments

To improve cash management, cash received by the County is pooled and invested. Individual fund integrity is maintained through County records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents."

Cash and cash equivalents that are held separately within departments of the County, and not included in the County Treasury, are recorded as "Cash and Cash Equivalents in Segregated Accounts."

Cash and cash equivalents of the Lowndes County Board of Health and the Valdosta-Lowndes Development Authority component units are recorded as "Cash and Cash Equivalents in Segregated Accounts."

Investments are reported at fair value, except for repurchase agreements and non-negotiable certificates of deposit which are reported at cost. Fair value is based on quoted market prices.

Income from pooled investments is allocated only when contractually or legally required. All investment earnings not legally or contractually required to be credited to individual accounts or funds are credited to the General Fund.

For purposes of the combined statement of cash flows and for presentation on the statement of net position, investments of the cash management pool and investments with a maturity of three months or less at the time they are purchased by the County are considered to be cash and cash equivalents. Investments with a maturity of more than one year, and not purchased from the cash management pool, are reported as investments.

I. Prepaid Items

Prepaid items are for payments made by the County in the current year to provide services occurring in the subsequent fiscal year.

J. Inventory

Inventory is presented at the lower of cost or market on a first-in, first-out basis and is expensed when used. Inventory consists of expendable supplies held for consumption.

K. Restricted Assets

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Certain resources set aside for the payment of bond debt and customer deposits for the water and sewer fund are classified as restricted assets on the balance sheet because their use is limited.

Note 1 - Summary of Significant Accounting Policies - Continued

L. Capital Assets

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets used by the enterprise funds are reported in both the business-type activities column of the government-wide statement of net position and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated capital assets are recorded at their fair market value on the date donated. The County maintains a capitalization threshold of $10,000. The County's infrastructure consists of roads, bridges, and culverts for which the County chose to include all such items regardless of their acquisition date. The County was able to estimate the historical cost of the governmental activities infrastructure for the initial reporting of those assets. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Interest incurred during the construction of enterprise fund capital assets is also capitalized.

All capital assets are depreciated, except for land and improvements and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives.

Description	Estimated Lives
Buildings and Building Improvements	40–100 years
Improvements Other Than Buildings	40 years
Machinery and Equipment	5–20 years
Vehicles	6–20 years
Infrastructure	5–50 years
Water System	5–50 years
Sewer System	5–50 years

M. Interfund Receivables/Payables

On fund financial statements, receivables and payables resulting from short-term interfund loans or interfund services provided and used are classified as "Interfund Receivables/Payables." Interfund balances within governmental activities and within business-type activities are eliminated on the government-wide statement of net position. The only interfund balances which remain on the government-wide statement of net position are those between governmental and business-type activities. These amounts are reflected as "Internal Balances."

Note 1 - Summary of Significant Accounting Policies - Continued

N. Compensated Absences

Leave benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable the County will compensate the employees for the benefits through paid time off or some other means. The County records a liability for accumulated unused leave time when earned for all employees.

The entire compensated absences liability is reported on the government-wide financial statements.

On governmental fund financial statements, compensated absences are not recognized as a liability and expenditure. For enterprise funds, the entire amount of compensated absences is reported as a fund liability.

O. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported on the government-wide financial statements. All payables, accrued liabilities, and long-term obligations payable from the enterprise funds are reported on the enterprise fund financial statements.

In general, governmental fund payables and accrued liabilities are recognized as fund liabilities when incurred. However, required pension contributions that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Loans and capital leases are recognized as a liability on the fund financial statements when due.

P. Fund Equity

Fund equity at the governmental fund financial reporting level is classified as fund balance. Fund equity for all other reporting is classified as net position.

Fund Balance

Generally, fund balance represents the difference between the assets and liabilities under the current financial resources measurement focus of accounting. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances are classified as follows:

Nonspendable: Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form (i.e., items that are not expected to be converted to cash) or (b) legally or contractually required to be maintained intact.

Restricted: Fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Note 1 - Summary of Significant Accounting Policies - Continued

P. Fund Equity (Continued)

Committed: Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the County Board of Commissioners through the adoption of a resolution. Only the Board of Commissioners may modify or rescind the commitment.

Assigned: Fund balances are reported as assigned when amounts are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the Board of Commissioners has authorized the County's Finance Director to assign fund balances.

Unassigned: Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. Positive unassigned fund balance may be reported only in the General Fund. Negative unassigned fund balances may be reported in all funds.

The County has adopted a financial policy of maintaining a minimum balance in the total fund balance of the General Fund equal to 120 days of expenditures based on the annual daily average.

Flow Assumptions

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

Net Position

Net position represents the difference between assets and liabilities in reporting which utilizes the economic resources measurement focus. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e., the amount that the County has spent) for the acquisition, construction or improvement of those assets. Net position is reported as restricted using the same definition as used for restricted fund balance as described in the section above. All other net position is reported as unrestricted.

The County applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Q. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise funds. For the County, these revenues are charges for services for water and sewer and street lighting. Operating expenses are the necessary costs incurred to provide the service that is the primary activity of the fund. Revenues and expenses not meeting these definitions are reported as nonoperating.

Note 1 - Summary of Significant Accounting Policies - Continued

R. Interfund Transactions

Transfers between governmental and business-type activities on the government-wide financial statements are reported in the same manner as general revenues.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as Interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in enterprise funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

S. Management Estimates

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

Note 2 – Deposits and Investments

Lowndes County has maintained investments in a local government investment pool through the State of Georgia Office of State Treasurer. The balance at June 30, 2014 was $0 for all funds. The funds have a 24 day weighted average maturity.

“Georgia Fund 1,” created by O.C.G.A. 36-83-8, is a stable net asset value invested pool which follows Standard and Poor’s criteria for AAAm rated money market funds. However, Georgia Fund 1 operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the SEC as an investment company. The pool’s primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal ($1.00 per share value.) Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant’s shares sold and redeemed based on $1.00 per share.

Note 2 – Deposits and Investments - Continued

Interest Rate Risk. The County has a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. State statutes authorize the County to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by the U. S. government or by a government agency of the United States; obligations of any corporation of the U. S. government; prime banker's acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia. The County has no policy for credit risk beyond the types of investments authorized by state statute.

Custodial Credit Risk – Deposits. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the County will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U. S. government, or bonds of public authorities, counties or municipalities. The County has no custodial credit risk policies requiring additional collateral.

Custodial Credit Risk – Investments. Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require all investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U. S. government, or bonds of public authorities, counties or municipalities. The County has no custodial credit risk policies requiring additional collateral.

Note 3 – Property Taxes

Property taxes include amounts levied against all real property, public utility property, and tangible personal property located in the County. The property taxes for Lowndes County are collected by the Lowndes County Tax Commissioners Office and remitted to the County monthly.

The property tax calendar is as follows:

January 1	-	Assessment date
July 1	-	Tax Assessors send returns to Tax Commissioner
July 25	-	Millage rate is set by the County Commission
July 28	-	County tax digest is submitted to the State Revenue Commissioner
September 15	-	Bills are mailed by Tax Commissioner
November 15	-	Due date for property taxes other than motor vehicles
November 16	-	Execution date for unpaid taxes

Taxes are collected throughout the year.

Note 4 – Payment in Lieu of Taxes

According to State law, the County has entered into agreements with a number of property owners under which the County has granted property tax abatements to those property owners and agreed to construct certain infrastructure improvements. The property owners have agreed to make payments to the County to help pay the costs of the infrastructure improvements. The amount of those payments generally reflects all or a portion of the property taxes which the property owners would have paid if their taxes had not been abated. The property owners' contractual promises to make these payments in lieu of taxes generally continue until the costs of the improvement have been paid or the agreement expires, whichever occurs first. Future development by those owners or others may result in subsequent agreements to make payments in lieu of taxes and may therefore spread the costs of the improvements to a larger number of property owners.

Note 5 – Hotel/Motel Lodging Tax

Lowndes County levies a 5% hotel motel lodging tax of which 2% is designated for the promotion of tourism. All of the tourism funds are provided to the Valdosta-Lowndes County Conference Center & Tourism Authority which amounted to $112,420. Lowndes County receives an audit report from the Valdosta- Lowndes County Conference Center & Tourism Authority demonstrating that all expenditures of these funds were for promotion of tourism as required by O.C.G.A. 48-13-51. Collections of hotel motel lodging tax amounted to $281,051. The balance of funds was used by the County to assist with appropriations to the Valdosta-Lowndes County Airport Authority bringing the total expenditures to 100% of revenues.

Note 6 – Receivables

Receivables at June 30, 2014, consisted of accounts (billings for user charged services, including unbilled utility services), sales taxes, accrued interest, grants, interfund, and property taxes. All amounts due from other governments are considered collectible in full. Delinquent property taxes may be certified and collected as a special assessment, subject to foreclosure for nonpayment.

Receivables are recognized to the extent the amounts are determined material and substantiated, not only by supporting documentation but also by a reasonable systematic method of determining their existence, completeness, valuation, and collectability.

Note 7 – Due From Other Governments

A summary of the amounts due from other governments is as follows:

Special Revenue Funds		
Nonmajor funds		
Southern Judicial Circuit - ADR	$	12,272
Georgia Emergency Management Agency		23,619
Georgia Office of Highway Safety		6,153
Criminal Justice Coordinating Council		46,413
Prosecuting Attorney County of Georgia		8,645
Georgia Department of Transportation		38,136
Total - Special Revenue Funds	$	135,238

Note 8 – Capital Assets

Capital asset activity for the year ended June 30, 2014 was as follows:

	Balance at July 1, 2013	Additions	Reductions	Balance at June 30, 2014
Primary Government				
Governmental Activities:				
Nondepreciable Capital Assets:				
Land	$ 2,884,216	$ -	$ -	$ 2,884,216
Construction in progress	-	2,141,952	-	2,141,952
Total Nondepreciable Capital Assets	2,884,216	2,141,952	-	5,026,168
Depreciable Capital Assets:				
Buildings and building improvements	$ 84,690,933	$ 274,040	$ -	$ 84,964,973
Improvements other than buildings	1,023,866	-	-	1,023,866
Machinery and equipment	25,414,975	131,213	-	25,546,188
Vehicles	9,084,654	661,081	-	9,745,735
Infrastructure	313,139,032	-	-	313,139,032
Total Depreciable Capital Assets	433,353,460	1,066,334	-	434,419,794
Less Accumulated Depreciation for:				
Buildings and building improvements	20,875,209	1,363,026	-	22,238,235
Improvements other than buildings	743,077	14,132	-	757,209
Machinery and equipment	20,921,564	1,182,312	-	22,103,876
Vehicles	7,543,971	611,627	-	8,155,598
Infrastructure	277,135,634	3,030,612	-	280,166,246
Total Accumulated Depreciation	327,219,455	6,201,709	-	333,421,164
Total Depreciable Capital Assets, Net	106,134,005	(5,135,375)	-	100,998,630
Governmental Activities Capital Assets, Net	$ 109,018,221	$ (2,993,423)	$ -	$ 106,024,798

Note 8 – Capital Assets – Continued

	Balance at July 1, 2013	Additions	Reductions	Balance at June 30, 2014
Business Type Activities:				
Nondepreciable Capital Assets:				
Land	$ 2,690,543	$ -	$ -	$ 2,690,543
Construction in progress	-	81,063	-	81,063
Total Nondepreciable Capital Assets	2,690,543	81,063	-	2,771,606
Depreciable Capital Assets:				
Machinery and equipment	$ 58,617,946	$ 101,228	$ -	$ 58,719,174
Vehicles	110,304	91,753	-	202,057
Total Depreciable Capital Assets	58,728,250	192,981	-	58,921,231
Less Accumulated Depreciation for:				
Machinery and equipment	21,488,499	1,330,422	-	22,818,921
Vehicles	67,247	25,579	-	92,826
Total Accumulated Depreciation	21,555,746	1,356,001	-	22,911,747
Total Depreciable Capital Assets, Net	37,172,504	(1,163,020)	-	36,009,484
Business Type Activities Capital Assets, Net	$ 39,863,047	$ (1,081,957)	$ -	$ 38,781,090

Depreciation was charged to governmental functions as follows:

Governmental activities:	
General Government	
Legislative and Executive	$ 618,182
Judicial	321,825
Public Safety	1,913,224
Public Works	3,348,478
Total Depreciation Expense - Governmental Activities	$ 6,201,709
Business-type activities:	
Water and Sewer	$ 1,356,001
Total Depreciation Expense - Business-type Activities	$ 1,356,001

The County has acquired five mini buses through grant funds and they are operated by a third party contractor to provide transit services for which the contractor receives compensation directly from the users of the service. The County insures the mini buses and that insurance cost is paid back to the County by the third party contractor. When the mini buses are no longer utilized they have to be returned to the granting agency. These mini buses are not included in the capital assets of the County.

Note 9 – Interfund Balances and Transfers

Interfund receivable and payable balances as of June 30, 2014 are as follows:

	Due From					
	SPLOST VII	Nonmajor Governmental Funds	Water & Sewer Fund	Street Lighting District Fund	Internal Service Funds	Total
Due To						
General Fund	$ 1,652,783	$ 169,338	$ 500,000	$ 58,673	$ 719,525	$ 3,100,319
	$ 1,652,783	$ 169,338	$ 500,000	$ 58,673	$ 719,525	$ 3,100,319

Interfund transfers for the year ending June 30, 2014 consisted of the following:

	Transfer From					
	General Fund	SPLOST VII Fund	Nonmajor Governmental Funds	Water and Sewer Fund	Landfill Fund	Total
Transfer To						
General Fund	$ -	$ -	$ 435,000	$ 350,000	$ 104,000	$ 889,000
Nonmajor Governmental Fund	829,879	-	168,237	-	-	998,116
Water and Sewer Fund	-	81,390	-	-	-	81,390
	$ 829,879	$ 81,390	$ 603,237	$ 350,000	$ 104,000	$ 1,968,506

The difference in interfund receivables and payables for government funds is due to amounts due to and from internal service funds shown above. The interfund balances resulted from loans made to provide working capital for operations and projects and the time lag between dates that payments between funds are made.

Transfers were made from the nonmajor governmental funds and enterprise funds to the general fund for administrative cost. Transfers to 911 Fund, a nonmajor governmental fund were to cover operational cost of that fund. Transfers to the Hotel Motel Fund, a nonmajor governmental fund, from the Special Services Fund were to cover the appropriation to the Valdosta-Lowndes County Airport Authority. Transfers from the SPLOST VII Fund to the Water & Sewer Fund were to cover capital projects approved in the SPLOST VII referendum.

Note 10 – Risk Management

A. Property and Liability

The County is exposed to various risk of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County established a Health Insurance Fund and a Workers Compensation Fund (internal service funds) to account for and finance its uninsured risks of loss. Under this program, the Workers Compensation Fund provides coverage for up to a maximum of $250,000 for each worker's compensation claim, $2,500 for each enforcement claim. The coverage has a $1,000,000 cap. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

All funds of the County participate in the Health Insurance and Workers Compensation programs and make payments to the funds based on estimates of the amounts needed to pay prior and current-year claims and to establish a reserve for catastrophe losses. The Health Insurance Fund has a net position deficit of $548 and the Workers Compensation Fund has a net position balance of $307,976 as of June 30, 2014. At June 30, 2014 the Health Insurance Fund has a claims liability of $388,072 and the Workers Compensation Fund has a claims liability of $510,000 reported based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the Health Insurance and Workers Compensation Funds claim liability amounts in fiscal 2013 and 2014 were:

Fiscal Year 2013	Beginning	Claims Estimates	Claims Paid	Ending
Group Health Fund	$ 622,885	$ 4,755,855	4,756,670	$ 622,070
Workers' Compensation Fund	1,060,000	348,417	851,417	557,000
	$ 1,682,885	$ 5,104,272	$ 5,608,087	$ 1,179,070

Fiscal Year 2014	Beginning	Claims Estimates	Claims Paid	Ending
Group Health Fund	$ 622,070	$ 5,834,079	6,118,077	$ 338,072
Workers' Compensation Fund	557,000	312,873	359,873	510,000
	$ 1,179,070	$ 6,146,952	$ 6,477,950	$ 848,072

B. Health Care

The County manages the employee health coverage uninsured except for a stop-loss policy. Included in the accounts payable of the Health Insurance Fund is an estimated liability of $ 338,072 which reflects health claims incurred, but not processed prior to year end. This health claims liability was estimated based on such claims paid subsequent to year end.

Note 10 – Risk Management - Continued

C. Workers' Compensation

The County participates in the ACCG- Group Self-Insurance Workers' Compensation Fund to pay all cost taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expense incurred for investigation, negotiation, or defense.

Included in the accounts payable of the Workers Compensation Fund is an estimated liability of $510,000 which reflects workers compensation claims incurred but not processed prior to year end. This workers compensation liability was estimated in the annual actuarial report.

Settled claims in the past three years have not exceeded the coverage. There was no significant reduction in insurance coverage from the prior year.

Note 11 – Defined Benefit Pension Plan

The county contributes to the Association of County Commissioners of Georgia Restated Pension Plan for Lowndes County Employees (The Plan), which is a defined benefit pension plan.

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

Membership

As of January 1, 2014, the most recent actuarial valuation date, the Plan membership consisted of the following categories of participants:

Retirees and beneficiaries receiving benefits	159
Terminated plan members entitled to but not yet receiving benefits	266
Disabled in pay status	8
Active plan members	484
Total number of plan participants	917

Funding Policy

The County is required to contribute an actuarially determined amount annually to the Plan's trust. The contribution amount is determined using actuarial methods and assumptions approved by the ACCG Plan trustees and must satisfy the minimum contribution requirement contained in the State of Georgia statutes. Plan members are not required to contribute.

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.

Note 11 – Defined Benefit Pension Plan - Continued

Annual Pension Cost

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

Derivation of Annual Pension Cost:	
Annual required contribution	$ 2,790,922
Interest on net pension obligation	10,421
Amortization of net pension obligation (asset)	(11,150)
Annual pension cost	$ 2,790,193

Derivation of Net Pension Obligation	
Annual pension cost	$ 2,790,193
Actual contributions to plan	2,831,952
Increase in net pension obligation (asset)	(41,759)
Net pension obligation (asset) beginning of year	134,466
Net pension obligation (asset) end of year	$ 92,707

Basis of Valuation and Actuarial Assumptions

Current valuation date	January 1, 2014
Annual return on invested plan assets	7.50%
Projected annual salary increases	3.5%-6.0% based on age
Expected annual inflation	3.00%
Actuarial value of assets	Market Value
Actuarial funding method	Projected Unit Credit
Amortization method	Level Percent of Pay (closed)
Remaining Amortization Period*:	10

* - Represents the estimated amortization period for all unfunded liabilities combined into one.

The following is a schedule of funding progress:

Calendar Year	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded AAL UAAL	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
2013	$ 29,886,972	$ 39,900,314	$ 10,013,342	74.9%	$ 16,552,162	60.5%
2012	25,996,693	37,170,867	11,174,174	69.9%	16,550,770	67.5%

The required schedule of funding progress immediately following the notes to the financial statements presents multiyear trend information about whether the actuarial value of plan net position in increasing or decreasing over time relative to the actuarial accrued liability. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of January 1, 2014.

Note 11 – Defined Benefit Pension Plan - Continued

Trend Information for the Plan

Fiscal Year Ending	Annual Pension Cost	Actual County Contribution	Percentage of APC Contributed	Net Pension Obligation (Asset)
June 30, 2014	$ 2,790,193	$ 2,831,952	101%	$ 92,707
June 30, 2013	2,521,487	2,602,505	103%	134,466
June 30, 2012	2,370,344	2,488,520	105%	215,484
June 30, 2011	2,210,836	1,022,314	46%	333,660
June 30, 2010	1,959,366	2,127,107	109%	(854,862)
June 30, 2009	1,564,953	1,656,183	106%	(687,121)

In addition to the above retirement plan, of which the County is administrator, the following retirement plans are in effect but are not under the direct control of the County:

1) Probate Judges' Retirement Fund of Georgia
2) Clerk of Superior Court Retirement Fund
3) Sheriffs' Retirement Fund/Peace Officers' Annuity and Benefit Fund

These plans provide for certain sums from marriage licenses, fees, fines and forfeitures to be remitted directly to the pension plans before the payment of any costs or other claims.

A copy of both financial reports can be obtained at the following address:
GEBCorp
1100 Circle 75 Parkway
Suite 300
Atlanta, Georgia 30339

Note 12 - Deferred Compensation Plan

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code (IRC) Section 457. The plan, available to all 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.

The assets of the plan are held in trust, (custodial account or annuity contract) as described in IRC Section 457(g) for the exclusive benefit of the participants (employees) and their beneficiaries. The custodian thereof for the exclusive benefit of the participants holds the custodial account for the beneficiaries of this Section 457 plan, and the assets may not be diverted to any other use. The Administrators are agents of the employer for the purposes of providing direction to the custodian of the custodial account from time to time for the investment of funds held in the account, transfer of assets to or from the account and all other matters. In accordance with the provisions of GASB Statement 32, plan balances and activities are not reflected in Lowndes County, Georgia’s financial statements.

Note 13– Other Post Employment Benefits

Plan Description

In addition to providing pension benefits, in accordance with County resolution, the County provides certain health care benefits for retired employees. The County's employees who are eligible for retirement benefits under the pension plan are also eligible for post employment health care benefits. Retirees who meet one of the following requirements are eligible to continue coverage through the County's self-insured health insurance program:

- Age 65
- Must have 10 or more years of service with Lowndes County, and be at least 55 years of age or
- Must have a combination of years of service and attained age equal to 75, with a minimum age of 55.
- Must have 10 or more years of services with Lowndes County and be deemed to be totally disabled by the Federal Social Security Administration.

Retirees may stay on the plan for their lifetime by making the required contribution. Dependents may participate for the lifetime of the retiree as long as the retiree pays the required contribution for dependent coverage.

The monthly retiree contributions are as follows:

Medical Tier	Non-Medicare Eligible Retiree	Medicare Eligible Retiree
Retiree Only	$ 166.66	$ 83.33
Family	$ 285.86	$ 142.90

Once the covered member becomes eligible for Medicare, the County's plan pays claim secondary to Medicare.

The plan is governed by the County Board of Commissioners. The County has made no commitments to maintain this program. The benefits of the plan are not vested and may be modified or eliminated at anytime. A separate financial statement is not issued for the plan.

Note 13– Other Post Employment Benefits - Continued

Funding Policy

The contribution requirements of plan members and the County are established and may be amended by the Board of Commissioners. The required contribution is based on a projected pay-as-you-go financing requirement as determined by the Board of Commissioners.

Annual OPEB Cost and Net OPEB Obligation

The County's annual Other Postemployment Benefit (OPEB) cost is calculated based on the Annual Required Contribution of the Employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions.* The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities (or unfunded excess) over a period not to exceed 30 years.

Funded Status and Funding Progress

Funding is provided through the general fund as required to the self insurance fund. Premiums paid by retired employees were $119,285 and the County's funding was $632,998.

The annual required contribution amount was determined using actuarial methods.

Employer Annual Required Contribution	$ 3,266,236
Interest on net OPEB Obligation	326,028
Adjustment to annual required contribution	(311,458)
Annual OPEB cost	3,280,806
Employer contributions for period ending June 30, 2014	(632,998)
Increase in net OPEB Obligation	2,647,808
Net OPEB obligation beginning of year	8,150,697
Net OPEB obligation end of year	$ 10,798,505

The annual required contribution was determined as part of the January 1, 2013 actuarial valuation. The chart below shows the annual OPEB cost for the current fiscal year, along with the percentage actually contributed by the County.

Fiscal Year Ending	Annual OPEB Cost (AOC)	Percentage of AOC Contributed	Net OPEB Obligation
6/30/2014	$ 3,280,806	19.29%	$ 10,798,505
6/30/2013	$ 3,019,622	20.96%	$ 8,150,697
6/30/2012	$ 2,926,891	2.89%	$ 5,764,073
6/30/2011	$ 2,921,668	0.00%	$ 2,921,668

Note 13– Other Post Employment Benefits - Continued

Funded Status and Funding Progress - Continued

As of the most recent valuation date, January 1, 2013, the funded status of the OPEB Plan is as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded AAL UAAL	Funded Ratio	Covered Payroll	UAAL as a Percentage Covered Payroll
1/1/2011	$ -	$ 26,402,926	$ 26,402,926	0.0%	$ 20,155,927	130.99%
1/1/2013	$ -	$ 28,918,129	$ 28,918,129	0.0%	$ 20,085,501	143.98%

Actuarial Methods and Assumptions

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continued revision as a result are compared to past expectations and new estimates are made about the future Actuarial calculations reflect a long-term perspective.

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 at that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and plan members in the future.

Calculations are based on the plan in effect at January 1, 2013. The assumptions used in the January 1, 2013 actuarial valuation are as follows:

Valuation date	January 1, 2013
Actuarial cost method	Projected unit credit
Amortization method	Level Percentage of Pay, open
Amortization period	30 Years
Asset valuation method	Market Value of Assets
Actuarial assumptions:	
Investment rate of return*	4.00%
Pre-Medicare trend rate	8.50%-5.00%
Year of Ultimate trend rate	2018
*Includes inflation at	3.00%

Note 14 – Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused leave benefits. A maximum of 192 hours of unused leave benefits will be paid to employees upon separation from County service. In the normal course of business, all payments of these accumulated benefits will be funded from appropriations of the year in which they are to be paid from the fund for which the employee's compensation is funded. While the General Fund covers a majority of the cost of compensated absences, Commissary, Jail Operations, Drug Abuse Treatment, 911 Emergency Telephone, Victim Witness and Special Services funds all contribute to compensated absences for employees paid through those funds.

Note 14 – Compensated Absences – Continued

	Balance at July 1, 2013	Additions	Reductions	Balance at June 30, 2014	Amount Due In One Year
Primary Government:					
Governmental Activities:					
Compensated absences	$ 1,223,613	$ 688,111	$ 685,223	$ 1,226,501	$ 686,841
Business Type Activities:					
Compensated absences	36,205	19,123	20,275	35,053	19,630
Total Primary Government	$ 1,259,818	$ 707,234	$ 705,498	$ 1,261,554	$ 706,470
Component Units:					
Board of Health:					
Compensated absences	$ 537,317	$ 338,118	$ 306,271	$ 569,164	$ 324,423
Parks & Recreation Authority:					
Compensated absences	67,921	57,146	44,547	80,520	31,818
Total Component Units	$ 605,238	$ 395,264	$ 350,818	$ 649,684	$ 356,241

Note 15 - Capital Leases

As of December 1, 2003, the County entered into a capital lease with the Central Valdosta Development Authority for the purchase of the Judicial Complex. During FY13 the bonds held by the Central Valdosta Development Authority were refunded and new bonds were issued through the Lowndes County Public Facility Authority. The county entered into a capital lease with the Lowndes County Public Facility for the purchase of the Judicial Complex.

Various capital leases were entered into through the ACCG lease program for the acquisition of a building and equipment. The assets acquired through capital leases for governmental activities are as follows:

Buildings	15,500,000
Equipment	8,130,501
Less: Accumulated Depreciation	(8,669,142)
Total	$ 14,961,359

The FY14 amortization expense of $1,307,592 was included in the depreciation expense.

Intergovernmental Agreement

As of August 1996, the County entered into an intergovernmental funding agreement with the Valdosta-Lowndes Development Authority to secure bonds issued by the Authority for $ 5,000,000 to finance acquisition and development of industrial sites. The bonds have a floating interest rate based on a percentage of the London Interbank Offer Rate. The bonds were payable “interest only” until January 1, 1999 after which, annual payments of principal are due. The bonds mature January 1, 2017. The balance as of June 30, 2014 is $ 1,265,000.

As of December 2008, the County entered into an intergovernmental funding agreement with the Valdosta-Lowndes Development Authority to secure bonds issued by the Authority for $ 15,000,000 to finance acquisition and development of industrial sites. The bonds have a variable fixed interest rate. The bonds mature February 1, 2024. The balance as of June 30, 2014 is $ 11,595,000.

Note 16 – Long-Term Debt

The following is a summary of long-term debt transactions of the County for the year ended June 30, 2014:

	Balance at July 1, 2013	Additions	Reductions	Balance at June 30, 2014	Amount Due In One Year
Governmental Activities					
Capital leases - CVDA	$ 730,000	$ -	$ 730,000	$ -	$ -
Capital leases - Public Facility Author	9,265,000	-	80,000	9,185,000	840,000
Capital leases - Fleet Fund	69,700	-	16,400	53,300	16,400
Total capital leases	10,064,700	-	826,400	9,238,300	856,400
General Obligation Sales Tax Bonds	7,900,000	-	7,900,000	-	-
Unamortized Bond Premium	860,839	-	395,526	465,313	40,714
Total bonds payable	8,760,839	-	8,295,526	465,313	40,714
Total Governmental Activities	$ 18,825,539	$ -	$ 9,121,926	$ 9,703,613	$ 897,114

	Balance at July 1, 2013	Additions	Reductions	Balance at June 30, 2014	Amount Due In One Year
Business - Type Activities					
Revenue bonds (2005)	$ 1,760,000	$ -	$ 1,175,000	$ 1,200,000	$ 585,000
Revenue bonds (2013)	7,520,000	-	25,000	7,420,000	100,000
Unamortized Bond Premium	296,467	-	19,409	277,058	20,479
Total Business-Type Activities	$ 9,576,467	$ -	$ 1,219,409	$ 8,897,058	$ 705,479

Internal service funds predominately serve the governmental funds. Accordingly, the long-term liabilities for them are included as part of the totals for governmental activities. The additions to capital leases from the internal service Fleet Fund are accounted for in the government-wide statement of net position but are not reflected in the governmental fund statements which do not include the internal service funds.

Governmental activities debt is paid for by direct appropriation of funds for the Lowndes County Public Facility lease in the general fund and by allocation of rental payments for capital assets from applicable general fund departments.

The original issue date, interest rate and original issue amount for the County's long-term obligations are as follows:

	Purpose	Original Issue Date	Interest Rate	Original Issue Amount	Maturity Date	Annual Installments
Governmental Activities						
Capital Lease	Equipment	2007	3.95%	$ 2,048,000	2017	Variable
Capital Lease	Judicial/Admin Complex Building	2012	Fixed	$ 9,265,000	2024	Variable
Business Activities						
Revenue Bonds	Water & Sewer Capital Improvements	2006	Fixed	$ 12,500,000	2016	Variable
Revenue Bonds	Water & Sewer Capital Improvements	2013	Fixed	$ 7,545,000	2025	Variable

Note 16 – Long-Term Debt – Continued

Fixed interest rates on the Judicial Complex Building capital lease range from 2.00% in 2014 to 3.00% in 2024. Annual principal installments range from $700,000 in 2014 to $1,020,000 in 2024.

Fixed interest rates on the Water & Sewer revenue bonds range from 2.00% in 2014 to 3.00% in 2022. Annual principal installments range from $570,000 in 2014 to $880,000 in 2025.

The following is a summary of the County's future annual debt service requirements on long-term obligations:

	Governmental Activities	
	Capital Leases	
Year Ending June 30,	Principal	Interest
2015	$ 856,400	$ 215,288
2016	866,400	197,835
2017	886,400	180,175
2018	889,100	162,241
2019	905,000	144,500
2020-2024	4,835,000	414,300
Total	$ 9,238,300	$ 1,314,339

The following is a summary of the County's future annual debt service requirements on long-term obligations:

	Revenue Bonds	
Year Ending June 30,	Principal	Interest
2015	$ 685,000	$ 217,213
2016	715,000	185,962
2017	735,000	160,900
2018	750,000	146,200
2016	765,000	131,200
2020-2024	4,090,000	395,450
2025	880,000	17,600
Total	$ 8,620,000	$ 1,254,525

Note 17 – Legal Debt Margin

The legal debt limit of the County for general obligation debt is determined by the Constitution of Georgia to be 10% of the total assessed value of all real, personal, and public utility property less any debt applicable to the limit. The legal debt margin as June 30, 2014 was $289,824,357 based on a total assessed values of $2,898,243,575 and no general obligation debt outstanding.

Note 18 – Landfill Postclosure Cost

	Balance at July 1, 2013	Additions	Reductions	Balance at June 30, 2014	Amount Due In One Year
Business Type Activities:					
Postclosure care cost	$ 933,493	$ -	$ 58,882	$ 874,611	$ 72,884

State and federal laws and regulations require the County to cover a landfill and maintain monitoring functions for thirty years after closure. The County has accrued the expected postclosure cost for the landfill that closed November 1996. The amount accrued of $933,493 represents 100% of the total estimated remaining postclosure cost which is made up of estimated monitoring costs and maintenance costs. This estimate is subject to change based on changes in technology or applicable laws and regulations. Solid waste host fees are utilized to cover the postclosure cost.

Note 19 – Component Units

A. Lowndes County Board of Health

Basis of Presentation The financial statements of the Lowndes County Board of Health (Board) have been prepared in accordance with generally accepted accounting principles (GAAP) for local governmental units and, accordingly, reflect all significant receivables, payables, and other liabilities. The Board uses funds to report on its financial position and results of its operations. The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect amounts reported in the financial statements. Actual results may differ from those estimates.

Basis of Accounting The accrual basis of accounting is followed by the Board. Revenues are recognized when an exchange takes place or when all eligibility requirements have been satisfied.

Cash and Cash Equivalents Cash and cash equivalents of the Board are not a part of the County's cash management pool and are reported as part of "Cash and Cash Equivalents in Segregated Accounts".

Note 19 – Component Units - Continued

A. Lowndes County Board of Health -Continued

Property and Equipment Property and equipment are carried at cost or, if donated, the fair value on the date donated. Depreciation is computed using the straight-line method over the estimated useful life of the asset. Property and equipment as of June 30, 2014, was as follows:

Equipment	$ 2,524,273
Vehicles	184,484
Less: Accumulated Depreciation	(2,208,305)
Net Property and Equipment	$ 500,452

Retirement Plan
The employees of the Health Department participate in the Georgia State Employees Retirement System, a multi-employer, defined contribution plan. The Plan is administered by the State of Georgia, and accumulated benefits and Plan assets are not determined or allocated to the individual participating governmental entities. The Georgia State Employees' Retirement System of Georgia requires ten years of continuous service to become fully vested. The total retirement contributions to the Georgia State Employees Retirement System for the year ended June 30, 2014 were $861,536. Ten-year historical trend information and relevant actuarial information may be obtained from the Employee's Retirement System, Two Northside 75, Suite 300, Atlanta, Georgia 30316-7778 or calling 1-406-352-6400.

B. Valdosta-Lowndes Development Authority

Basis of Accounting. The financial statements of Valdosta-Lowndes Development Authority (the Authority) have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities. The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect amounts reported in the financial statements. Actual results may differ from those estimates.

Cash and Cash Equivalents The Authority considers all highly liquid instruments purchased with a maturity of less than three months to be cash equivalents. Cash and cash equivalents and investments of the Authority are presented as "Cash and Cash Equivalents in Segregated Accounts" and "Investments in Segregated Accounts", respectively.

Property and Equipment Property and equipment are carried at cost or, if donated, the fair value on the date donated. Depreciation is computed using the straight-line method over the estimated useful life of the asset. Property and equipment as of June 30, 2014, was as follows:

Land	$ 17,323,798
Land improvements	8,852,791
Equipment	286,965
Less: Accumulated Depreciation	(4,942,669)
Net Property and Equipment	$ 21,520,885

Note 19 – Component Units - Continued

B. Valdosta-Lowndes Development Authority - Continued

Bonds Payable In 1996, the Authority issued bonds in the amount of $5,000,000 to finance acquisition and development of industrial sites in Lowndes County, Georgia. The revenue bonds have a maturity date of January 1, 2017. The bonds have a floating interest rate based on a percentage of the London Interbank Offer Rate. The bonds were payable "interest only" until January 1, 1999, after which, annual payments of principal are due. The bonds are secured by an "inter governmental" funding agreement between the Authority and Lowndes County, Georgia.

The following is a summary of the Authority's future annual debt service requirements on bonds payable:

	Bonds	
Year Ending June 30,	Principal	Interest
2015	$ 395,000	$ 14,137
2016	420,000	10,223
2017	450,000	5,288
Total	$ 1,265,000	$ 29,648

Bonds Payable In December 2008, the Authority issued bonds in the amount of $15,000,000 to finance acquisition and development of industrial sites in Lowndes County, Georgia. The revenue bonds have a maturity date of February 1, 2024. The bonds have a variable fixed interest rate. The bonds are secured by an "inter governmental" funding agreement between the Authority and Lowndes County, Georgia.

The following is a summary of the Authority's future annual debt service requirements on bonds payable:

	Bonds	
Year Ending June 30,	Principal	Interest
2015	$ 835,000	$ 843,198
2016	895,000	785,165
2017	955,000	722,963
2018	1,025,000	656,590
2019	1,095,000	585,353
2020-2024	6,790,000	1,601,250
Total	$ 11,595,000	$ 5,194,519

Note 19 – Component Units - Continued

B. Valdosta-Lowndes Development Authority - Continued

During the year ended June 30, 2014 interest paid on the 1996 and 2008 Series Bonds was in the amount of $889,033.

C. Valdosta-Lowndes County Parks and Recreation Authority

Basis of Accounting. The financial statements of Valdosta Lowndes County Parks and Recreation Authority (the Authority) have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities. The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect amounts reported in the financial statements. Actual results may differ from those estimates.

Cash and Cash Equivalents The Authority considers all highly liquid instruments purchased with a maturity of less than three months to be cash equivalents. Cash and cash equivalents and investments of the Authority are presented as "Cash and Cash Equivalents in Segregated Accounts" and "Investments in Segregated Accounts", respectively.

Property and Equipment Property and equipment are carried at cost or, if donated, the fair value on the date donated. Depreciation is computed using the straight-line method over the estimated useful life of the asset.
Property and equipment as of June 30, 2014, was as follows:

Land	$ 3,551,052
Construction in progress	9,100
Land improvements	5,760,382
Equipment	700,060
Vehicles	100,230
Less: Accumulated Depreciation	(1,782,992)
Net Property and Equipment	$ 8,337,832

Note 20 – Insurance Pools

A. ACCG – Group Self-Insurance Workers Compensation and Interlocal Risk Management Agency

The County may be subject to risk of loss due to torts; theft of , damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County covers these risks through the purchase of insurance coverage through ACCG- Group Self-Insurance Workers' Compensation Fund and the ACCG-Interlocal Risk Management Agency. These are public entity risk pools currently operating as common risk management and insurance programs for member local governments.

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

Note 20 – Insurance Pools - Continued

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

Settled claims in the past three years have not exceeded the coverage. There was no significant reduction in insurance coverage from the prior year.

Note 21 – Joint Ventures

The County and the City of Valdosta jointly govern the Valdosta-Lowndes County Airport Authority and the Valdosta-Lowndes County Conference Center and Tourism Authority as is described in Note 1 - Reporting Entity. The County does not retain an ongoing financial interest or responsibility in the Valdosta-Lowndes County Airport Authority.

The County, in conjunction with cities and counties in the (10) county South Georgia area are members of the Southern Georgia Regional Commission. Membership in a Regional Commission is automatic for each municipality and county in the state. The official Code Georgia Section 50-8-34 (Georgia Planning Act of 1989) provides for the organizational structure of the Regional Commission's. 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 $69,228 to the Regional Commission for the year ended June 30, 2014. The Regional Commission 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 non-public 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 instrumentality's of their members". Georgia laws also provide that the member governments are liable for any debts or obligations of an Regional Commission beyond its resources. (O.C.G.A. 50-8-39.1)

A copy of the financial report can be obtained at the following address:

Southern Georgia Regional Commission
3395 Harris Road
Waycross. Georgia 31503

Note 22 – Related Party Transactions

The County appropriated $289,237 to the Valdosta - Lowndes County Airport Authority and $112,420 to the Valdosta-Lowndes County Conference Center and Tourism Authority.

Note 23 – Contingent Liabilities

The site purchased for building of the Judicial and Administrative Complex was given environmental clearance at the time of sale but it was discovered that there was leakage of petroleum products from a former gas station site that had not been detected. The County has completed the process of cleaning up the site in cooperation with the

Note 23 – Contingent Liabilities - Continued

Environmental Protection Agency and will receive some funding from them for the clean up cost. There will be continued monitoring of the site and the County will incur the cost for that monitoring.

The County participates in federal and state assisted grant programs subject to program compliance audits by the grantors or their representatives. It is the County's opinion that no material unrecorded liabilities will arise from audits previously performed or to be performed. Regardless, receipt of these federal and state grant revenues is not assured in the future.

Commitments. The County is contingently liable for the obligations of two authorities through funding agreements. The first is with the Valdosta-Lowndes Development Authority guaranteeing the funding necessary for the repayment of Valdosta-Lowndes Development Authority Industrial Development Revenue Bonds, Series 1997, in the aggregate principal amount of $5,000,000 and Valdosta-Lowndes Development Authority Industrial Development Revenue Bonds, Series 2013, in the aggregate principal amount of $15,000,000.

Commitments. The second funding agreement is with the Hospital Authority of Valdosta and Lowndes County, Georgia guaranteeing the funding necessary for the repayment of Hospital Authority of Valdosta and Lowndes County, Georgia Revenue Certificates, Series 2013B, in the aggregate principal amount of $148,280,000. The certificates are to be retired from revenues generated from the operations of South Georgia Medical Center.

Litigation. The County is a defendant in a number of claims and lawsuits. The County Attorney has reviewed these claims and lawsuits, and has concluded that it is not possible to evaluate the probability of an unfavorable outcome or to estimate the amount of potential loss. As a result and pursuant to Financial Accounting Standards Board Statement No. 5 (Accounting for Contingencies), no liabilities have been recorded. County management is of the opinion that any actual losses will not be material to the County.

Liability Insurance. The County acquires insurance for liability claims. The County is responsible for the first $2,500 per occurrence for general liability and the first $5,000 per occurrence for Public Officials Liability, Law Enforcement Liability, errors, and omissions

Note 24 – Accountability

Deficit Net Positions and Fund Balances

The following funds had deficits at June 30, 2014:

Enterprise Fund:
Special Tax Lighting District Fund – The net position deficit of $83,089 is due to rising utility cost.
The Board of Commissioners are reviewing different fee structures to fund the deficit.

Internal Service Fund:
Fleet Fund – The net position deficit of $11,741 is due to rising repair cost.
The future funding of the Fleet Fund will fund the deficit.

Health Insurance Fund – The net position deficit of $548 is due to rising health care claims.
The future funding of the Health Insurance Fund will fund the deficit.

Note 25 – Assignment

Georgia code section 48-8-91 requires local governments collecting local option sales tax to calculate a reduction of the local millage rate based on the prior year collections of the local option sales tax. The assignment of fund balance for property tax roll back, accounts for the annual collection of local option sales tax fund that will be used in the calculation for the next year's millage rate reduction.

Note 26 – New Funds

A new capital projects fund which is titled the SPLOST VII Fund was established to account for the new SPLOST that began on January 1, 2014. These new funds are required to be maintained in a separate fund.

A new agency fund which is tittle the Probate Court Agency Fund was establish to account for fund collected and disbursed in the Probate Court office. The Probate Court had processed all these funds through the County in prior years.

Note 27 – Prior Year Adjustment

	Valdosta-Lowndes Development Authority
Net Position, Beginning of Year	$ 12,542,789
Effect of removing unamortized bond costs from the Statement of Position	(66,905)
Net Position, Restated	$ 12,475,884

Note 28 – Subsequent Event

Subsequent events were evaluated through December 31, 2014, which is the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTAL INFORMATION

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LOWNDES COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES:				
Taxes	$ 40,560,500	$ 41,860,500	$ 41,888,302	$ 27,802
Licenses and permits	4,000	4,000	4,229	229
Intergovernmental revenues	229,020	429,020	466,359	37,339
Charges for services	3,630,305	3,630,305	3,582,276	(48,029)
Fines and forfeitures	1,725,000	1,755,000	1,757,452	2,452
Investment income	6,500	16,500	16,522	22
Miscellaneous	12,000	77,000	81,747	4,747
TOTAL REVENUES	**46,167,325**	**47,772,325**	**47,796,887**	**24,562**
EXPENDITURES:				
GENERAL GOVERNMENT				
Board of Commissioners				
Personal services	144,774	146,774	146,671	(103)
Supplies	1,501	1,501	1,622	121
Other services and charges	39,678	45,178	44,817	(361)
	185,953	193,453	193,110	(343)
County Manager				
Personal services	293,924	310,924	310,253	(671)
Supplies	150	150	116	(34)
Other services and charges	7,968	7,968	8,563	595
	302,042	319,042	318,932	(110)
County Clerk				
Personal services	172,892	174,392	174,127	(265)
Supplies	1,228	1,228	362	(866)
Other services and charges	4,953	4,953	5,993	1,040
	179,073	180,573	180,482	(91)

See accompanying note to budgetary comparison schedules.

LOWNDES COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
Board of Elections				
Personal services	309,459	330,459	340,947	10,488
Supplies	20,300	20,300	15,578	(4,722)
Other services and charges	56,480	66,480	60,403	(6,077)
	386,239	417,239	416,928	(311)
County Attorney				
Other services and charges	400,000	416,500	416,198	(302)
	400,000	416,500	416,198	(302)
Finance				
Personal services	399,477	399,477	402,318	2,841
Supplies	2,500	2,500	4,100	1,600
Other services and charges	159,981	149,981	142,398	(7,583)
	561,958	551,958	548,816	(3,142)
Human Resources				
Personal services	236,277	246,777	251,094	4,317
Supplies	3,700	3,700	3,360	(340)
Other services and charges	612,003	632,003	627,626	(4,377)
	851,980	882,480	882,080	(400)
Information Technology Services				
Personal services	496,235	496,235	493,792	(2,443)
Supplies	18,350	18,350	18,719	369
Other services and charges	453,358	493,358	493,671	313
Capital outlay	200,000	335,000	335,912	912
	1,167,943	1,342,943	1,342,094	(849)
General Facilities				
Supplies	9,990	9,990	2,367	(7,623)
Other services and charges	116,800	122,300	129,806	7,506
	126,790	132,290	132,173	(117)

See accompanying note to budgetary comparison schedules.

LOWNDES COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
Tax Commissioner				
Personal services	1,035,683	1,119,183	1,132,279	13,096
Supplies	19,920	19,920	19,921	1
Other services and charges	153,472	153,472	139,905	(13,567)
	1,209,075	1,292,575	1,292,105	(470)
Board of Assessors				
Personal services	1,177,888	1,177,888	1,202,299	24,411
Supplies	21,369	21,369	18,619	(2,750)
Other services and charges	172,281	274,781	252,702	(22,079)
	1,371,538	1,474,038	1,473,620	(418)
Facilities Maintenance				
Personal services	961,421	1,020,421	1,042,819	22,398
Supplies	30,600	30,600	32,676	2,076
Other services and charges	2,281,117	2,281,117	2,256,027	(25,090)
	3,273,138	3,332,138	3,331,522	(616)
Engineering				
Personal services	498,038	511,538	525,926	14,388
Supplies	10,652	10,652	10,566	(86)
Other services and charges	76,198	76,198	61,567	(14,631)
	584,888	598,388	598,059	(329)
Contingency				
Other services and charges	187,493	117,493	110,698	(6,795)
	187,493	117,493	110,698	(6,795)
Total - General Government	**10,788,110**	**11,251,110**	**11,236,817**	**(14,293)**

See accompanying note to budgetary comparison schedules.

LOWNDES COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
JUDICIAL				
Superior Court				
Personal services	304,611	365,611	359,386	(6,225)
Supplies	1,160	1,160	498	(662)
Other services and charges	28,858	28,858	35,584	6,726
	334,629	395,629	395,468	(161)
Clerk of Court				
Personal services	1,002,464	1,013,464	1,031,888	18,424
Supplies	9,000	9,000	11,592	2,592
Other services and charges	254,082	254,082	286,180	32,098
Capital outlay	60,330	60,330	6,438	(53,892)
	1,325,876	1,336,876	1,336,098	(778)
District Attorney				
Other services and charges	723,887	723,887	722,677	(1,210)
	723,887	723,887	722,677	(1,210)
District Court Administrator				
Other services and charges	4,800	4,800	4,800	-
	4,800	4,800	4,800	-
State Court				
Personal services	695,590	717,590	718,293	703
Supplies	8,428	8,428	9,025	597
Other services and charges	79,492	79,492	78,029	(1,463)
	783,510	805,510	805,347	(163)
Magistrate Court				
Personal services	629,355	684,855	674,531	(10,324)
Supplies	13,861	13,861	16,172	2,311
Other services and charges	31,024	31,024	38,663	7,639
	674,240	729,740	729,366	(374)
Probate Court				
Personal services	331,485	354,985	351,253	(3,732)
Supplies	2,276	2,276	2,875	599
Other services and charges	15,784	15,784	18,513	2,729
	349,545	373,045	372,641	(404)
Ankle Monitor				
Personal services	64,910	64,910	65,075	165
Supplies	1,050	1,050	754	(296)
Other services and charges	78,532	68,532	67,474	(1,058)
	144,492	134,492	133,303	(1,189)

See accompanying note to budgetary comparison schedules.

LOWNDES COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
Juvenile Court				
Personal services	86,648	111,148	106,428	(4,720)
Other services and charges	16,900	16,900	20,967	4,067
	103,548	128,048	127,395	(653)
Probation				
Other services and charges	3,904	10,904	10,688	(216)
	3,904	10,904	10,688	(216)
Circuit Public Defender				
Other services and charges	812,000	814,000	813,478	(522)
	812,000	814,000	813,478	(522)
Total - Judicial	**5,260,431**	**5,456,931**	**5,451,261**	**(5,670)**
PUBLIC SAFETY				
Sheriff				
Personal services	12,218,374	13,648,374	13,640,806	(7,568)
Supplies	79,504	94,504	95,257	753
Other services and charges	3,555,339	4,045,339	4,055,128	9,789
Capital outlay	-	200,000	191,828	(8,172)
	15,853,217	17,988,217	17,983,019	(5,198)
Animal Control				
Personal services	453,191	510,191	505,358	(4,833)
Supplies	37,250	37,250	36,758	(492)
Other services and charges	169,361	169,361	176,672	7,311
Capital outlay	-	65,000	62,240	(2,760)
	659,802	781,802	781,028	(774)
Emergency Medical Services				
Other services and charges	878,623	878,623	878,623	-
	878,623	878,623	878,623	-
Coroner				
Personal services	56,950	81,950	79,327	(2,623)
Supplies	500	500	2,442	1,942
Other services and charges	23,658	35,658	35,981	323
	81,108	118,108	117,750	(358)
Emergency Management Agency				
Personal services	81,305	87,805	87,435	(370)
Supplies	1,300	5,800	5,596	(204)
Other services and charges	52,552	68,552	68,525	(27)
	135,157	162,157	161,556	(601)
Total - Public Safety	**17,607,907**	**19,928,907**	**19,921,976**	**(6,931)**

See accompanying note to budgetary comparison schedules.

LOWNDES COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
PUBLIC WORKS				
Administration				
Personal services	335,837	337,337	341,851	4,514
Supplies	6,200	6,200	4,956	(1,244)
Other services and charges	47,815	47,815	43,911	(3,904)
	389,852	391,352	390,718	(634)
Road Maintenance				
Personal services	1,883,066	2,062,566	2,062,340	(226)
Supplies	22,438	30,938	30,984	46
Other services and charges	1,099,566	1,239,566	1,240,095	529
Capital outlay	-	13,000	12,048	(952)
	3,005,070	3,346,070	3,345,467	(603)
Road Construction				
Personal services	475,855	476,355	476,262	(93)
Supplies	1,345	1,345	1,688	343
Other services and charges	325,959	326,959	326,586	(373)
	803,159	804,659	804,536	(123)
Traffic Signals				
Other services and charges	153,900	166,400	166,074	(326)
	153,900	166,400	166,074	(326)
Total - Public Works	**4,351,981**	**4,708,481**	**4,706,795**	**(1,686)**

See accompanying note to budgetary comparison schedules.

LOWNDES COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
HEALTH AND WELFARE				
Feed The Elderly				
Other services and charges	-	24,000	23,823	(177)
	-	24,000	23,823	(177)
Mental Health Department				
Other services and charges	75,000	75,000	75,000	-
	75,000	75,000	75,000	-
Public Health Department				
Other services and charges	335,000	335,000	330,634	(4,366)
	335,000	335,000	330,634	(4,366)
Extension Services				
Supplies	2,800	2,800	2,829	29
Other services and charges	133,217	133,717	133,542	(175)
	136,017	136,517	136,371	(146)
Family Services				
Other services and charges	124,500	124,500	124,500	-
	124,500	124,500	124,500	-
Total - Health and Welfare	**670,517**	**695,017**	**690,328**	**(4,689)**

See accompanying note to budgetary comparison schedules.

LOWNDES COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
CULTURE AND RECREATION				
Libraries				
Other services and charges	1,002,500	1,056,000	1,055,461	(539)
	1,002,500	1,056,000	1,055,461	(539)
Parks and Recreation Authority				
Other services and charges	3,500,000	3,626,000	3,625,616	(384)
	3,500,000	3,626,000	3,625,616	(384)
Total - Culture & Recreation	**4,502,500**	**4,682,000**	**4,681,077**	**(923)**
HOUSING AND DEVELOPMENT				
Equalization Board				
Other services and charges	15,000	15,000	26,652	11,652
	15,000	15,000	26,652	11,652
Moody Support Group				
Other services and charges	30,000	30,000	18,360	(11,640)
	30,000	30,000	18,360	(11,640)
Development Authority				
Other services and charges	3,000,000	3,000,000	2,902,315	(97,685)
	3,000,000	3,000,000	2,902,315	(97,685)
Total - Housing & Development	**3,045,000**	**3,045,000**	**2,947,327**	**(97,673)**
TOTAL EXPENDITURES	**46,226,446**	**49,767,446**	**49,635,581**	**(131,865)**
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(59,121)	(1,995,121)	(1,838,694)	156,427
OTHER FINANCING SOURCES (USES)				
Transfers In	889,000	889,000	889,000	-
Transfers Out	(829,879)	(829,879)	(829,879)	-
TOTAL OTHER FINANCING SOURCES (USES)	59,121	59,121	59,121	-
NET CHANGE IN FUND BALANCE	-	(1,936,000)	(1,779,573)	156,427
FUND BALANCE, BEGINNING OF YEAR	-	1,936,000	16,761,484	14,825,484
FUND BALANCES AT END OF YEAR	$ -	$ -	$ 14,981,911	$ 14,981,911

See accompanying note to budgetary comparison schedules.

LOWNDES COUNTY, GEORGIA
NOTES TO BUDGETARY COMPARISON SCHEDULES
For the Year Ended June 30, 2014

Note 1 - Budgetary Basis of Accounting

While reporting financial position, results of operations, and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the Budgetary Basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Statements of Revenues, Expenditures, and Changes in Fund Balance—Budget and Actual for the general and major special revenue funds are presented on the Budgetary Basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP Basis are as follows:

1. Encumbrances are treated as expenditures under the Budgetary Basis.

There were no encumbrances for any fund for the year ending June 30, 2014.

LOWNDES COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2014

SCHEDULE OF FUNDING PROGRESS – PENSION
2007-2013
(Unaudited)

Calendar Year	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded AAL UAAL	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
2013	$ 29,886,972	$ 39,900,314	$ 10,013,342	74.9%	$ 16,552,162	60.5%
2012	25,996,693	37,170,867	11,174,174	69.9%	16,550,770	67.5%
2011	23,810,554	34,722,635	10,912,081	68.6%	16,161,704	67.5%
2010	21,876,638	32,291,448	10,414,810	67.7%	15,438,775	67.5%
2009	21,092,177	29,391,168	8,298,991	71.8%	14,704,109	56.4%
2008	18,977,095	25,798,820	6,821,725	73.6%	13,630,463	50.0%

Note: See assumptions used for the schedule of Funding Progress in Note 11 to the financial statements.

SCHEDULE OF FUNDING PROGRESS – OPEB
2013
(Unaudited)

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded AAL UAAL	Funded Ratio	Covered Payroll	UAAL as a Percentage Covered Payroll
1/1/2011	$ -	$ 26,402,926	$ 26,402,926	0.0%	$ 20,155,927	130.99%
1/1/2013	$ -	$ 28,918,129	$ 28,918,129	0.0%	$ 20,085,501	143.98%

Note: See assumptions used for the schedule of Funding Progress in Note 13 to the financial statements.

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COMBINING AND INDIVIDUAL FUND SCHEDULES

MAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECT FUNDS

The Capital Project Funds account for financial resources to be used for the acquisition or construction of major capital facilities.

Capital Projects Special Sales Tax VI Fund – To account for the special purpose local option sales tax that was renewed for the sixth time by referendum. The revenue is restricted to the stated purposes of the referendum.

Capital Projects Special Sales Tax VII Fund – To account for the special purpose local option sales tax that was renewed for the seventh time by referendum. The revenue is restricted to the stated purposes of the referendum.

LOWNDES COUNTY, GEORGIA
CAPITAL PROJECTS SALES TAX VI FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Taxes	$ 10,500,000	$ 10,500,000	$ 10,451,573	$ (48,427)
Investment income	5,000	5,000	13,090	8,090
TOTAL REVENUES	10,505,000	10,505,000	10,464,663	(40,337)
EXPENDITURES				
Current				
Public works	-	400,000	796,554	396,554
Intergovernmental	5,250,000	5,250,000	4,591,376	(658,624)
Debt service	8,100,000	8,100,000	8,265,125	165,125
TOTAL EXPENDITURES	13,350,000	13,750,000	13,653,055	(96,945)
EXCESS OF REVENUES OVER EXPENDITURES	(2,845,000)	(3,245,000)	(3,188,392)	56,608
FUND BALANCE AT BEGINNING OF YEAR	2,845,000	3,245,000	5,740,363	2,495,363
FUND BALANCE AT END OF YEAR	$ -	$ -	$ 2,551,971	$ 2,551,971

See accompanying note to budgetary comparison schedules.

LOWNDES COUNTY, GEORGIA
CAPITAL PROJECTS SALES TAX VII FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Taxes	$ -	$ 10,000,000	$ 10,232,346	$ 232,346
Investment income	-	-	288	288
TOTAL REVENUES	-	10,000,000	10,232,634	232,634
EXPENDITURES				
Current				
Public works	-	-	144,568	144,568
Intergovernmental	-	6,000,000	5,974,667	(25,333)
Capital outlay	-	3,800,000	1,373,741	(2,426,259)
TOTAL EXPENDITURES	-	9,800,000	7,492,976	(2,307,024)
EXCESS OF REVENUES OVER EXPENDITURES	-	200,000	2,739,658	2,539,658
OTHER FINANCING SOURCES (USES):				
Transfers Out	-	(200,000)	(81,390)	118,610
TOTAL OTHER FINANCING SOURCES (USES)	-	(200,000)	(81,390)	118,610
NET CHANGE IN FUND BALANCE	-	-	2,658,268	2,658,268
FUND BALANCE AT BEGINNING OF YEAR	-	-	-	-
FUND BALANCE AT END OF YEAR	$ -	$ -	$ 2,658,268	$ 2,658,268

See accompanying note to budgetary comparison schedules.

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted for specific purposes.

Special Services Fund – To account for the revenues and expenditures that are derived and expended in the unincorporated areas of the County.

Commissary Fund – To account for funds received through commissary services at the jail.

Seizures Special Revenue – To account for funds received through drug seizures.

Hotel/Motel Tax – To account for tax revenue accessed for hotel/motel accommodations.

Intergovernmental Grants – To account for various grant revenues received.

Jail Operations – To account for funds accessed with fines and designated for the operations of jails.

911 Emergency Telephone – To account for funds collected and designated for the operations of the 911 emergency services.

Drug Abuse Treatment – To account for funds accessed with fines and designated for drug abuse education and treatment programs.

Victim Assistance – To account for funds accessed with fines and designated for the assistance programs for victims of crime.

Law Library – To account for funds accessed with fines and designated for the maintenance of a law library.

NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECT FUNDS

The Capital Project Funds account for financial resources to be used for the acquisition or construction of major capital facilities.

Capital Projects Judicial Complex & Jail Fund - To account for the funds borrowed for the building of new Judicial and Administration Complex.

Capital Projects Special Sales Tax V Fund – To account for the special purpose local option sales tax that was renewed for the fifth time by referendum. The revenue is restricted to the stated purposes of the referendum.

Capital Projects Public Roads Fund – To account for LMIG road funds from the Georgia Department of Transportation. The revenue is restricted for road and bridge work.

LOWNDES COUNTY, GEORGIA
ALL NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2014

	Total Nonmajor Special Revenue Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS			
Equity in pooled cash and cash equivalents	$ 1,377,108	$ 1,237,219	$ 2,614,327
Cash and cash equivalents in segregated accounts	934,056	1,998,419	2,932,475
Certificate of deposit	388,708	-	388,708
Accounts receivable	662,254	-	662,254
Due from other governments	135,238	-	135,238
TOTAL ASSETS	$ 3,497,364	$ 3,235,638	$ 6,733,002
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts payable	$ 430,288	$ 326,618	$ 756,906
Accrued wages	91,995	-	91,995
Interfund payable	169,338	-	169,338
TOTAL LIABILITIES	691,621	326,618	1,018,239
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	7,622	-	7,622
TOTAL DEFERRED INFLOWS OF RESOURCES	7,622	-	7,622
FUND BALANCES (DEFICITS)			
Restricted for capital projects	-	2,909,020	2,909,020
Restricted for jail operations	572,588	-	572,588
Restricted for tourism	71,688	-	71,688
Restricted for drug enforcement operations	973,562	-	973,562
Restricted for drug education and treatment	34,322	-	34,322
Restricted for law library	325,808	-	325,808
Restricted for victim assistance	27,397	-	27,397
Restricted for 911 emergency telephone	86,662	-	86,662
Assigned for unincorporated services	706,094	-	706,094
Unassigned	-	-	-
TOTAL FUND BALANCES (DEFICITS)	2,798,121	2,909,020	5,707,141
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	$ 3,497,364	$ 3,235,638	$ 6,733,002

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
ALL NONMAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For The Year Ending June 30, 2014

	Total Nonmajor Special Revenue Funds	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
REVENUES			
Taxes	$ 3,795,205	$ -	$ 3,795,205
Licenses and permits	126,578	-	126,578
Intergovernmental revenues	1,359,391	932,053	2,291,444
Charges for services	2,019,070	-	2,019,070
Fines and forfeitures	1,342,143	-	1,342,143
Investment income	14,768	3,523	18,291
Miscellaneous	525,536	-	525,536
TOTAL REVENUES	9,182,691	935,576	10,118,267
EXPENDITURES			
Current			
General government			
Legislative	132,749	-	132,749
Judicial	619,708	196,278	815,986
Public safety	6,702,213	-	6,702,213
Public works	187,282	320,616	507,898
Health and welfare	180,000	-	180,000
Housing and development	1,244,535	-	1,244,535
Intergovernmental	-	753,767	753,767
Capital outlay	-	768,211	768,211
TOTAL EXPENDITURES	9,066,487	2,038,872	11,105,359
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	116,204	(1,103,296)	(987,092)
OTHER FINANCING SOURCES (USES):			
TRANSFERS IN	998,116	-	998,116
TRANSFERS (OUT)	(603,237)	-	(603,237)
TOTAL OTHER FINANCING SOURCES (USES)	394,879	-	394,879
NET CHANGE IN FUND BALANCES	511,083	(1,103,296)	(592,213)
FUND BALANCE, BEGINNING OF YEAR	2,287,038	4,012,316	6,299,354
FUND BALANCE, END OF YEAR	$ 2,798,121	$ 2,909,020	$ 5,707,141

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
NONMAJOR GOVERNMENTAL FUNDS – SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
June 30, 2014

	Special Services	Commissary	Seizures Special Revenues	Hotel/Motel Tax	Intergovern-mental Grants
ASSETS					
Equity in pooled cash and cash equivalents	$ 711,330	$ 492,653	$ -	$ 60,664	$ 103,582
Cash and cash equivalents in segregated accounts	-	-	736,130	-	-
Certificate of deposit	-	-	237,432	-	-
Receivables (net of allowance for doubtful accounts):					
Accounts	83,478	63,884	-	34,167	-
Due from other governments	-	-	-	-	135,238
TOTAL ASSETS	$ 794,808	$ 556,537	$ 973,562	$ 94,831	$ 238,820
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts payable	$ 47,402	$ 20,264	$ -	$ 23,143	$ 234,967
Accrued wages	34,019	2,255	-	-	3,524
Interfund payable	-	-	-	-	-
TOTAL LIABILITIES	81,421	22,519	-	23,143	238,491
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue	7,293	-	-	-	329
TOTAL DEFERRED INFLOWS OF RESOURCES	7,293	-	-	-	329
FUND BALANCES					
Restricted for jail operations	-	534,018	-	-	-
Restricted for tourism	-	-	-	71,688	-
Restricted for drug enforcement operations	-	-	973,562	-	-
Restricted for drug education and treatment	-	-	-	-	-
Restricted for law library	-	-	-	-	-
Restricted for victim assistance	-	-	-	-	-
Restricted for 911 emergency telephone	-	-	-	-	-
Assigned for unincorporated services	706,094	-	-	-	-
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	706,094	534,018	973,562	71,688	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	$ 794,808	$ 556,537	$ 973,562	$ 94,831	$ 238,820

See independent auditor's report.

Jail Operations	Drug Abuse Treatment	911 Emergency Telephone	Victim Assistance	Law Library	Total
$ -	$ 8,444	$ 105	$ 330	$ -	$ 1,377,108
-	25,878	-	-	172,048	934,056
-	-	-	-	151,276	388,708
89,519	-	359,389	29,333	2,484	662,254
-	-	-	-	-	135,238
$ 89,519	$ 34,322	$ 359,494	$ 29,663	$ 325,808	$ 3,497,364
$ 48,308	$ -	$ 55,883	$ 321	$ -	$ 430,288
1,104	-	49,148	1,945	-	91,995
1,537	-	167,801	-	-	169,338
50,949	-	272,832	2,266	-	691,621
-	-	-	-	-	7,622
-	-	-	-	-	7,622
38,570	-	-	-	-	572,588
-	-	-	-	-	71,688
-	-	-	-	-	973,562
-	34,322	-	-	-	34,322
-	-	-	-	325,808	325,808
-	-	-	27,397	-	27,397
-	-	86,662	-	-	86,662
-	-	-	-	-	706,094
-	-	-	-	-	-
38,570	34,322	86,662	27,397	325,808	2,798,121
$ 89,519	$ 34,322	$ 359,494	$ 29,663	$ 325,808	$ 3,497,364

LOWNDES COUNTY, GEORGIA
NONMAJOR GOVERNMENTAL FUNDS – SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For The Year Ending June 30, 2014

	Special Services	Commissary	Seizures Special Revenues	Hotel/Motel Tax	Intergovern-mental Grants
REVENUES					
Taxes	$ 3,514,154	$ -	$ -	$ 281,051	$ -
Licenses and permits	126,578	-	-	-	-
Intergovernmental revenue	-	-	-	-	624,094
Charges for services	25,615	216,584	-	-	-
Fines and forfeitures	-	-	586,902	-	-
Investment income	34	-	1,694	-	-
Miscellaneous	4,267	495,080	-	-	-
TOTAL REVENUES	3,670,648	711,664	588,596	281,051	624,094
EXPENDITURES					
Current					
General Government					
Legislative	132,749	-	-	-	-
Judicial	-	-	-	-	316,993
Public safety	1,835,765	652,480	607,486	-	88,921
Public works	183,059	-	-	-	4,223
Health and welfare	-	-	-	-	-
Housing and development	628,921	-	-	401,657	213,957
TOTAL EXPENDITURES	2,780,494	652,480	607,486	401,657	624,094
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	890,154	59,184	(18,890)	(120,606)	-
OTHER FINANCING SOURCES (USES):					
TRANSFERS IN	-	-	-	168,237	-
TRANSFERS (OUT)	(443,237)	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(443,237)	-	-	168,237	-
NET CHANGE IN FUND BALANCES	446,917	59,184	(18,890)	47,631	-
FUND BALANCE, BEGINNING OF YEAR	259,177	474,834	992,452	24,057	-
FUND BALANCE, END OF YEAR	$ 706,094	$ 534,018	$ 973,562	$ 71,688	$ -

See independent auditor's report.

Jail Operations	Drug Abuse Treatment	911 Emergency Telephone	Victim Assistance	Law Library	Total
$ -	$ -	$ -	$ -	$ -	$ 3,795,205
-	-	-	-	-	126,578
-	49,897	583,083	102,317	-	1,359,391
-	-	1,776,871	-	-	2,019,070
424,355	168,455	-	117,887	44,544	1,342,143
-	-	-	-	13,040	14,768
-	-	26,189	-	-	525,536
424,355	218,352	2,386,143	220,204	57,584	9,182,691
-	-	-	-	-	132,749
-	-	-	237,509	65,206	619,708
431,548	-	3,086,013	-	-	6,702,213
-	-	-	-	-	187,282
-	180,000	-	-	-	180,000
-	-	-	-	-	1,244,535
431,548	180,000	3,086,013	237,509	65,206	9,066,487
(7,193)	38,352	(699,870)	(17,305)	(7,622)	116,204
-	-	829,879	-	-	998,116
-	-	(160,000)	-	-	(603,237)
-	-	669,879	-	-	394,879
(7,193)	38,352	(29,991)	(17,305)	(7,622)	511,083
45,763	(4,030)	116,653	44,702	333,430	2,287,038
$ 38,570	$ 34,322	$ 86,662	$ 27,397	$ 325,808	$ 2,798,121

LOWNDES COUNTY, GEORGIA
NONMAJOR GOVERNMENTAL FUNDS – CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
June 30, 2014

	Public Roads Fund	Judicial Complex And Jail	Sales Tax V Fund	Total
ASSETS				
Equity in pooled cash and cash equivalents	$ 835,640	$ 401,579	$ -	$1,237,219
Cash and cash equivalents in segregated accounts	-	-	1,998,419	1,998,419
TOTAL ASSETS	$ 835,640	$ 401,579	$1,998,419	$3,235,638
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	$ 319,877	$ 6,486	$ 255	$ 326,618
TOTAL LIABILITIES	319,877	6,486	255	326,618
FUND BALANCES				
Restricted for capital projects	515,763	395,093	1,998,164	2,909,020
TOTAL FUND BALANCES	515,763	395,093	1,998,164	2,909,020
TOTAL LIABILITIES AND FUND BALANCES	$ 835,640	$ 401,579	$1,998,419	$3,235,638

See independent auditor’s report.

LOWNDES COUNTY, GEORGIA
NONMAJOR GOVERNMENTAL FUNDS – CAPITAL PROJECTS FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For The Year Ending June 30, 2014

	Public Roads Fund	Judicial Complex And Jail	Sales Tax V Fund	Total
REVENUES				
Intergovernmental	$ 932,053	$ -	$ -	$ 932,053
Investment income	-	-	3,523	3,523
TOTAL REVENUES	932,053	-	3,523	935,576
EXPENDITURES				
Current:				
General government				
Judicial	-	196,278	-	196,278
Public works	318,326	-	2,290	320,616
Intergovernmental	-	-	753,767	753,767
Capital outlay	768,211	-	-	768,211
TOTAL EXPENDITURES	1,086,537	196,278	756,057	2,038,872
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(154,484)	(196,278)	(752,534)	(1,103,296)
FUND BALANCE, BEGINNING OF YEAR	670,247	591,371	2,750,698	4,012,316
FUND BALANCE, END OF YEAR	$ 515,763	$ 395,093	$1,998,164	$2,909,020

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
SPECIAL SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Taxes	$3,460,000	$3,460,000	$3,514,154	$ 54,154
Licenses and permits	120,500	120,500	126,578	6,078
Charges for services	24,000	24,000	25,615	1,615
Investment income	-	-	34	34
Miscellaneous income	-	-	4,267	4,267
TOTAL REVENUES	3,604,500	3,604,500	3,670,648	66,148
EXPENDITURES				
Current				
General Government				
Legislative	56,232	56,232	132,749	76,517
Public safety	2,187,655	2,187,655	1,835,765	(351,890)
Public works	173,831	173,831	183,059	9,228
Housing and development	605,319	605,319	628,921	23,602
TOTAL EXPENDITURES	3,023,037	3,023,037	2,780,494	(242,543)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	581,463	581,463	890,154	308,691
OTHER FINANCING SOURCES (USES) TRANSFERS IN (OUT)	(443,237)	(443,237)	(443,237)	-
TOTAL OTHER FINANCING SOURCES (USES)	(443,237)	(443,237)	(443,237)	-
REVENUE AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	138,226	138,226	446,917	308,691
FUND BALANCE AT, BEGINNING OF YEAR	(138,226)	(138,226)	259,177	397,403
FUND BALANCE AT END OF YEAR	$ -	$ -	$ 706,094	$ 706,094

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
COMMISSARY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Charges for services	$ 326,500	$ 326,500	$ 216,584	$ (109,916)
Miscellaneous	300,000	330,000	495,080	165,080
TOTAL REVENUES	626,500	656,500	711,664	55,164
EXPENDITURES				
Current:				
Public safety	626,500	656,500	652,480	(4,020)
TOTAL EXPENDITURES	626,500	656,500	652,480	(4,020)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	59,184	59,184
FUND BALANCE AT BEGINNING OF YEAR	-	-	474,834	474,834
FUND BALANCE AT END OF YEAR	$ -	$ -	$ 534,018	$ 534,018

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
SEIZURES SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Fines and forfeitures	$ 1,000,000	$ 1,000,000	$ 586,902	$ (413,098)
Investment income	-	-	1,694	1,694
TOTAL REVENUES	1,000,000	1,000,000	588,596	(411,404)
EXPENDITURES				
Current:				
Public safety	1,000,000	1,000,000	607,486	(392,514)
TOTAL EXPENDITURES	1,000,000	1,000,000	607,486	(392,514)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(18,890)	(18,890)
FUND BALANCE AT BEGINNING OF YEAR	-	-	992,452	992,452
FUND BALANCE AT END OF YEAR	$ -	$ -	$ 973,562	$ 973,562

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
HOTEL/MOTEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Taxes	$ 225,000	$ 235,000	$ 281,051	$ 46,051
TOTAL REVENUES	225,000	235,000	281,051	46,051
EXPENDITURES				
Current:				
Housing and development	393,237	403,237	401,657	(1,580)
TOTAL EXPENDITURES	393,237	403,237	401,657	(1,580)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(168,237)	(168,237)	(120,606)	47,631
OTHER FINANCING SOURCES (USES)				
TRANSFER IN (OUT)	168,237	168,237	168,237	-
TOTAL OTHER FINANCING SOURCES (USES)	168,237	168,237	168,237	-
REVENUE AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	-	-	47,631	47,631
FUND BALANCE AT BEGINNING OF YEAR	-	-	24,057	24,057
FUND BALANCE AT END OF YEAR	$ -	$ -	$ 71,688	$ 71,688

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
INTERGOVERNMENTAL GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Intergovernmental revenues	$ 544,057	$ 625,057	624,094	$ (963)
TOTAL REVENUES	544,057	625,057	624,094	(963)
EXPENDITURES				
Current:				
General government				
Judicial	243,157	314,557	316,993	2,436
Public safety	80,900	90,500	88,921	(1,579)
Public works	5,000	5,000	4,223	(777)
Housing and development	215,000	215,000	213,957	(1,043)
TOTAL EXPENDITURES	544,057	625,057	624,094	(963)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	-	-
FUND BALANCE AT BEGINNING OF YEAR	-	-	-	-
FUND BALANCE AT END OF YEAR	$ -	$ -	$ -	$ -

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
JAIL OPERATIONS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Fines and forfeitures	$ 510,000	$ 510,000	$ 424,355	$ (85,645)
TOTAL REVENUES	510,000	510,000	424,355	(85,645)
EXPENDITURES				
Current:				
Public safety	660,193	660,193	431,548	(228,645)
TOTAL EXPENDITURES	660,193	660,193	431,548	(228,645)
EXCESS OF REVENUES OVER(UNDER) EXPENDITURES	(150,193)	(150,193)	(7,193)	143,000
FUND BALANCE AT BEGINNING OF YEAR	150,193	150,193	45,763	(104,430)
FUND BALANCE AT END OF YEAR	$ -	$ -	$ 38,570	$ 38,570

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
DRUG ABUSE TREATMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Intergovernmental	$ -	$ -	$ 49,897	$ 49,897
Fines and forfeitures	189,000	189,000	168,455	(20,545)
TOTAL REVENUES	189,000	189,000	218,352	29,352
EXPENDITURES				
Current:				
Health and welfare	180,000	180,000	180,000	-
TOTAL EXPENDITURES	180,000	180,000	180,000	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	9,000	9,000	38,352	29,352
FUND BALANCE AT BEGINNING OF YEAR	(9,000)	(9,000)	(4,030)	4,970
FUND BALANCE AT END OF YEAR	$ -	$ -	$ 34,322	$ 34,322

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
911 EMERGENCY TELEPHONE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Intergovernmental revenues	$ 621,261	$ 621,261	$ 583,083	$ (38,178)
Charges for services	1,600,000	1,655,000	1,776,871	121,871
Miscellaneous income	25,000	25,000	26,189	1,189
TOTAL REVENUES	2,246,261	2,301,261	2,386,143	84,882
EXPENDITURES				
Current				
Public safety	2,916,140	3,086,140	3,086,013	(127)
TOTAL EXPENDITURES	2,916,140	3,086,140	3,086,013	(127)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(669,879)	(784,879)	(699,870)	85,009
OTHER FINANCING SOURCES (USES)				
TRANSFERS IN	829,879	829,879	829,879	-
TRANSFERS (OUT)	(160,000)	(160,000)	(160,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	669,879	669,879	669,879	-
REVENUE AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)	-	(115,000)	(29,991)	85,009
FUND BALANCE AT BEGINNING OF YEAR	-	115,000	116,653	1,653
FUND BALANCE AT END OF YEAR	$ -	$ -	$ 86,662	$ 86,662

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
VICTIM ASSISTANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Intergovernmental	$ 94,500	$ 94,500	$ 102,317	$ 7,817
Fines and forfeitures	124,000	124,000	117,887	(6,113)
TOTAL REVENUES	218,500	218,500	220,204	1,704
EXPENDITURES				
Current:				
General Government				
Judicial	243,227	243,227	237,509	(5,718)
TOTAL EXPENDITURES	243,227	243,227	237,509	(5,718)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(24,727)	(24,727)	(17,305)	7,422
FUND BALANCE AT BEGINNING OF YEAR	24,727	24,727	44,702	19,975
FUND BALANCE AT END OF YEAR	$ -	$ -	$ 27,397	$ 27,397

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
LAW LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Fines and forfeitures	$ 100,000	$ 100,000	$ 44,544	$ (55,456)
Investment income	-	-	13,040	13,040
TOTAL REVENUES	100,000	100,000	57,584	(42,416)
EXPENDITURES				
Current:				
General Government				
Judicial	100,000	100,000	65,206	(34,794)
TOTAL EXPENDITURES	100,000	100,000	65,206	(34,794)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(7,622)	(7,622)
FUND BALANCE AT BEGINNING OF YEAR	-	-	333,430	333,430
FUND BALANCE AT END OF YEAR	$ -	$ -	$ 325,808	$ 325,808

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
JUDICIAL COMPLEX AND JAIL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Investment income	$ -	$ -	$ -	$ -
TOTAL REVENUES	-	-	-	-
EXPENDITURES				
Current				
General Government				
Judicial	800,000	800,000	196,278	(603,722)
TOTAL EXPENDITURES	800,000	800,000	196,278	(603,722)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(800,000)	(800,000)	(196,278)	603,722
FUND BALANCE AT BEGINNING OF YEAR	800,000	800,000	591,371	(208,629)
FUND BALANCE AT END OF YEAR	$ -	$ -	$ 395,093	$ 395,093

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
CAPITAL PROJECTS SALES TAX V FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Investment income	$ 2,500	$ 2,500	$ 3,523	$ 1,023
TOTAL REVENUES	2,500	2,500	3,523	1,023
EXPENDITURES				
Current				
Public works	-	-	2,290	2,290
Intergovernmental	1,800,000	1,800,000	753,767	(1,046,233)
TOTAL EXPENDITURES	1,800,000	1,800,000	756,057	(1,043,943)
EXCESS OF EXPENDITURES OVER (UNDER) REVENUES	(1,797,500)	(1,797,500)	(752,534)	1,044,966
FUND BALANCE AT BEGINNING OF YEAR	1,797,500	1,797,500	2,750,698	953,198
FUND BALANCE AT END OF YEAR	$ -	$ -	$ 1,998,164	$ 1,998,164

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
CAPITAL PROJECTS PUBLIC ROADS FUND
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
For the Fiscal Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Intergovernmental revenues	$ -	$ 1,100,000	$ 932,053	$ (167,947)
TOTAL REVENUES	-	1,100,000	932,053	(167,947)
EXPENDITURES				
Current:				
Public works	-	-	318,326	318,326
Capital outlay	-	1,100,000	768,211	(331,789)
TOTAL EXPENDITURES	-	1,100,000	1,086,537	(13,463)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(154,484)	(154,484)
FUND BALANCE AT BEGINNING OF YEAR	-	-	670,247	670,247
FUND BALANCE AT END OF YEAR	$ -	$ -	$ 515,763	$ 515,763

See independent auditor's report.

OTHER ENTERPRISE FUNDS

Enterprise Funds are used to account for any activity for which a fee is charged to external users of good or services.

Landfill Fund – to account for solid waste host fees collected and for post-closure care cost of the closed landfill.

Special Tax Lighting District – to account for fees collected for street lighting in special districts in the County.

LOWNDES COUNTY, GEORGIA
OTHER ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
June 30, 2014

	Landfill Fund	Special Tax Lighting District Fund	Total
ASSETS			
CURRENT ASSETS			
Equity in pooled cash and cash equivalents	$1,007,956	$ -	$ 1,007,956
Receivables (net of allowance for doubtful accounts			
Accounts	17,912	832	18,744
TOTAL CURRENT ASSETS	1,025,868	832	1,026,700
NONCURRENT ASSETS			
Capital Assets			
Land	203,639	-	203,639
TOTAL NONCURRENT ASSETS	203,639	-	203,639
TOTAL ASSETS	1,229,507	832	1,230,339
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable	1,712	25,248	26,960
Interfund payable	-	58,673	58,673
Current portion of postclosure cost	72,884	-	72,884
TOTAL CURRENT LIABILITIES	74,596	83,921	158,517
LONG-TERM LIABILITIES			
Postclosure cost	801,727	-	801,727
TOTAL LONG-TERM LIABILITIES	801,727	-	801,727
TOTAL LIABILITIES	876,323	83,921	960,244
NET POSITION			
Investment in capital assets	203,639	-	203,639
Unrestricted	149,545	(83,089)	66,456
TOTAL NET POSITION	$ 353,184	$ (83,089)	$ 270,095

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
OTHER ENTERPRISE FUNDS
COMBINING STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
For The Year Ending June 30, 2014

	Landfill Fund	Special Tax Lighting District Fund	Total
OPERATING REVENUES			
Charges for services	$ -	$ 253,546	$ 253,546
Other income	361,087	-	361,087
TOTAL OPERATING REVENUES	361,087	253,546	614,633
OPERATING EXPENSES			
Contractual services	68,913	295,855	364,768
TOTAL OPERATING EXPENSES	68,913	295,855	364,768
OPERATING INCOME (LOSS)	292,174	(42,309)	249,865
TRANSFERS OUT	(104,000)	-	(104,000)
CHANGE IN NET POSITION	188,174	(42,309)	145,865
NET POSITION AT BEGINNING OF YEAR	165,010	(40,780)	124,230
NET POSITION AT END OF YEAR	$ 353,184	$ (83,089)	$ 270,095

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
OTHER ENTERPRISE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
For The Year Ending June 30, 2014

	Landfill Fund	Special Tax Lighting District Fund	Total
Increase in Cash and Cash Equivalents			
Cash Flows From Operating Activities			
Cash received from other customers	$ -	$ 253,005	$ 253,005
Cash received from other income	404,907	-	404,907
Cash received from other interfund transactions	-	42,102	42,102
Cash payments for contractual services	(126,728)	(295,107)	(421,835)
Net Cash Provided by Operating Activities	278,179	-	278,179
Cash Flows From Noncapital Financing Activities			
Cash payments for transfers out	(104,000)	-	(104,000)
Net Cash (Used For) Noncapital Financing Activities	(104,000)	-	(104,000)
Net Increase in Cash and Cash Equivalents	174,179	-	174,179
Cash and Cash Equivalents at Beginning of Year	$ 833,777	$ -	833,777
Cash and Cash Equivalents at End of Year	$1,007,956	$ -	$ 1,007,956
Equity in pooled cash and cash equivalents	$1,007,956	$ -	$ 1,007,956
Total Cash and Cash Equivalents	$1,007,956	$ -	$ 1,007,956

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
OTHER ENTERPRISE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
For The Year Ending June 30, 2014

	Landfill Fund	Special Tax Lighting District Fund	Total
Reconciliation of Operating Income (Loss) To Net Cash Provided by Operating Activities			
Operating Income (Loss)	$ 292,174	$ (42,309)	$ 249,865
Adjustments to Reconcile Operating Income (Loss) To Net Cash Provided by Operating Activities			
Changes in Assets and Liabilities:			
(Increase) decrease in accounts receivable	43,822	(541)	43,281
Increase in accounts payable	1,065	748	1,813
Increase in interfund payable	-	42,102	42,102
(Decrease) in accrued liabilities	(58,882)	-	(58,882)
Net Cash Provided By Operating Activities	$ 278,179	$ -	$ 278,179

See independent auditor's report.

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

Equipment Operations – to account for charges to other funds for the maintenance and repair of County equipment.

Health Insurance – to account for charges to other funds and contributions from employees and for the payment of health insurance premiums and benefits.

Fleet Manager – to account for charges to other funds for the use of vehicles and equipment purchased through the fleet manager fund.

Workers Compensation – to account for charges to other funds and contributions from employees and for the payment of workers compensation premiums and benefits.

LOWNDES COUNTY, GEORGIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
June 30, 2014

	Equipment Fund	Health Insurance Fund	Workers Compensation Fund	Fleet Manager Fund	Total
ASSETS					
Current Assets					
Equity in pooled cash and cash equivalents	$ 16,524	$ 336,434	$ 702,215	$ -	$ 1,055,173
Receivables (net of allowance for doubtful accounts					
Accounts	34,652	1,638	-	-	36,290
Prepaid expense	-	-	115,914	-	115,914
Inventory	-	-	-	352,420	352,420
TOTAL CURRENT ASSETS	51,176	338,072	818,129	352,420	1,559,797
Noncurrent Assets					
Capital Assets					
Depreciable capital assets, net	-	-	-	637,882	637,882
TOTAL NONCURRENT ASSETS	-	-	-	637,882	637,882
TOTAL ASSETS	51,176	338,072	818,129	990,302	2,197,679
LIABILITIES					
Current Liabilities					
Accounts payable	9,873	548	153	229,039	239,613
Accrued liabilities	10,107	338,072	510,000	-	858,179
Compensated absences payable	8,948	-	-	-	8,948
Accrued interest payable	-	-	-	179	179
Interfund payable	-	-	-	719,525	719,525
Current portion of capital lease obligations	-	-	-	16,400	16,400
TOTAL CURRENT LIABILITIES	28,928	338,620	510,153	965,143	1,842,844
Long-Term Liabilities					
Compensated absences payable	7,031	-	-	-	7,031
Capital lease obligations	-	-	-	36,900	36,900
TOTAL LONG-TERM LIABILITIES	7,031	-	-	36,900	43,931
TOTAL LIABILITIES	35,959	338,620	510,153	1,002,043	1,886,775
NET POSITION					
Invested in capital assets, net of related debt	-	-	-	584,582	584,582
Unrestricted	15,217	(548)	307,976	(596,323)	(273,678)
TOTAL NET POSITION	$ 15,217	$ (548)	$ 307,976	$ (11,741)	$ 310,904

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
For The Year Ending June 30, 2014

	Equipment Fund	Health Insurance Fund	Workers Compensation Fund	Fleet Manager Fund	Total
OPERATING REVENUES					
Charges for services	$ 515,616	$ 6,369,788	$ 482,370	$ 2,597,800	$ 9,965,574
TOTAL OPERATING REVENUES	515,616	6,369,788	482,370	2,597,800	9,965,574
OPERATING EXPENSES					
Personal services	286,862	-	-	-	286,862
Payroll taxes	20,319	-	-	-	20,319
Fringe benefits	126,586	-	-	-	126,586
Contractual services	51,463	-	-	-	51,463
Insurance and bond	-	6,364,637	483,290	-	6,847,927
Materials and supplies	22,356	-	-	2,914,725	2,937,081
Depreciation	-	-	-	416,290	416,290
TOTAL OPERATING EXPENSES	507,586	6,364,637	483,290	3,331,015	10,686,528
OPERATING INCOME (LOSS)	8,030	5,151	(920)	(733,215)	(720,954)
NON-OPERATING REVENUES (EXPENSES)					
Interest revenue	-	21	-	-	21
Interest expense	-	-	-	(2,740)	(2,740)
TOTAL NON-OPERATING REVENUES (EXPENSES)	-	21	-	(2,740)	(2,719)
CHANGE IN NET POSITION	8,030	5,172	(920)	(735,955)	(723,673)
NET POSITION AT BEGINNING OF YEAR	7,187	(5,720)	308,896	724,214	1,034,577
NET POSITION AT END OF YEAR	$ 15,217	$ (548)	$ 307,976	$ (11,741)	$ 310,904

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
For The Year Ending June 30, 2014

	Equipment Fund	Health Insurance Fund	Workers Compensation Fund	Fleet Manager Fund	Total
Increase (Decrease) in Cash and Cash Equivalents					
Cash Flows From Operating Activities					
Cash received from other funds for services	$ 503,053	$ 6,653,283	$ 482,371	$ 2,597,800	$ 10,236,507
Cash payments for personal services	(283,662)	-	-	-	(283,662)
Cash payments for payroll taxes	(20,319)	-	-	-	(20,319)
Cash payments for fringe benefits	(126,586)	-	-	-	(126,586)
Cash payments for contractual services	(51,463)	-	-	-	(51,463)
Cash payments for insurance and bond	-	(6,648,087)	(537,519)	-	(7,185,606)
Cash payments for materials and supplies	(13,433)	-	-	(2,578,838)	(2,592,271)
Net Cash Provided by (Used for) Operating Activities	7,590	5,196	(55,148)	18,962	(23,400)
Cash Flows From Capital and Related Financing Activities					
Cash payments for principal and interest on capital leases	-	-	-	(19,196)	(19,196)
Net Cash (Used For) Capital and Related Financing Activities	-	-	-	(19,196)	(19,196)
Cash Flows From Investing Activities					
Cash received from interest	-	21	-	-	21
Net Cash Flows Provided By Investing Activities	-	21	-	-	21
Net Increase (decrease) in Cash and Cash Equivalents	7,590	5,217	(55,148)	(234)	(42,575)
Cash and Cash Equivalents at Beginning of Year	$ 8,934	$ 331,217	$ 757,363	$ 234	1,097,748
Cash and Cash Equivalents at End of Year	$ 16,524	$ 336,434	$ 702,215	$ -	$ 1,055,173
Equity in pooled cash and cash equivalents	$ 16,524	$ 336,434	$ 702,215	$ -	$ 1,055,173
Total Cash and Cash Equivalents	$ 16,524	$ 336,434	$ 702,215	$ -	$ 1,055,173

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
For The Year Ending June 30, 2014

	Equipment Fund	Health Insurance Fund	Workers Compensation Fund	Fleet Manager Fund	Total
Reconciliation of Operating Income (Loss) To Net Cash Provided by (Used For) Operating Activities					
Operating Income (Loss)	$ 8,030	$ 5,151	$ (920)	$ (733,215)	$ (720,954)
Adjustments to Reconcile Operating Income (Loss) To Net Cash Provided by (Used For) Operating Activities					
Depreciation	-	-	-	416,290	416,290
Changes in Assets and Liabilities:					
(Increase) decrease in accounts receivable	(12,563)	283,495	-	-	270,932
(Increase) in prepaid expense	-	-	(7,228)	-	(7,228)
Decrease in inventory	-	-	-	64,374	64,374
Increase (decrease) in accounts payable	8,923	(283,450)	-	12,759	(261,768)
Increase in compensated absences payable	1,846	-	-	-	1,846
Increase in interfund payable	-	-	-	258,754	258,754
Increase (decrease) in accrued expenses	1,354	-	(47,000)	-	(45,646)
Net Cash Provided By (Used For) Operating Activities	$ 7,590	$ 5,196	$ (55,148)	$ 18,962	$ (23,400)

See independent auditor's report.

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 funds.

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

Clerk of Superior Court - 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 other parties.

Magistrate Court - to account for the collection of fees in jurisdiction of small claims courts, which are disbursed to other parties.

Probate Court - to account for the collection of fees in jurisdiction of the probate court, which are disbursed to other parties.

Sheriff - to account for collection of cash bonds, fines, forfeitures, etc. which are disbursed to other parties.

Development Authority - to account for collection of property taxes designated for the Valdosta-Lowndes Development Authority.

LOWNDES COUNTY, GEORGIA
AGENCY FUNDS
COMBINING STATEMENTS OF ASSETS AND LIABILITIES
June 30, 2014

	AGENCY FUNDS						
	OFFICE OF TAX COMMISSIONER	CLERK OF COURT	MAGIS-TRATE COURT	PROBATE COURT	OFFICE OF SHERIFF	DEVELOPMENT AUTHORITY	TOTAL
ASSETS							
Cash	$ 344,643	$ 1,545,782	$ 129,983	$ 19,706	$ 1,016,681	$ 921,313	$ 3,978,108
Due from others	11,792	-	-	-	-	30,854	42,646
TOTAL ASSETS	$ 356,435	$ 1,545,782	$ 129,983	$ 19,706	$ 1,016,681	$ 952,167	$ 4,020,754
LIABILITIES AND FUND BALANCE							
LIABILITIES							
Due to others	$ 356,435	$ 465,629	$ 56,932	$ 19,352	$ 445	$ -	$ 898,793
Collections held in escrow	-	1,080,153	73,051	354	1,016,236	952,167	3,121,961
TOTAL LIABILITIES	356,435	1,545,782	129,983	19,706	1,016,681	952,167	4,020,754
NET POSITION	$ -	$ -	$ -	$ -	$ -	$ -	$ -

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
AGENCY FUNDS
COMBINING STATEMENTS OF CHANGES IN
ASSETS AND LIABILITIES
For The Year Ending June 30, 2014

	Balance July 1, 2013	Additions	Deductions	Balance June 30, 2014
OFFICE OF TAX COMMISSIONER				
ASSETS				
Cash	$ 299,654	$ 95,305,347	$ 95,260,358	$ 344,643
Due from others	7,574	4,218	-	11,792
TOTAL ASSETS	$ 307,228	$ 95,309,565	$ 95,260,358	$ 356,435
LIABILITIES				
Due to others	$ 307,228	$ 95,309,565	$ 95,260,358	$ 356,435
TOTAL LIABILITIES	$ 307,228	$ 95,309,565	$ 95,260,358	$ 356,435
CLERK OF COURT				
ASSETS				
Cash	$ 1,219,924	$ 8,669,216	$ 8,343,358	$ 1,545,782
TOTAL ASSETS	$ 1,219,924	$ 8,669,216	$ 8,343,358	$ 1,545,782
LIABILITIES				
Due to others	$ 294,631	$ 6,343,231	$ 6,172,233	$ 465,629
Collections held in escrow	925,293	2,325,985	2,171,125	1,080,153
TOTAL LIABILITIES	$ 1,219,924	$ 8,669,216	$ 8,343,358	$ 1,545,782
MAGISTRATE COURT				
ASSETS				
Cash	$ 127,462	$ 1,355,832	$ 1,353,311	$ 129,983
TOTAL ASSETS	$ 127,462	$ 1,355,832	$ 1,353,311	$ 129,983
LIABILITIES				
Due to others	$ 37,445	$ 592,021	$ 572,534	$ 56,932
Collections held in escrow	90,017	763,811	780,777	73,051
TOTAL LIABILITIES	$ 127,462	$ 1,355,832	$ 1,353,311	$ 129,983

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
AGENCY FUNDS
COMBINING STATEMENTS OF CHANGES IN
ASSETS AND LIABILITIES - CONTINUED
For The Year Ending June 30, 2014

	Balance July 1, 2013	Additions	Deductions	Balance June 30, 2014
PROBATE COURT				
ASSETS				
Cash	$ -	$ 277,563	$ 257,857	$ 19,706
TOTAL ASSETS	$ -	$ 277,563	$ 257,857	$ 19,706
LIABILITIES				
Due to others	$ -	$ 19,352	$ -	$ 19,352
Collections held in escrow	-	258,211	257,857	354
TOTAL LIABILITIES	$ -	$ 277,563	$ 257,857	$ 19,706
OFFICE OF SHERIFF				
ASSETS				
Cash	$ 1,459,314	$ 3,537,638	$ 3,980,271	$ 1,016,681
TOTAL ASSETS	$ 1,459,314	$ 3,537,638	$ 3,980,271	$ 1,016,681
LIABILITIES				
Due to others	$ 625	$ 107,308	$ 107,488	$ 445
Collections held in escrow	1,458,689	3,430,330	3,872,783	1,016,236
TOTAL LIABILITIES	$ 1,459,314	$ 3,537,638	$ 3,980,271	$ 1,016,681
DEVELOPMENT AUTHORITY				
ASSETS				
Cash	$ 680,789	$ 2,665,399	$ 2,424,875	$ 921,313
Due from others	38,014	-	7,160	30,854
TOTAL ASSETS	$ 718,803	$ 2,665,399	$ 2,432,035	$ 952,167
LIABILITIES				
Collections held in escrow	$ 718,803	$ 2,665,399	$ 2,432,035	$ 952,167
TOTAL LIABILITIES	$ 718,803	$ 2,665,399	$ 2,432,035	$ 952,167

See independent auditor's report.

STATISTICAL SECTION

Lowndes County, Georgia
Statistical Section
(Unaudited)

This part of Lowndes 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. This section included data for the County only and does not include the County's discretely presented component units. This information has not been audited by the independent auditor.

Financial Trends

These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the County's most significant local revenue source, the property taxes.

Debt Capacity

These schedules contain information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the government provides and the activities it performs.

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

Lowndes County, Georgia
Net Position by Component (Unaudited),
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Governmental Activities										
Net investment in capital assets	$ 96,669,665	$ 91,132,521	$ 95,694,310	$104,718,159	$119,875,420	$123,166,325	$ 89,328,068	$136,074,764	$139,608,284	$ 20,178,997
Restricted	10,216,435	7,429,021	7,965,905	7,413,141	39,599,831	17,045,363	64,133,172	32,758,317	33,678,846	45,962,877
Unrestricted	4,591,882	12,639,719	11,292,055	16,994,681	(15,869,262)	18,934,414	20,012,424	19,476,897	19,258,403	19,117,048
Total governmental activities net assets	$111,477,982	$111,201,261	$114,952,270	$129,125,981	$143,605,989	$159,146,102	$173,473,664	$188,309,978	$192,545,533	$ 85,258,922
Business Activities										
Net investment in capital assets	$ 30,405,797	$ 30,583,047	$ 31,716,380	$ 32,213,264	$ 32,073,785	$ 27,278,056	$ 29,097,651	$ 20,508,113	$ 19,645,353	$ 18,778,753
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	2,532,188	1,578,791	810,273	264,522	(1,049,626)	58,067	(4,248,227)	1,462,030	1,192,739	1,492,612
Total business activities net assets	$ 32,937,985	$ 32,161,838	$ 32,526,653	$ 32,477,786	$ 31,024,159	$ 27,336,123	$ 24,849,424	$ 21,970,143	$ 20,838,092	$ 20,271,365
Primary Government										
Net investment in capital assets	$127,075,462	$121,715,568	$127,410,690	$136,931,423	$151,949,205	$150,444,381	$118,425,719	$156,582,877	$159,253,637	$ 38,957,750
Restricted	10,216,435	7,429,021	7,965,905	7,413,141	39,599,831	17,045,363	64,133,172	32,758,317	33,678,846	45,962,877
Unrestricted	7,124,070	14,218,510	12,102,328	17,259,203	(16,918,888)	18,992,481	15,764,197	20,938,927	20,451,142	20,609,660
Total primary government net assets	$144,415,967	$143,363,099	$147,478,923	$161,603,767	$174,630,148	$186,482,225	$198,323,088	$210,280,121	$213,383,625	$ 105,530,287

Lowndes County, Georgia
Changes in Net Position (Unaudited),
Last Ten Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Expenses										
Governmental activities:										
General government										
Legislative and executive	$ 13,347,150	$ 12,678,632	$ 13,453,075	$ 11,563,172	$ 10,653,696	$ 11,956,577	$ 12,463,625	$ 10,465,920	$ 11,177,261	$ 9,221,090
Judicial	5,682,778	5,201,728	5,857,655	6,816,400	5,760,263	5,753,187	5,181,461	7,225,812	5,118,673	4,562,225
Public safety	28,733,508	27,846,930	28,137,430	26,158,677	25,992,484	27,119,295	27,998,314	24,481,770	21,206,388	20,728,816
Public works	20,187,909	26,622,355	35,052,487	36,895,481	27,110,901	26,912,286	32,747,448	29,982,222	51,607,159	17,538,326
Health and welfare	1,574,191	1,357,428	898,284	1,041,394	1,256,269	1,368,270	1,270,348	2,201,424	1,276,484	1,634,299
Culture and recreation	4,777,631	4,577,105	4,519,407	1,010,085	1,023,310	1,804,227	4,578,273	4,324,334	4,152,212	4,191,985
Housing and development	4,198,718	4,390,318	4,221,064	2,087,190	1,327,969	1,880,504	1,395,805	665,736	498,200	471,505
Interest on long-term debt	604,908	874,565	1,523,932	1,754,844	2,061,176	2,192,384	523,860	564,813	689,391	709,991
Total governmental activities expenses	79,106,793	83,549,061	93,663,334	87,327,243	75,186,068	78,986,730	86,159,134	79,912,031	95,725,768	59,058,237
Business-type activities:										
Water and sewer	4,455,130	4,781,971	4,396,261	4,415,893	4,137,154	4,158,625	4,144,229	3,843,855	4,918,872	4,020,234
Landfill	68,913	46,210	43,772	53,471	83,421	115,352	26,461	46,285	465,867	414,384
Special Tax Lighting District	295,855	290,639	283,848	270,396	278,128	228,778	266,749	197,085	208,478	176,898
Sanitation Fund	-	660,737	951,209	941,658	1,031,496	1,068,988	1,176,208	1,109,644	-	-
Total business-type activities expenses	4,819,898	5,779,557	5,675,090	5,681,418	5,530,199	5,571,743	5,613,647	5,196,869	5,593,217	4,611,516
Total primary government expenses	83,926,691	89,328,618	99,338,424	93,008,661	80,716,267	84,558,473	91,772,781	85,108,900	101,318,985	63,669,753
Program Revenues										
Governmental activities:										
Charges for services:										
Legislative and executive	$ 1,144,930	$ 1,054,379	$ 1,039,256	$ 979,628	$ 1,206,632	$ 683,049	$ 2,531,685	$ 2,442,466	$ 4,199,068	$ 2,231,681
Judicial	4,094,919	4,529,884	4,714,612	3,155,568	2,939,970	3,501,129	3,096,093	3,082,091	3,246,901	3,854,671
Public safety	3,512,034	3,396,496	3,988,679	5,240,752	5,432,211	5,133,580	5,267,853	4,127,647	5,104,745	4,579,833
Public works	68,522	61,623	73,918	31,661	56,506	268,345	183,010	222,941	302,800	824,432
Health and welfare	11,342	12,839	36,917	215,826	211,695	199,417	275,563	297,643	253,018	372,372
Housing and development	-	-	-	-	-	-	62,165	42,120	-	-
Operating grants and contributions	1,676,080	1,952,415	1,754,554	1,140,547	1,881,033	2,735,602	2,210,516	3,986,582	484,472	631,537
Capital grants and contributions	1,129,912	1,859,509	1,779,080	2,829,238	765,160	1,296,117	1,592,054	1,696,917	8,042	405,496
Total governmental activities program revenues	11,637,739	12,867,145	13,387,016	13,593,220	12,493,207	13,817,239	15,218,939	15,898,407	13,599,046	12,900,022
Business-type activities:										
Charges for services:										
Water and sewer	5,353,852	4,938,717	5,282,108	5,281,592	5,065,995	3,639,943	3,789,692	3,666,766	3,166,748	2,789,348
Landfill	361,087	435,720	411,070	811,150	624,153	462,824	496,554	520,215	642,351	607,462
Special tax lighting district	253,546	243,043	211,058	191,349	189,240	170,691	157,377	160,359	156,244	128,275
Sanitation fund	-	299,467	594,198	585,115	578,802	86,732	95,217	34,405	-	-
Total business-type activities program revenues	5,968,485	5,916,947	6,498,434	6,869,206	6,458,190	4,360,190	4,538,840	4,381,745	3,965,343	3,525,085
Total primary government program revenues	$ 17,606,224	$ 18,784,092	$ 19,885,450	$ 20,462,426	$ 18,951,397	$ 18,177,429	$ 19,757,779	$ 20,280,152	$ 17,564,389	$ 16,425,107

Lowndes County, Georgia
Changes in Net Position (Unaudited),
Last Ten Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Net (Expense) Revenue										
Governmental activities	$ (67,469,054)	$ (70,681,916)	$ (80,276,318)	$ (73,734,023)	$ (62,692,861)	$ (65,169,491)	$ (70,940,195)	$ (64,013,624)	$ (82,126,722)	$ (46,158,215)
Business-type activities	1,148,587	137,390	823,344	1,187,788	927,991	(1,211,553)	(1,074,807)	(815,124)	(1,627,874)	(1,086,431)
Total primary government net expense	$ (66,320,467)	$ (70,544,526)	$ (79,452,974)	$ (72,546,235)	$ (61,764,870)	$ (66,381,044)	$ (72,015,002)	$ (64,828,748)	$ (83,754,596)	$ (47,244,646)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	$ 29,334,593	$ 28,017,047	$ 27,896,942	$ 21,175,180	$ 20,793,727	$ 19,843,708	$ 22,622,116	$ 21,432,904	$ 19,871,336	$ 19,271,632
Alcoholic beverage taxes	511,272	486,800	484,361	511,846	508,709	534,897	527,476	524,243	504,712	495,211
Occupational taxes	603,078	544,984	606,505	357,384	317,884	387,701	393,817	368,856	416,345	364,992
Hotel/Motel taxes	281,051	272,613	273,668	-	-	-	-	-	-	-
Franchise taxes	114,398	116,773	139,430	173,918	174,130	187,256	212,203	203,964	172,439	240,607
Insurance premium taxes	2,285,406	2,198,903	2,058,288	2,310,403	2,343,344	2,187,633	2,135,580	2,030,960	1,937,994	1,814,810
Sales taxes	32,675,107	33,747,828	34,808,458	34,301,734	24,605,202	25,702,360	32,383,724	35,155,911	34,853,383	31,156,926
Public utility taxes	565,454	659,404	558,293	529,902	515,504	550,292	581,150	-	-	-
Miscellaneous	1,002,806	855,646	988,631	497,551	443,937	617,351	86,121	31,118	2,000	82,014
Rent	-	-	-	-	-	-	-	483,764	433,387	415,510
Interest	-	-	-	44,599	170,000	316,432	1,044,563	1,430,205	1,035,124	582,360
Transfer in (out)	372,610	334,000	877,217	(255,457)	(2,753,975)	(3,667,361)	(3,882,869)	(1,883,956)	(2,057,236)	(4,251,862)
Total governmental activities	67,745,775	67,233,998	68,691,793	59,647,060	47,118,462	46,660,269	56,103,881	59,777,969	57,169,484	50,172,200
Business-type activities										
Interest	170	9,793	102,740	10,382	6,070	30,891	71,219	63,219	137,365	6,142
Transfer in (out)	(372,610)	(334,000)	(877,217)	255,457	2,753,975	3,667,361	3,882,869	1,883,956	2,057,236	4,251,862
Total business-type activities	(372,440)	(324,207)	(774,477)	265,839	2,760,045	3,698,252	3,954,088	1,947,175	2,194,601	4,258,004
Total primary government	$ 67,373,335	$ 66,909,791	$ 67,917,316	$ 59,912,899	$ 49,878,507	$ 50,358,521	$ 60,057,969	$ 61,725,144	$ 59,364,085	$ 54,430,204
Change in Net Position										
Governmental activities	$ 276,721	$ (3,447,918)	$ (11,584,525)	$ (14,086,963)	$ (15,574,399)	$ (18,509,222)	$ (14,836,314)	$ (4,235,655)	$ (24,957,238)	$ 4,013,985
Business-type activities	776,147	(186,817)	48,867	1,453,627	3,688,036	2,486,699	2,879,281	1,132,051	566,727	3,171,573
Total primary government	$ 1,052,868	$ (3,634,735)	$ (11,535,658)	$ (12,633,336)	$ (11,886,363)	$ (16,022,523)	$ (11,957,033)	$ (3,103,604)	$ (24,390,511)	$ 7,185,558

Lowndes County, Georgia
Fund Balances, Governmental Funds (Unaudited),
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
General Fund										
Assigned	$12,691,370	$13,724,513	$ 14,224,513	$14,513,083	$16,693,577	$18,007,111	$19,518,367	$18,510,947	$17,346,847	$16,627,124
Unassigned	2,290,541	3,036,971	3,205,095	3,958,498	2,344,771	2,244,498	2,296,406	2,344,590	2,874,942	1,108,607
Total general fund	$14,981,911	$16,761,484	$ 17,429,608	$18,471,581	$19,038,348	$20,251,609	$21,814,773	$20,855,537	$20,221,789	$17,735,731
All Other Governmental Funds										
Restricted	$ 7,518,696	$11,784,570	$ 8,429,195	$ 8,536,116	$35,931,956	$36,008,792	$65,192,245	$32,861,697	$33,596,984	$46,352,109
Assigned	706,094	259,177	215,235	185,557	76,836	-	-	-	-	-
Unassigned, reported in:										
Special revenue funds	-	-	-	(552,826)	(528,769)	(528,769)	(327,773)	(219,625)	(505,340)	(292,970)
Capital projects funds	-	-	-	860,326	-	-	-	-	-	-
Total all other governmental funds	$ 8,224,790	$12,043,747	$ 8,644,430	$ 8,168,847	$35,480,023	$35,480,023	$64,864,472	$32,642,072	$33,091,644	$46,059,139

Lowndes County, Georgia
Changes in Fund Balances, Governmental Funds (Unaudited),
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Revenues										
Taxes	$ 66,367,426	$ 66,035,682	$ 66,456,938	$ 59,548,885	$ 49,454,608	$ 49,726,786	$ 60,159,934	$ 61,522,356	$ 59,915,213	$ 54,754,309
Licenses and permits	130,807	99,341	132,168	117,935	124,060	151,434	341,087	174,323	136,051	576,132
Intergovernmental revenues	2,757,803	3,781,219	3,519,504	4,051,774	2,737,701	4,126,620	5,442,941	5,683,150	3,831,163	3,356,236
Charges for services	5,601,346	5,687,127	6,320,517	6,178,392	6,038,778	5,873,816	4,457,475	4,067,289	3,838,814	2,872,513
Fines and forfeitures	3,099,595	3,268,751	3,400,696	2,883,883	2,788,804	2,996,915	3,358,093	3,656,434	3,214,167	4,988,715
Investment income	48,191	30,705	14,131	61,937	159,879	316,432	1,044,564	1,430,202	1,035,122	582,342
Miscellaneous	607,283	480,501	632,848	485,665	629,184	462,651	736,913	827,410	741,079	566,986
Total revenues	78,612,451	79,383,326	80,476,802	73,328,471	61,933,014	63,654,654	75,541,007	77,361,164	72,711,609	67,697,233
Expenditures										
General government										
Legislative and executive	$ 10,050,950	$ 9,908,048	$ 9,590,306	$ 9,274,035	$ 10,299,933	$ 9,805,457	$ 11,995,479	$ 11,606,747	$ 10,785,140	$ 9,194,441
Judicial	6,267,247	5,942,037	6,221,941	6,751,027	5,351,169	5,612,188	7,129,220	4,740,954	4,960,668	4,563,537
Public safety	25,824,458	25,184,661	25,931,440	23,981,068	24,629,552	25,064,246	24,688,510	14,608,904	18,775,006	19,209,606
Public works	6,155,815	4,593,106	4,253,281	8,305,664	8,899,049	8,328,196	13,401,084	19,229,053	32,884,096	16,860,396
Health and welfare	870,328	859,923	893,716	1,049,234	1,266,900	1,372,408	1,397,225	1,961,798	1,220,881	1,674,861
Culture and recreation	4,681,077	4,577,105	4,518,596	1,000,000	1,022,500	1,723,102	4,290,100	4,216,207	4,149,615	4,080,312
Housing and development	4,191,862	4,557,326	4,216,382	1,403,566	1,330,610	1,840,804	1,459,402	534,061	498,200	471,505
Intergovernmental	11,319,810	9,904,148	10,486,448	9,416,508	-	-	-	-	-	-
Capital Outlay	3,208,286	2,406,981	3,283,091	2,660,740	28,199,430	27,894,881	15,649,774	17,240,495	7,260,054	10,801,728
Debt service										
Principle	8,710,000	8,290,000	7,965,000	5,505,000	7,370,000	7,100,000	605,000	590,000	790,000	945,000
Interest	607,138	891,828	1,525,881	1,757,000	2,062,694	2,193,625	523,860	564,813	689,391	709,991
Total Expenditures	81,886,971	77,115,163	78,886,082	71,103,842	90,431,837	90,934,907	81,139,654	75,293,032	82,013,051	68,511,377
Excess of revenues over (under) expenditure	(3,274,520)	2,268,163	1,590,720	2,224,629	(28,498,823)	(27,280,253)	(5,598,647)	2,068,132	(9,301,442)	(814,144)
Other Financing Sources (Uses)										
Capital financing	-	125,000	-	-	-	-	42,663,153	-	-	-
Transfer n	1,887,116	1,718,027	2,894,089	1,430,641	50,000	77,527	160,240	200,549	933,981	472,489
Transfer out	(1,514,506)	(1,384,027)	(2,016,872)	(1,686,097)	(2,803,975)	(3,744,887)	(4,043,109)	(2,084,505)	(2,991,217)	(4,724,351)
Total other financing sources (uses)	372,610	459,000	877,217	(255,456)	(2,753,975)	(3,667,360)	38,780,284	(1,883,956)	(2,057,236)	(4,251,862)
Net change in fund balances	$ (2,901,910)	$ 2,727,163	$ 2,467,937	$ 1,969,173	$(31,252,798)	$(30,947,613)	$ 33,181,637	$ 184,176	$(11,358,678)	$ (5,066,006)
Debt service as a percentage of noncapital expenditures	11.84%	12.29%	12.55%	10.61%	15.16%	14.74%	1.72%	1.99%	1.98%	2.87%

Lowndes County, Georgia
Tax Revenues by Source, Governmental Funds (Unaudited),
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	Property Tax	Title Advalorem Vehicle Tax	Beverage Tax	Franchise Tax	Local Option Sales Tax	Special Purpose Local Option Sales Tax	Hotel/ Motel Tax	Insurance Premium Tax	Intangible Tax	Total
2005	17,815,093	-	495,211	240,607	11,442,253	19,714,674	1,779,004	1,843,259	604,891	53,934,992
2006	18,326,457	-	504,712	172,439	12,785,834	22,067,549	1,828,252	1,937,994	705,082	58,328,319
2007	19,672,605	-	524,243	203,964	12,908,364	22,247,547	1,811,933	2,030,960	765,538	60,165,154
2008	21,284,204	-	527,476	212,203	13,777,615	23,415,805	1,032,148	2,135,580	722,709	63,107,740
2009	18,437,599	-	534,897	187,256	13,081,231	20,745,158	268,939	2,187,633	482,671	55,925,384
2010	19,483,831	-	508,709	174,130	12,510,599	21,522,945	270,541	2,156,266	416,250	57,043,271
2011	19,768,176	-	511,846	173,918	12,592,637	21,709,097	274,860	2,097,125	409,048	57,536,707
2012	26,125,012	-	484,361	139,430	12,778,041	22,030,417	273,668	2,058,288	405,139	64,294,356
2013	26,157,401	431,831	486,800	116,773	12,387,903	21,359,925	273,668	2,058,288	405,139	63,677,728
2014	26,290,909	1,623,444	511,272	114,398	11,991,187	20,683,920	281,051	2,285,406	412,764	64,194,351
Change										
2005 -2014	47.58%	0.00%	3.24%	-52.45%	4.80%	4.92%	-84.20%	23.99%	-31.76%	19.02%

Note: Includes General and Special Revenue Funds.

Property taxes beginning in 2012 include the county tax levies for the Valdosta-Lowndes County Development Authority and the Valdosta-Lowndes County Parks and Recreation Authority.

Effective in January 2008, the County accommodation tax includes tax collected outside of city limits that have their own hotel/motel tax.

Effective in January 2013, sales tax is no longer collected on manufacturing energy usage. Effective April 1, 2013, sales tax is no longer collected on vehicle sales. The sales tax was replaced by a Title Advalorem Tax (TAVT) at the time of sale which replaces annual advalorem taxes on vehicles purchased from April 1, 2013 forward.

Lowndes County, Georgia
Assessed Value and Actual Value of Taxable Property (Unaudited),
Last Ten Fiscal Years
(in thousands of dollars)

Fiscal Year Ended June 30,	Assessed Value Residential Property	Assessed Value Commercial Property	Assessed Value Industrial Property	Assessed Value Personal Property	Less: Assessed Value Tax-Exempt Property	Total Taxable Assessed Value
2005	1,009,018	672,014	365,575	201,997	232,741	2,015,863
2006	1,101,396	757,719	383,711	198,963	179,126	2,262,663
2007	1,244,990	793,455	391,187	195,823	234,685	2,390,770
2008	1,400,845	865,837	395,966	214,775	254,078	2,623,345
2009	1,490,238	885,093	448,464	223,814	290,859	2,756,750
2010	1,528,119	907,500	467,299	233,738	305,921	2,830,735
2011	1,533,881	919,014	421,432	211,749	288,437	2,797,639
2012	1,545,873	905,710	452,877	213,668	315,997	2,802,131
2013	1,523,611	943,904	493,895	227,573	321,475	2,867,508
2014	1,523,248	937,983	507,566	239,653	310,207	2,898,244

Lowndes County, Georgia
Assessed Value and Actual Value of Taxable Property (Unaudited),
Last Ten Fiscal Years
(in thousands of dollars)

Fiscal Year Ended June 30,	Total Taxable Assessed Value	Estimated Actual Taxable Value	Ratio of Total Accessed to Total Actual Value	Total Direct Unincorporated Tax Rate (1)	Total Direct Incorporated Tax Rate
2005	2,015,863	5,039,658	40%	8.86	8.86
2006	2,262,663	5,656,658	40%	8.86	8.86
2007	2,390,770	5,976,925	40%	8.86	8.86
2008	2,623,345	6,558,363	40%	8.76	8.76
2009	2,756,750	6,891,875	40%	7.31	7.31
2010	2,830,735	7,076,838	40%	7.31	7.31
2011	2,797,639	6,994,098	40%	7.31	7.31
2012	2,802,131	7,005,328	40%	7.31	7.31
2013	2,867,508	7,168,770	40%	7.31	7.31
2014	2,898,244	7,245,609	40%	7.30	7.30

Lowndes County, Georgia
Direct and Overlapping Property Tax Rates (Unaudited),
Last Ten Fiscal Years
(rate per $1,000 of accessed value)

Jurisdiction:	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
County										
Maintenance and Operations:										
Direct Rates:										
Unincorporated	8.86	8.86	8.86	8.76	7.31	7.31	7.31	7.31	7.31	7.30
Incorporated	8.86	8.86	8.86	8.76	7.31	7.31	7.31	7.31	7.31	7.30
Overlapping Rates:										
Valdosta-Lowndes County Development Authority	0.00	0.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Valdosta-Lowndes County Parks & Recreation Authority	0.00	0.00	0.00	0.00	1.25	1.25	1.25	1.25	1.25	1.25
Total County - Unincorporated	8.86	8.86	9.86	9.76	9.56	9.56	9.56	9.56	9.56	9.55
Total County - Incorporated	8.86	8.86	9.86	9.76	9.56	9.56	9.56	9.56	9.56	9.55
Schools										
Maintenance and Operations:										
Lowndes County Board of Education	14.15	15.15	15.15	14.95	14.70	14.70	14.70	14.70	14.73	14.73
Valdosta Board of Education	13.98	14.98	14.98	15.98	15.98	15.98	16.98	16.98	16.98	16.98
Total Schools - County	14.15	15.15	15.15	14.95	14.70	14.70	14.70	14.70	14.73	14.73
Total Schools - City of Valdosta	13.98	14.98	14.98	15.98	15.98	15.98	16.98	16.98	16.98	16.98
Municipalities										
Maintenance and Operations:										
City of Hahira	5.38	5.38	5.38	5.38	5.38	5.38	5.38	5.38	4.75	4.75
City of Lake Park	5.83	5.80	5.70	4.73	4.72	4.70	4.70	5.05	5.05	5.05
City of Remerton	4.42	5.42	6.42	6.42	6.39	6.39	6.39	6.39	6.38	6.38
City of Valdosta	4.48	4.41	4.40	4.18	4.11	4.11	4.11	4.11	4.11	4.10
State	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	.020	0.15
Total Direct and Overlapping Rates:										
Total Unincorporated	23.26	24.26	25.26	24.96	24.51	24.51	24.51	24.51	24.31	24.43
Total City of Hahira	28.64	29.64	30.64	30.34	29.89	29.89	29.89	29.89	29.06	29.18
Total City of Lake Park	29.09	30.06	30.96	29.69	29.23	29.21	29.21	29.56	29.36	29.48
Total City of Remerton	27.68	29.68	31.68	31.38	30.90	30.90	30.90	30.90	30.69	30.81
Total City of Valdosta	27.57	28.50	29.49	30.17	29.90	29.90	30.90	30.90	30.67	30.78

County, Development Authority, Parks and Recreation Authority and State property taxes are accessed county wide. Lowndes County Board of Education property taxes are accessed county wide except on property in the City of Valdosta where the Valdosta Board of Education accesses property taxes.
Cities access property taxes on property within their geographic boundaries.

Source: Lowndes County Tax Commissioner

Lowndes County, Georgia
Principle Property Tax Payers (Unaudited),
Current Year and Ten Years Ago

	2014				2005		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxpayer	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Packaging Corporation of America	$ 64,046,156	1	2.21%	Archers Daniels Midland	$ 54,778,438	1	2.65%
Archer Daniels Midland	37,971,989	2	1.31%	Packaging Corporation of America	45,907,869	2	2.22%
Georgia Power Company	37,901,865	3	1.31%	The Langdale Company	27,148,899	3	1.31%
Lowes Distribution Center	31,341,540	4	1.08%	Georgia Power Company	22,706,687	4	1.10%
J M Smith Corporation	25,092,061	5	0.87%	Wild Adventures	22,077,783	5	1.07%
Durocky Road LLC	19,297,478	6	0.67%	Lowe's Distribution Center	20,481,667	6	0.99%
Colquitt EMC	16,403,302	7	0.57%	Bellsouth Telecommunications	15,188,497	7	0.73%
Marelda Valdosta Mall LLC	12,496,410	8	0.43%	Colquitt EMC	10,220,502	8	0.49%
Norfolk Southern Corporation	10,070,023	9	0.35%	Saft America Inc.	9,110,678	9	0.44%
Saft America Inc.	10,043,722	10	0.35%	Colonial Realty LTD	8,206,777	10	0.40%
All others	2,633,579,029		90.87%	All others	1,834,813,291		88.61%
Total	$ 2,898,243,575		100.00%		$ 2,070,641,088		100.00%

Source: Lowndes County Tax Commissioner

Lowndes County, Georgia
Property Tax Levies and Collections (Unaudited),
Last Ten Fiscal Years

Fiscal Year Ending June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2005	17,860,543	17,585,316	98.46%	252,940	17,838,256	99.88%
2006	20,047,190	19,559,113	97.57%	488,077	20,047,190	100.00%
2007	21,182,223	20,560,611	97.07%	618,584	21,179,195	99.99%
2008	22,967,377	22,463,268	97.81%	492,393	22,955,661	99.95%
2009	20,151,846	19,506,396	96.80%	546,647	20,053,043	99.51%
2010	20,692,666	19,942,062	96.37%	383,947	20,326,009	98.23%
2011	20,450,742	19,655,203	96.11%	775,876	20,431,079	99.90%
2012	20,483,589	19,694,801	96.15%	754,140	20,448,941	99.83%
2013	20,961,479	20,204,435	96.39%	528,174	20,732,609	98.91%
2014	21,165,873	20,465,210	96.69%	-	20,465,210	96.69%

Source: Lowndes County Tax Commissioner

Lowndes County, Georgia
Ratios of Outstanding Debt by Type (Unaudited),
Last Ten Fiscal Years

Fiscal Year	Governmental Activities		Business-Type Activities		Total Primary Government	Percentage of Personal Income	Per Capita
	Capital Leases	Revenue Bonds	Notes Payable	Revenue Bonds			
2005	22,461,008	-	5,159,265	585,000	28,205,273	1.18%	298
2006	20,142,417	-	4,583,037	12,450,723	37,176,177	1.20%	384
2007	17,688,318	-	3,718,226	11,983,802	33,390,346	1.25%	341
2008	15,659,630	40,845,000	-	11,506,881	68,011,511	2.31%	668
2009	13,802,615	34,365,000	-	11,014,959	59,182,574	1.86%	566
2010	12,396,621	27,630,000	-	10,508,040	50,534,661	1.60%	473
2011	11,480,000	23,847,351	-	9,981,119	45,308,470	1.37%	415
2012	10,682,600	16,201,567	-	9,439,199	36,323,366	1.02%	316
2013	10,510,692	8,245,147	-	9,576,467	28,332,306	0.76%	238
2014	9,650,313	-	-	8,897,058	18,547,371	0.51%	164

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

Lowndes County, Georgia
Direct and Overlapping Governmental Activities Debt (Unaudited)
As of June 30, 2014

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
City of Hahira	19,250	100%	$ 19,250
City of Valdosta	150,705	100%	150,705
Lowndes County School System	28,858,563	100%	28,858,563
Central Valdosta Development Authority	2,313,000	100%	2,313,000
Subtotal, overlapping debt			31,341,518
County direct debt			
Capital Leases			9,650,313
Intergovernmental Agreements			
Valdosta-Lowndes County Development Authority			12,860,000
Direct Guaranteed Revenue Debt			
Water and Sewer Revenue Bonds			8,897,058
Total County direct debt			31,407,371
Total direct and overlapping debt			$ 62,748,889

Sources:
Each city government provided information for their respective city.
Notes:
Overlapping governments are those that coincide with the geographic boundaries of the County. This schedule estimates the portion of outstanding debt of those overlapping governments that is borne by the residents and businesses of Lowndes County. The County government represents all taxpayers including those living in the cities and therefore 100% of the debt is estimated to be overlapping. 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.

Lowndes County, Georgia
Legal Debt Margin Information (Unaudited)
Last Ten Fiscal Years
(dollars in thousands)

Legal Debt Margin Calculation for Fiscal Year 2014	
Assessed value	$ 2,898,244
Debt limitation (10% of assessed value)	289,824
Debt applicable to limitation:	
Total bonded debt	-
Legal debt margin	$ 289,824

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Debt limit	$279,764	$280,213	$226,266	262,334	275,675	283,073	279,764	280,213	286,751	289,824
Total net debt applicable to limit	-	-	-	40,845	34,365	27,630	22,780	15,490	7,900	-
Legal debt margin	$279,764	$280,213	$226,266	$221,489	$241,310	$ 255,443	$256,984	$264,723	$278,851	$ 289,824
Total net debt applicable to the limit as a percentage of debt limit	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%

Lowndes County, Georgia
Pledged-Revenue Coverage (Unaudited),
Last Nine Fiscal Years

	Water and Sewer Revenue Bonds 2005 (Refunded 2013)						
Fiscal Year	Operating Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service Principle	Debt Service Interest	Total	Coverage
2006	$3,154,058	$2,134,045	$1,020,013	$375,000	$444,203	$ 819,203	1.25
2007	$3,649,845	$2,281,525	$1,368,320	$450,000	$521,794	$ 971,794	1.41
2008	$3,772,771	$2,619,531	$1,153,240	$460,000	$508,294	$ 968,294	1.19
2009	$3,639,943	$2,736,823	$ 903,120	$475,000	$494,494	$ 969,494	0.93
2010	$5,065,995	$2,545,210	$2,520,785	$490,000	$479,056	$ 969,056	2.60
2011	$5,281,592	$2,703,922	$2,577,670	$510,000	$460,488	$ 970,488	2.66
2012	$5,282,108	$2,624,767	$2,657,341	$525,000	$444,056	$ 969,056	2.74
2013	$4,938,717	$2,969,218	$1,969,499	$570,000	$495,158	$1,065,158	1.85
2014	$5,353,852	$2,857,696	$2,496,156	$660,000	$241,433	$ 901,433	2.77

Notes:

Pledged revenues represent fees charged for water and sewer services.

Operating expenses do not include depreciation and interest expenses.

Details regarding the County's debt can be found in the notes to the financial statements.

Lowndes County, Georgia
Demographic and Economic Statistics (Unaudited),
Last Ten Calendar Years

Fiscal Year	Population (1)	Personal Income	Per Capita Income (2)		Unemployment Rate (2)	
			County	State	County	State
2005	94,579	2,389,916,751	25,269	31,191	2.9%	4.1%
2006	96,705	3,109,742,685	32,157	32,775	3.8%	4.7%
2007	97,844	2,681,708,352	27,408	34,061	4.1%	5.3%
2008	101,790	2,938,473,720	28,868	35,369	3.9%	4.6%
2009	104,583	3,185,702,763	30,461	35,863	5.5%	6.3%
2010	106,814	3,161,480,772	29,598	34,081	8.4%	9.8%
2011	109,233	3,306,264,444	30,268	34,800	9.2%	10.2%
2012	111,885	3,461,498,130	30,938	36,104	9.3%	9.8%
2013	114,552	3,561,765,336	31,093	36,869	8.3%	8.5%
2014	112,916	3,659,607,560	32,410	37,845	7.4%	7.7%

Source:
(1) U. S. Census Bureau
(2) State of Georgia Department of Labor

Lowndes County, Georgia
Principle Employers (Unaudited),
Current Year and Nine Years Ago

	2014				2005		
Employer	Employees	Rank	Percentage of Total County Employment		Employees	Rank	Percentage of Total County Employment
Moody Air Force Base	6,066	1	12.47%	Moody Air Force Base	4,448	1	10.12%
South Georgia Medical Center	2,800	2	5.75%	South Georgia Medical Center	2,300	2	5.23%
Valdosta State University	3,026	3	6.22%	Valdosta State University	2,280	3	5.19%
Lowndes County School System	1,425	4	2.93%	Lowndes County School System	1,279	4	2.91%
Valdosta City School System	1,200	5	2.47%	Valdosta City School System	960	5	2.18%
Lowes Distribution Center	750	6	1.54%	Convergys Corp	900	6	2.05%
Fresh Beginnings	726	7	1.49%	Lowes Distribution Center	820	7	1.87%
Wild Adventures	700	9	1.44%	City of Valdosta	659	8	1.50%
Wal Mart Supercenters	680	8	1.40%	Lowndes County	554	9	1.26%
Lowndes County	585	10	1.20%	Roadway Express, Inc.	450	10	1.02%
Total Principle Employers	17,958		36.90%		14,650		33.33%
Other Employees	30,704		63.10%		29,310		66.67%
Total Employees	48,662		100.00%		43,960		100.00%

Sources: Georgia Department of Labor
Valdosta-Lowndes County Development Authority

Lowndes County, Georgia
Full-time Equivalent County Government Employees by Function/Program (Unaudited),
Last Ten Fiscal Years

Function/Program	Full-time Equivalent Employees as of June 30,									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Government										
Legislative										
Board of Commissioners	4	4	4	4	4	4	4	4	6	6
Commissioners' Assistant	-	-	-	1	1	1	-	-	-	-
Community Service	-	-	-	1	1	1	-	-	-	-
County Clerk	-	-	-	3	3	3	3	3	3	4
County Manager	5	6	7	4	4	4	3	3	3	2
Risk Manager	1	1	1	1	1	1	-	-	-	-
Board of Elections	12	12	12	12	12	12	15	14	14	10
Tax Assessors	24	22	20	24	24	25	24	24	23	24
Building Maintenance	20	20	20	21	21	22	20	20	21	25
Tax Commissioner	19	20	19	20	20	21	21	21	21	21
Administrative Services	17	17	15	18	18	20	17	17	17	18
Engineering	9	10	11	11	11	11	7	7	7	6
Judicial										
Clerk of Court	18	19	18	19	18	18	18	18	19	22
Probate Court	5	6	5	6	6	6	5	5	6	6
Juvenile Court	1	1	1	2	2	2	2	2	2	2
Magistrate Court	11	11	11	11	11	11	11	11	11	11
Superior Court	14	14	14	15	15	15	15	15	15	15
State Court	8	6	8	10	10	10	10	10	10	10
Community Corrections Director	-	-	-	-	-	-	-	-	1	1
Indigent Defense	2	-	-	-	-	-	-	-	-	-
Public Safety										
Sheriff	206	212	201	225	226	240	240	240	240	237
Coroner	2	2	2	2	2	2	2	2	2	2
Probation	2	2	2	2	2	2	-	-	-	-
Fire Protection Services	8	10	13	16	-	-	-	-	-	-
Animal Control	11	11	11	12	12	12	12	12	11	11
Emergency Management	-	-	-	1	1	1	1	1	1	1

Lowndes County, Georgia
Full-time Equivalent County Government Employees by Function/Program (Unaudited),
Last Ten Fiscal Years

Function/Program	Full-time Equivalent Employees as of June 30,									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Public Works										
Administration	6	5	7	7	7	6	6	6	6	6
Road Maintenance	32	31	29	40	39	39	36	36	36	39
Road Construction	14	13	13	10	10	10	8	9	10	9
Mosquito Control	-	-	-	1	-	-	-	-	-	-
Sanitation	20	21	16	-	-	-	-	-	-	-
Housing and Development										
County Planner	-	-	-	1	-	-	-	-	-	-
Zoning	-	-	3	3	-	-	-	-	-	-
Keep Lowndes/ Valdosta Beautiful	1	1	1	1	1	1	-	-	-	-
Auxiliary Accounts - Jail Commissary	2	2	2	2	2	2	2	2	2	2
Intergovernmental										
Regional Airport	6	6	6	7	7	7	-	-	-	-
Alternative Dispute Resolution	2	2	2	2	2	2	2	2	2	2
Zoning Administration	4	4	3	3	-	-	-	-	-	-
VAWA Grant	-	2	-	-	-	-	-	-	-	-
LODAC HUD Grant	3	6	4	4	3	3	-	-	-	-
County Jail Fund	1	1	1	1	1	1	1	1	1	1
Drug Abuse Treatment	7	7	7	6	8	4	-	-	-	-
Emergency Telephone System	32	33	28	38	38	37	38	38	38	36
Special Services Fund										
Fire	-	-	-	-	16	20	19	19	19	20
Mosquito Control	-	-	-	-	1	1	1	1	1	1
County Planner	-	-	-	-	1	1	2	2	2	2
Zoning Administration	-	-	-	-	3	3	3	3	3	3
Victim/Witness	2	2	2	2	2	2	2	2	2	2
Water and Sewer	13	13	13	14	14	19	18	18	19	19
Sanitation Fund	-	-	-	21	19	19	17	17	15	-
Equipment Maintenance	10	10	10	10	10	11	8	8	9	9
Total	554	565	542	614	609	632	593	593	598	585

Lowndes County, Georgia
Operating Indicators by Function/Program (Unaudited),
Last Ten Fiscal Years

	Fiscal Year Ending June 30,									
Function/Program	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Courts										
Cases filed:										
Superior Court - Civil	2,987	2,776	3,079	2,624	3,384	3,549	3,238	3,425	3,012	2,470
Superior Court - Criminal	3,856	4,199	4,199	4,221	3,579	3,771	3,907	3,929	3,361	3,287
State Court - Civil	1,038	1,021	1,020	1,274	1,282	1,628	1,019	832	547	649
State Court - Criminal	23,188	19,436	20,142	16,930	17,262	16,069	18,589	19,135	18,080	10,870
Juvenile Court	2,027	1,656	1,656	1,379	1,133	1,184	1,444	1,026	1,015	951
Sheriff										
Inmate bookings	7,501	9,598	10,554	9,050	9,002	8,743	9,340	10,185	9,503	9,115
Average daily jail population	555	639	667	694	698	682	670	734	653	675
Subpoenas served	17,335	15,688	17,084	19,644	15,822	13,640	14,040	15,677	12,154	11,831
Civil papers served	4,109	3,680	3,443	3,691	3,868	4,568	3,719	3,634	2,908	2,659
Jury summons	664	622	872	543	344	576	470	479	485	724
Fire Protection Services										
Emergency responses	989	1,508	1,777	1,801	1,774	1,648	2,653	2,829	3,548	3,086
Fires extinguished	387	457	560	462	490	497	999	335	468	266
Emergency Telephone System										
911 calls	64,412	77,291	75,426	84,218	88,298	96,000	96,420	98,587	97,599	98,480
Public Works										
New paving (miles)	28	8	8	7	13	6	-	-	3	4
Sanitation										
Refuse collected (tons per day)	46	44	44	35	23	27	27	34	32	-
Water										
Average daily consumption (thousands of gallons)	5,112	6,443	6,738	6,642	5,764	3,028	1,943	2,000	1,943	1,939
Sewer										
Average daily sewage treatment (thousands of gallons)	1,074	992	1,076	1,129	1,410	1,850	1,530	970	1,057	1,190

Source: County Department Heads

Lowndes County, Georgia
Capital Assets Statistics by Function/Program (Unaudited),
Last Ten Fiscal Years

	Fiscal Year Ending June 30,									
Function/Program	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Sheriff										
Vehicles	165	169	194	210	220	252	235	240	263	263
Fire Protection Services										
Fire stations	16	17	18	18	18	18	18	18	18	18
Vehicles	56	56	55	53	55	56	56	56	56	56
Pumpers	19	19	13	18	18	18	18	18	19	19
Public Works										
Streets (miles) paved	463	560	469	457	471	477	447	487	490	494
Streets (miles) dirt	385	345	347	334	372	336	336	321	320	315
Traffic signals	2	2	2	2	2	2	2	3	3	3
Sanitation										
Collection sites	8	7	6	6	6	6	6	6	-	-
Parks and recreation										
Acreage	404	404	404	404	-	-	-	-	-	-
Recreation facilities	6	6	6	6	-	-	-	-	-	-
Water										
Water mains (miles)	133	140	155	166	182	185	190	191	192	192
Fire hydrants	1,152	944	1,236	1,179	1,336	1,373	1,408	1,420	1,420	1,420
Storage capacity (thousands of gallons)	3,150	3,150	3,160	3,170	3,650	3,680	3,680	3,680	3,680	3,680
Sewer										
Sanitary sewers (miles)	129	134	154	167	185	188	200	201	202	202
Treatment capacity (thousands of gallons)	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500
Transit minibuses	5	5	5	5	5	5	5	5	5	5

Source: County Department Heads

SPECIAL REPORTS SECTION

LOWNDES COUNTY, GEORGIA
SPECIAL SALES TAX V
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
Year Ended June 30, 2014

	Original Estimated Cost	Current Estimated Cost	Prior Years	Current Year	Total	Estimated Percentage of Completion
Development Authority	$ 4,070,000	3,838,499	3,768,501	-	$ 3,768,501	98.18%
Airport Authority	1,100,000	1,040,427	1,040,427	-	1,040,427	100.00%
City of Dasher	440,000	421,946	173,492	229,860	403,352	95.59%
City of Hahira	990,000	936,325	894,752	41,573	936,325	100.00%
City of Remerton	770,000	728,283	629,413	89,405	718,818	98.70%
City of Lake Park	440,000	412,612	412,612	-	412,612	100.00%
City of Valdosta	51,095,000	47,799,170	45,787,667	268,705	46,056,372	96.35%
Roads, Streets, and Bridges	20,000,000	22,270,681	22,270,681	-	22,270,681	100.00%
Debt Retirement	16,785,000	14,518,754	14,518,754	-	14,518,754	100.00%
Jail Facilities and Equipment	6,300,000	6,026,217	6,026,217	-	6,026,217	100.00%
Court Facilities and Equipment	1,000,000	56,652	56,652	-	56,652	100.00%
Water and Sewer Facilities and Equipment	2,427,000	4,582,240	4,582,240	-	4,582,240	100.00%
Parks and Recreation Facilities	1,000,000	975,606	703,466	124,224	827,690	84.84%
Administrative Facilities and Equipment	1,908,000	466,115	466,115	-	466,115	100.00%
Human Resource Building Improvements	200,000	137,810	137,810	-	137,810	100.00%
Library Books and Equipment	125,000	125,712	125,712	-	125,712	100.00%
Public Safety Facilities and Equipment	500,000	449,323	449,323	-	449,323	100.00%
Animal Shelter Facilities and Equipment	50,000	50,931	39,335	2,290	41,625	81.73%
Fire Fighting Facilities and Equipment	750,000	748,523	748,523	-	748,523	100.00%
Public Transportation Vehicles	50,000	19,811	19,811	-	19,811	100.00%
Totals	$ 110,000,000	$ 105,605,637	$ 102,851,503	$ 756,057	$ 103,607,560	

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
SPECIAL SALES TAX VI
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
Year Ended June 30, 2014

	Original Estimated Cost	Current Estimated Cost	Prior Years	Current Year	Total	Estimated Percentage of Completion
Airport Improvements and Equipment	$ 1,000,000	$ 783,566	$ 783,565	$ -	$ 783,565	100.00%
Parking Facility	1,500,000	700,000	-	700,000	700,000	100.00%
Emergency Operations Center	4,000,000	2,953,982	2,953,982	-	2,953,982	100.00%
Courthouse Renovations & Equipment	500,000	250	250	-	250	100.00%
Judicial /Admin Facilities Construction & Equipment	1,000,000	38	38	-	38	100.00%
Public Safety Training Facility Construction & Equipment	500,000	171,739	171,739	-	171,739	100.00%
Fire Fighting Facility Improvements & Equipment	1,000,000	541,083	541,083	-	541,083	100.00%
Parks and Recreation Facility Construction & Equipment	6,000,000	2,899,007	29,133	96,555	125,688	4.34%
Water and Sewer Fund Construction & Improvements	15,000,000	4,887,937	4,887,937	-	4,887,937	100.00%
Road, Street & Bridges Construction & Improvements	22,388,450	13,473,059	13,473,059	-	13,473,059	100.00%
Bond Debt Retirement For Jail and Judicial/Admin Facilities	50,000,000	47,413,408	39,148,283	8,265,125	47,413,408	100.00%
City of Dasher	1,101,000	787,857	725,148	62,709	787,857	100.00%
City of Hahira	4,000,300	2,862,548	2,634,704	227,844	2,862,548	100.00%
City of Remerton	2,000,150	1,410,501	1,296,579	113,922	1,410,501	100.00%
City of Lake Park	752,350	538,369	495,518	42,851	538,369	100.00%
City of Valdosta	72,757,750	52,085,020	47,940,971	4,144,049	52,085,020	100.00%
Totals	$ 183,500,000	$ 131,508,364	$ 115,081,989	$ 13,653,055	$ 128,735,044	

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
SPECIAL SALES TAX VII
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
Year Ended June 30, 2014

	Original Estimated Cost	Current Estimated Cost	Prior Years	Current Year	Total	Estimated Percentage of Completion
Roads, Streets and Bridge Improvements	$ 25,000,000	$ 20,035,567	$ -	$ 1,453,458	$1,453,458	7.25%
Road, Street and Bridge Equipment	1,838,000	1,473,015	-	-	-	0.00%
Water & Sewer System Improvements and Equipment	17,410,500	13,953,170	-	81,390	81,390	0.58%
Law Enforcement Vehicles and Evidence Storage Facilitie	1,500,000	1,202,134	-	-	-	0.00%
Firefighting Facilities and Vehicles	3,000,000	2,404,268	-	-	-	0.00%
9-1-1 Center Improvements	984,500	789,001	-	-	-	0.00%
Public Safety Radio System	4,500,000	4,500,000	-	-	-	0.00%
Parks and Recreation Facilities	3,500,000	3,500,000	-	-	-	0.00%
Animal Shelter Addition and Improvements	800,000	800,000	-	-	-	0.00%
Civic Center Improvements	150,000	150,000	-	-	-	0.00%
Historic Courthouse Improvements	2,000,000	2,000,000	-	-	-	0.00%
Library Improvements and Equipment	1,582,000	1,582,000	-	-	-	0.00%
Airport Improvements	150,000	150,000	-	64,851	64,851	43.23%
City of Dasher	1,245,000	946,200	-	84,928	84,928	8.98%
City of Hahira	3,765,000	2,861,400	-	256,832	256,832	8.98%
City of Remerton	1,545,000	1,174,200	-	105,393	105,393	8.98%
City of Lake Park	1,005,000	763,800	-	68,557	68,557	8.98%
City of Valdosta	80,025,000	60,819,000	-	5,458,957	5,458,957	8.98%
Totals	$150,000,000	$119,103,755	$ -	$ 7,574,366	$7,574,366	

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
SCHEDULE OF STATE CONTRACTUAL ASSISTANCE
Year Ended June 30, 2014

	Contract Number	Revenue	Expenditures	Due (To) From State
Passed through the Georgia Department of Transportation				
ARRA Public Transportation Assistance	GA-18-4031	$ 213,957	$ 213,957	-
ARRA Public Transportation Assistance	T004908	3,801	3,801	-
Passed through the Governor's Office of Highway Safety				
SPEED	GA-2013-000-0435	728	728	-
SRTEN	GA-2013-000-0357	1,724	1,724	-
SRTEN	GA-2014-000-0235	14,409	14,409	-
Passed through the Georgia Emergency Management Agency				
GEMA Training	OEM13-094	500	500	-
2012 EMPG Response & Recovery	OEM10-094	23,619	23,619	-
2010 Homeland Security Grant	2010-SS-T0-0034	25,969	25,969	-
Passed through the Prosecuting Attorney's Council of Georgia				
2013 Prosecution Based VOCA	C13-8-048	8,645	8,645	-
Passed through the Criminal Justice Coordinating Council				
Juvenile Justice Incentive Grant	Y13-8-014	170,813	170,813	-
2012 Victims of Crime Act	C12-8-083	39,545	39,545	-
2013 Byrne Justice Assistance Grant	2013-H4013-GA-DJ	11,000	11,000	-
ARRA Edward Byrne Memorial JAG	B82-8-420	8,993	8,993	-
Total		$ 523,703	$ 523,703	$ -

See independent auditor’s report.

LOWNDES COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2014

	Federal CFDA Number	Pass Through Grantor Number	Federal Expenditures
Department of Justice			
Passed through the Criminal Justice Coordinating Council			
Juvenile Justice Incentive Grant	16.523	Y13-8-014	$ 170,813
2012 Victims of Crime Act	16.575	C12-8-083	39,545
Passed through the Prosecuting Attorney's Council of Georgia			
2013 Prosecution Based VOCA	16.575	C13-8-048	8,645
			48,190
Passed through the Criminal Justice Coordinating Council			
2013 Byrne Justice Assistance Grant	16.803	2013-H4013-GA-DJ	11,000
ARRA Edward Byrne Memorial JAG	16.803	B82-8-420	8,993
			19,993
Total Department of Justice			238,996
Department of Transportation			
Passed through the Georgia Department of Transportation			
ARRA Public Transportation Assistance	20.509	GA-18-4031	213,957
ARRA Public Transportation Assistance	20.509	T004908	3,801
			217,758
Passed through the Governor's Office of Highway Safety			
SPEED	20.600	GA-2013-000-0435	728
SRTEN	20.600	GA-2013-000-0357	1,724
SRTEN	20.600	GA-2014-000-0235	14,409
			16,861
Total Department of Transportation			234,619

See independent auditor’s report.

LOWNDES COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED
Year Ended June 30, 2014

	Federal CFDA Number	Pass Through Grantor Number	Federal Expenditures
Department of Homeland Security			
Passed through the Georgia Emergency Management Agency			
GEMA Training Grant	97.042	OEM13-094	500
2012 EMPG Response & Recovery	97.042	OEM10-094	23,619
			24,119
2010 Homeland Security Grant	97.067	2010-SS-T0-0034	25,969
			25,969
Total Department of Homeland Security			50,088
Total			$ 523,703

See independent auditor's report.

LOWNDES COUNTY, GEORGIA
NOTES TO THE SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1. GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of Lowndes County, Georgia (the "County"). The County receives pass-through financial assistance from several state agencies.

NOTE 2. REPORTING ENTITY

The authoritative criteria for determining the programs, organizations and functions of government included in the financial statements of the County are as follows: oversight responsibility, including selection of governing authority, designation of management, and ability to significantly influence operations; accountability for fiscal matters, including budget, surplus/deficits, debt, fiscal management and revenue characteristics; scope of public service; and special financial relationships.

NOTE 3. BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to pay current liabilities.

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

To the Board of Commissioners
Lowndes County, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lowndes County, Georgia as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Lowndes County , Georgia's basic financial statements, and have issued our report thereon dated December 31, 2014. Our report includes a reference to other auditors who audited the financial statements of the Lowndes County Board of Health and the Valdosta-Lowndes County Parks and Recreation Authority as described in our report on Lowndes County, Georgia's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial

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statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

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

Purpose of this Report

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

Henderson & Godbee, LLP
Valdosta, Georgia

December 31, 2014

Henderson & Godbee, LLP

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

To the Board of Commissioners
Lowndes County, Georgia

Report on Compliance for Each Major Federal Program

We have audited the compliance of Lowndes County, Georgia, with the types of compliance requirements described in *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Lowndes County's major federal programs for the year ended June 30, 2014. Lowndes 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.

The County's basic financial statements include the operations of the Lowndes County Board of Health, which received $5,409,189 in federal awards that is not included in the schedule during the year ended June 30, 2014. Our audit, described below, did not include the operations of Lowndes County Board of Health because the component unit engaged other auditors to perform an audit in accordance with OMB Circular A-133.

Management's Responsibility

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

Auditor's Responsibility

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

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

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

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

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

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

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

Henderson & Godbee, LLP
Valdosta, Georgia
December 31, 2014

LOWNDES COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2014

Section I – Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting	
Material weakness identified?	____Yes __X__ No
Significant deficiencies identified not considered to be material weakness?	____Yes __X__ None reported
Noncompliance material to financial statements noted?	____ Yes __X__ No

Federal Awards

Internal control over major programs	
Material weaknesses identified?	_____ Yes __X__ No
Significant deficiencies identified not considered to be material weaknesses?	_____ Yes __X__ None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a)?	____ Yes __X__ No

Identification of major programs:

CFDA Number	Name of Federal Program
20.509	ARRA Public Transportation Assistance

Dollar threshold used to distinguish between Type A and Type B programs: $300,000

Auditee considered a low risk auditee __X__ Yes ____No

Lowndes County, Georgia
Certificate of 9-1-1 Expenditures
For the Year Ended June 30, 2014

Line No.		O.C.G.A. Reference:	
1	Indicate UCOA Fund Type Used to Account for 9-1-1 Activity (choose one):		
	__X___ Special Revenue Fund _____ Enterprise Fund		
	Expenditures (UCOA Activity 3800)		
2	Wireless service supplier cost recovery charges (identify each supplier individually on lines below - attach list, if necessary)	46-5-134(e)	
	_____		$ _____
	_____		$ _____
	_____		$ _____
3	Emergency telephone equipment, including necessary computer hardware, software, and data base provisioning, addressing, and nonrecurring costs of establishing a 9-1-1 system:		
3a	Lease costs	46-5-134(f)(1)(A)	$ _____
3b	Purchase costs	46-5-134(f)(1)(A)	$ _____
3c	Maintenance costs	46-5-134(f)(1)(A)	$ _____
4	Rates associated with the service suppliers 9-1-1 service and other service suppliers recurring charges	46-5-134(f)(1)(B)	$ _____
5	Employees hired by the local government solely for the operation and maintenance of the emergency 9-1-1 system and employees who work as directors as defined in O.C.G.A. §46-5-138.2		
5a	Salaries and wages	46-5-134(f)(1)(C)	$ 1,464,143
5b	Employee benefits	46-5-134(f)(1)(C)	$ 657,538
6	Cost of training of employees who work as dispatchers or directors	46-5-134(f)(1)(D)	$ 3,841
7	Office supplies of the public safety answering points used directly in providing emergency 9-1-1 system services	46-5-134(f)(1)(E)	$ 5,948
8	Building used as a public safety answering point:		
8a	Lease costs	46-5-134(f)(1)(F)	$ _____
8b	Purchase costs	46-5-134(f)(1)(F)	$ _____
9	Computer hardware and software used at a public safety answering point, including computer assisted dispatch systems and automatic vehicle location systems:		
9a	Lease costs	46-5-134(f)(1)(G)	$ _____
9b	Purchase costs	46-5-134(f)(1)(G)	$ _____
9c	Maintenance costs	46-5-134(f)(1)(G)	$ _____

Lowndes County, Georgia
Certificate of 9-1-1 Expenditures
For the Year Ended June 30, 2014

10	Supplies directly related to providing emergency 9-1-1 system services, including the cost of printing emergency 9-1-1 public education materials	46-5-134(f)(1)(H)	$	
11	Logging recorders used at a public safety answering point to record telephone and radio traffic:			
11a	Lease costs	46-5-134(f)(1)(I)	$	
11b	Purchase costs	46-5-134(f)(1)(I)	$	
11c	Maintenance costs	46-5-134(f)(1)(I)	$	
12	Insurance purchased to insure against risks and liability in the operation and maintenance of the 9-1-1 system on behalf of the local government or on behalf of employees hired by the local government solely for the operation and maintenance of the 9-1-1 system and employees who work as directors	46-5-134(f)(2)(B)(i)	$	
13	Mobile communications vehicle and equipment, if the primary purpose and designation of such vehicle is to function as a backup 9-1-1 system center			
13a	Lease costs	46-5-134(f)(2(B)(ii)	$	
13b	Purchase costs	46-5-134(f)(2(B)(ii)	$	
13c	Maintenance costs	46-5-134(f)(2(B)(ii)	$	
14	Allocation of indirect costs associated with supporting the 9-1-1 system center and operations as identified and outlined in an indirect cost allocation plan approved by the local governing authority that is consistent with the costs allocated within the local government to both governmental and business-type activities	46-5-134(f)(2)(B)(iii)	$	160,000
15	Mobile public safety voice and data equipment, geo-targeted test messaging alert systems, or towers necessary to carry out the function of 9-1-1 system operations			
15a	Lease costs	46-5-134(f)(2(B)(iv)	$	
15b	Purchase costs	46-5-134(f)(2(B)(iv)	$	
15c	Maintenance costs	46-5-134(f)(2(B)(iv)	$	
16	Public safety voice and data communications systems located in the 9-1-1 system facility that further the legislative intent of providing the highest level of emergency response service on a local, regional, and state-wide basis, including equipment and associated hardware and software that supports the use of public safety wireless voice and data communication systems			
16a	Lease costs	46-5-134(f)(2(B)(v)	$	214,294
16b	Purchase costs	46-5-134(f)(2(B)(v)	$	1,300
16c	Maintenance costs	46-5-134(f)(2(B)(v)	$	2,317

Lowndes County, Georgia
Certificate of 9-1-1 Expenditures
For the Year Ended June 30, 2014

17 Other expenditures not included in Lines 2 through 16 above.
Identify by object and purpose.

Dues and subscriptions	$ 2,900
Contract Services	$ 658,200
Utilities	$ 69,364
Facilities maintenance	$ 6,168
	$
	$
	$
	$

18 Total Expenditures (total of all amounts reported on Lines 2 through 17 above) $ 3,246,013

Certification of Local Government Officials

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

Signature of Chief Elected Official _____ Date 12/30/14

Print Name of Chief Elected Official Bill Slaughter

Title of Chief Elected Official Chairman Board of Commissioners

Signature of Chief Financial Officer _____ Date 12/30/14

Print Name of Chief Financial Officer Stephanie Black