Madison County, Georgia

Financial Statements

For the Year Ended December 31, 2009

Madison County, Georgia
Financial Report
For the Year Ended December 31, 2009

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Commissioners of
Madison County, Georgia

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Madison County, Georgia as of and for the year ended December 31, 2009, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Madison County Health Department, which represent 3% and 18%, respectively, of the assets and revenues of the component unit columns. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion on the financial statements, insofar as it relates to the amounts included in the Madison County Health Department, is based on the report of other auditors.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information for Madison County, Georgia as of December 31, 2009, and the respective changes in financial position and cash flows, where applicable, thereof in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards,* we have also issued a report dated June 30, 2009 on our consideration of Madison County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis, the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund and the Retirement Plan – Schedule of Funding Progress information on pages i through vii, 31-32 and 33 are not a required part of the basic financial statements, but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Madison County, Georgia's basic financial statements. The supplementary information and the Schedule of Projects Constructed with Special Sales Tax Proceeds, as listed in the table of contents, are presented for purposes of additional analysis and are not required parts of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Tread well, Tamplin & Co.

June 30, 2010
Madison, Georgia

MADISON COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2009

Management's Discussion and Analysis of Madison County ("the County") provides a narrative overview and analysis of the County's financial activities for the year ended December 31, 2009. This information is to be considered in conjunction with the County's financial statements.

FINANCIAL HIGHLIGHTS

- The assets of the County exceeded its liabilities at December 31, 2009 by $296,546,599 presented as "net assets". Of this amount, $10,550,157 was reported as "unrestricted net assets". Unrestricted net assets represent the amount available to meet the County's obligations to citizens and creditors.

- The County's combined net assets decreased from $304,697,570 to $296,546,599.

- The County's General Fund unreserved fund balance was $9,391,626 and a reserved fund balance of $201,729.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-wide financial statements

The government-wide financial statements provide a broad overview of the County's finances, in a manner similar to a private-sector business. The government-wide financial statements consist of the Statement of Net Assets and the Statement of Activities.

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

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

The government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, judicial, public safety, public works, health and welfare, culture and recreation, and housing and development. The business-type activity of the County is Solid Waste Management.

The government-wide financial statements include not only the County itself, but also the Madison County Industrial Development Authority and the Madison County Health Department. These are legally separate entities that are component units of the County due to the significance of their operational or financial relationships with the County. Financial information for these component units is reported separately from the financial information presented for the primary government.

Fund financial statements

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

Governmental funds

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

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

The County maintains governmental funds to account for the following activities: General, Special Revenue, and SPLOST.

Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the General and SPLOST funds, which are considered major funds. Data from the other governmental funds are combined into a single, aggregated column. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements.

Proprietary funds

Services for which the government charges customers a fee are generally reported in proprietary funds. The Solid Waste Management Fund is an enterprise fund and its business-like activities are reported with detail including cash flows.

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the County's own programs. The County has five fiduciary funds, Tax Commissioner, Sheriff, Clerk of Superior Court, Probate Court, and Magistrate Court.

Notes to the financial statements

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

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. Assets exceeded liabilities by $296,546,599 at the close of the fiscal year on December 31, 2009.

The largest portion of the County's net assets reflects its investments in capital assets (such as land, buildings, equipment, and vehicles); less any related debt used to acquire those assets that are 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 need to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Madison County's Net Assets - Primary Government

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current and other assets	$ 14,881,868	$ 12,702,563	$ 3,208	$ 5,909	$ 14,885,076	$ 12,708,472
Capital assets	283,847,231	294,286,744	118,340	132,251	283,965,571	294,418,995
Total assets	298,729,099	306,989,307	121,548	138,160	298,850,647	307,127,467
Long-term liabilities	804,747	956,032	409,190	439,881	1,213,937	1,395,913
Other liabilities	1,051,371	997,507	38,740	36,477	1,090,111	1,033,984
Total liabilities	1,856,118	1,953,539	447,930	476,358	2,304,048	2,429,897
Net assets: Invested in capital assets, net of related debt	283,847,231	294,186,503	118,340	132,251	283,965,571	294,318,754
Restricted	2,030,871	3,434,832	-	-	2,030,871	3,434,832
Unrestricted	10,994,879	7,414,433	(444,722)	(470,449)	10,550,157	6,943,984
Total net assets	$ 296,872,981	$ 305,035,768	$ (326,382)	$ (338,198)	$ 296,546,599	$ 304,697,570

Unrestricted net assets of $10,550,157 may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the fiscal year, Madison County is able to report a positive balance in total net assets.

The following table provides a summary of the County's operations.

Madison County's Changes in Net Assets - Primary Government

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues:						
Program revenues:						
Charges for services	$ 3,385,640	$ 3,110,566	$ 186,692	$ 237,302	$ 3,572,332	$ 3,347,868
Operating grants and Contributions	438,252	423,680	-	-	438,252	423,680
Capital grants and Contributions	25,907	6,721	-	-	25,907	6,721
General revenues:						
Taxes	12,323,920	12,241,466	-	-	12,323,920	12,241,466
Grants and contributions	701,315	607,533	9,997	-	711,312	607,533
Investment revenue	106,842	140,908	-	-	106,842	140,908
Other	85,400	139,906	-	-	85,400	139,906
Total Revenues	16,854,168	16,670,780	196,689	237,302	17,263,965	16,908,082
Expenses:						
General government	2,855,125	2,842,271	-	-	2,855,125	2,842,271
Judicial	1,145,169	959,639	-	-	1,145,169	959,639
Public safety	6,656,951	6,507,498	-	-	6,656,951	6,507,498
Public works	12,634,498	12,698,032	-	-	12,634,498	12,698,032
Health and welfare	496,325	499,545	-	-	496,325	499,545
Culture and recreation	806,258	1,105,094	-	-	806,258	1,105,094
Housing and development	362,446	461,494	-	-	362,446	461,494
Interest	21,961	154,342	-	-	21,961	154,342
Solid waste	-	-	505,089	544,122	505,089	544,122
Total Expenses	24,978,733	25,227,915	505,089	544,122	25,438,822	25,772,037
Change in net assets before transfers	(7,911,457)	(8,557,135)	(308,398)	(306,820)	(8,219,855)	(8,863,955)
Transfers	(320,214)	(404,542)	320,214	404,542	-	-
Change in nets assets after transfers	(8,231,671)	(8,961,677)	11,816	97,722	(8,219,855)	(8,863,955)
Beginning Nets Assets, restated	305,104,652	313,997,445	(338,198)	(435,920)	304,766,456	313,561,525
Ending Net Assets	$ 296,872,981	$ 305,035,768	$ (326,382)	$ (338,198)	$ 296,546,599	$ 304,697,570

FINANCIAL ANALYSIS OF THE GOVERNMENTAL FUNDS

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, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

General Fund

The General Fund is the County's chief operating fund. At the end of the current fiscal year, unreserved fund balance of the General Fund was $9,391,626, while the total fund balance was $9,593,355. As a measure of the General Fund's liquidity, it may be useful to compare fund balance to total fund expenditures.

SPLOST Fund

Proceeds of special purpose local option sales tax will fund multiple capital projects. At the end of the current fiscal year, expenditures were $2,023,161, revenues were $1,806,629, and fund balance was $1,832,029.

Proprietary Fund

The County's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail. The County's only proprietary fund is the Solid Waste Fund.

At the end of the current fiscal year, total net assets for the Solid Waste Fund were ($326,380) as this fund operates with a deficit each year requiring transfers from the General Fund.

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, amendments were made to the budget. The most substantial amounts were due to the following:

newly created courthouse security positions
unfilled positions and changes in positions
unbudgeted prior year change in law enforcement salaries
decrease in gasoline prices
decrease in county funded healthcare costs
decrease in inmate housing out costs
decrease in workers' compensation insurance

CAPITAL ASSETS

The County's investment in capital assets for its governmental and business-type activities as of December 31, 2009 amounts to $283,965,571 net of depreciation. This investment in capital assets includes land, buildings and improvements, equipment, furniture, vehicles, and infrastructure.

Madison County's Capital Assets - Primary Government
(net of accumulated depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Land	$ 618,546	$ 614,174	$ -	$ -	$ 618,546	$ 614,174
Construction in progress	859,476	817,197	-	-	859,476	817,197
Buildings and improvements	9,475,131	9,447,381	83,260	83,260	9,558,391	9,530,641
Equipment, furniture, and vehicles	6,082,457	6,032,246	75,000	75,000	6,157,457	6,107,246
Land improvements	463,956	463,956		-	463,956	463,956
Infrastructure	426,638,318	425,908,785		-	426,638,318	425,908,785
Accumulated depreciation	(160,290,653)	(148,996,994)	(39,920)	(26,009)	(160,330,573)	(149,023,003)
Total	$ 283,847,231	$294,286,745	$ 118,340	$ 132,251	$ 283,965,571	$ 294,418,996

DEBT ADMINISTRATION

At the end of the current fiscal year, the County had $1,210,813 in outstanding debt consisting of capital leases, notes payable, landfill postclosure costs, and compensated absences.

Madison County's Outstanding Debt - Primary Government

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Notes payable	$ -	$ -	$223,169	$249,669	$ 223,169	$ 249,669
Capital lease	502,420	716,734	11,527	16,569	513,947	733,303
Landfill post closure	-	-	150,030	158,365	150,030	158,365
Compensated absences	302,327	239,298	21,340	11,783	323,667	251,081
Total	$804,747	$956,032	$406,066	$436,386	$1,210,813	$1,392,418

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Due to the economic conditions, employees will receive half of the regular pay for the ten holidays recognized by the County.

The 2010 General Fund budget was balanced by using $296,725 from fund balance.

REQUEST FOR INFORMATION

This report is designed to provide a general overview of the County's primary government finances. Questions concerning any of the information provided in this report or requests for additional information can be addressed to the Finance Director, Madison County, PO Box 147, Danielsville, Georgia 30633.

Basic Financial Statements

Madison County, Georgia
Statement of Net Assets
December 31, 2009

	Governmental Activities	Business-type Activities	Total	Industrial Development Authority	June 30 Health Department
ASSETS					
Cash and Equivalents	$ 8,763,684	$ 400	8,764,084	483,929	$ 407,951
Investments	-	-	-	14,000	-
Receivables	5,552,536	2,808	5,555,344	596,467	30,459
Due from Other Governments	306,177	-	306,177	28,586	-
Inventories	97,289	-	97,289	-	-
Deferred Pension Benefit	153,622	-	153,622	-	-
Other assets	8,560	-	8,560	140,165	-
Capital Assets					
Capital assets not being depreciated	1,478,022	-	1,478,022	3,385,982	-
Capital assets, net of depreciation	282,369,209	118,340	282,487,549	9,468,375	-
Other Capital Assets, net	-	-	-	-	6,065
Total Assets	298,729,099	121,548	298,850,647	14,117,504	444,475
LIABILITIES					
Accounts payable					
and accrued expenses	1,030,084	33,248	1,063,332	878,354	29,769
Due to other governments	-	-	-	-	-
Internal balances	(5,492)	5,492	-	-	-
Deferred lease income	26,779	-	26,779	-	1,689
Accrued interest	-	3,124	3,124	-	-
Deposits	-		-	36,571	-
Long-term liabilities					
Due within one year					
Note payable	-	28,016	28,016	213,458	-
Capital lease obligations	205,618	5,216	210,834	-	-
Compensated Absences	75,582	7,042	82,624	-	9,628
Landfill postclosure costs	-	8,335	8,335	-	-
Due in more than one year					
Note payable	-	195,153	195,153	-	-
Capital lease obligations	296,802	6,311	303,113	5,719,852	-
Compensated absences	226,745	14,298	241,043	-	31,022
Landfill postclosure costs	-	141,695	141,695	-	-
Total liabilities	1,856,118	447,930	2,304,048	6,848,235	72,108
NET ASSETS					
Invested in capital assets,					
net of related debt	283,847,231	118,340	283,965,571	6,921,047	6,065
Restricted for:					
Capital projects	1,832,029	-	1,832,029	72,988	-
Public safety	167,678	-	167,678	-	-
Other projects	31,164	-	31,164	-	159,174
Unrestricted	10,994,879	(444,722)	10,550,157	275,234	207,128
Total net assets	$296,872,981	$ (326,382)	$296,546,599	$ 7,269,269	$ 372,367

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

Madison County, Georgia
Statement of Activities
For the Year Ended December 31, 2009

Functions/Programs	Expenses	Program Revenue: Charges for Services	Program Revenue: Operating Grants and Contributions	Program Revenue: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets: Primary Government: Governmental Activities	Primary Government: Business-type Activities	Primary Government: Total	Industrial Development Authority	June 30 Health Department
Primary government									
Governmental Activities									
General Government	$ 2,855,125	$ 529,690	$ 237,212	$ -	$ (2,088,223)	$ -	$ (2,088,223)		
Judicial	1,145,169	660,051	24,203	-	(460,915)	-	(460,915)		
Public Safety	6,656,951	1,554,997	18,135	-	(5,083,819)	-	(5,083,819)		
Public Works	12,634,498	-	-	-	(12,634,498)	-	(12,634,498)		
Health and Welfare	496,325	461,946	147,353	17,037	130,011	-	130,011		
Culture and Recreation	806,258	105,969	-	8,870	(691,419)	-	(691,419)		
Housing & Development	362,446	72,987	11,349	-	(278,110)	-	(278,110)		
Interest on Long-term debt	21,961	-	-	-	(21,961)	-	(21,961)		
Total governmental activities	24,978,733	3,385,640	438,252	25,907	(21,128,934)	-	(21,128,934)		
Business-type activities:									
Solid Waste Fund	505,089	186,694	9,997	-		(308,398)	(308,398)		
Total business-type activities	505,089	186,694	9,997	-		(308,398)	(308,398)		
Total primary government	25,483,822	3,572,334	448,249	25,907	(21,128,934)	(308,398)	(21,437,332)		
Component Units									
Industrial Development Authority	1,084,832	401,070	-	513,340				(170,422)	-
Health Department	598,609	162,089	454,726	-				-	18,206
Total component units	$ 1,683,441	$ 563,159	$ 454,726	$ 513,340				$ (170,422)	$ 18,206
General revenues:									
Taxes:									
Property taxes, levied for general purposes					$ 7,698,753	$ -	$ 7,698,753	$ 606,892	$ -
Sales taxes					3,091,170	-	3,091,170	167,766	-
Franchise and other business taxes					1,533,997	-	1,533,997	8,916	-
Grants and contributions not restricted to specific programs					701,315	-	701,315	50,437	-
Interest revenue					106,842	-	106,842	6,406	634
Miscellaneous					78,755	-	78,755	2,902	-
Gain on disposal of asset					6,645	-	6,645	11,439	-
Special item					-	-	-	921,574	-
Transfers					(320,214)	320,214	-	-	-
Total general revenues and transfers					12,897,263	320,214	13,217,477	1,776,332	634
Change in net assets					(8,231,671)	11,816	(8,219,855)	1,605,910	18,840
Net assets - beginning, as previously reported					305,035,768	(338,198)	304,697,570	5,663,359	353,527
Prior period adjustment					68,884	-	68,884	-	-
Net assets - beginning, as restated					305,104,652	(338,198)	304,766,454	5,663,359	353,527
Net assets - ending					$ 296,872,981	$ (326,382)	$296,546,599	$ 7,269,269	$ 372,367

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

Madison County, Georgia
Balance Sheet
Governmental Funds
December 31, 2009

	General Fund	SPLOST Fund	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	$ 6,702,139	$ 1,723,536	$ 338,009	$ 8,763,684
Taxes receivable, net	5,113,352	-	63,505	5,176,857
Due from other funds	105,124	-	-	105,124
Receivable from other governments	152,395	153,782	-	306,177
Other receivables	375,679	-	-	375,679
Inventories	97,289	-	-	97,289
Prepaid expenses	8,560	-	-	8,560
Total assets	12,554,538	1,877,318	401,514	14,833,370
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	88,497	45,289	7,901	141,687
Accrued salaries and benefits	669,349	-	41,253	710,602
Due to other funds	-	-	99,632	99,632
Vendor deposits payable	-	-	125,135	125,135
Deferred revenue - property taxes	1,988,003	-	-	1,988,003
Deferred revenue - lease	162,674	-	-	162,674
Tax sale proceeds held for others	52,660	-	-	52,660
Total liabilities	2,961,183	45,289	273,921	3,280,393
Fund balances:				
Reserved for:				
Inventories	102,832	-	-	102,832
Interfund receivables	98,897	-	-	98,897
Unreserved	9,391,626	1,832,029	-	11,223,655
Unreserved, reported in non-major:				
Special revenue funds	-	-	226,490	226,490
Capital projects funds	-	-	(98,897)	(98,897)
Total fund balances	9,593,355	1,832,029	127,593	11,552,977
Total liabilities and fund balances	$ 12,554,538	$ 1,877,318	$ 401,514	$ 14,833,370

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

Madison County, Georgia
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets
December 31, 2009

Total fund balance, governmental funds (Exhibit 3)	$	11,552,977
Amounts reported for governmental activities in the Statement of Net Assets are different because:		
Capital assets used in governmental activities are not current financial resources and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Assets.		283,847,231
Some liabilities, (such as Notes Payable, Capital Lease Obligations, and Compensated Absences), are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Assets.		(804,747)
The County's cumulative contributions to the defined benefit retirement plan exceed the cumulative annual pension costs resulting in a deferred pension benefit on the Statement of Net Assets. Because the deferred pension benefit is not a current financial resource it is not reported in the funds.		153,622
Deferred revenue is recorded in the funds to offset the principal and interest payments due under the capital lease receivable until the payments are available. However, in the Statement of Net Assets deferred revenue is only necessary for the portion of the receivable that represents implied interest payments to be received.		135,895
Some of the County's taxes will be collected after year-end, but are not available soon enough to be used to pay for the current period's expenditures, and therefore are reported as deferred revenue in the funds.		1,988,003
Net Assets of Governmental Activities in the Statement of Net Assets (Exhibit 1)	$	296,872,981

Madison County, Georgia
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2009

	General Fund	SPLOST Fund	Other Governmental Funds	Total Governmental Funds
REVENUES				
Taxes	$13,953,041	$ 1,776,426	$ -	$ 15,729,467
Licenses and permits	84,187	-	-	84,187
Intergovernmental	1,139,567	-	-	1,139,567
Charges for services	1,982,702	-	515,801	2,498,503
Fees and fines	754,156	-	101,391	855,547
Investment earnings	60,794	30,203	8,651	99,648
Contributions and donations	49,146	-	-	49,146
Miscellaneous	85,824	-	881	86,705
Total revenues	18,109,417	1,806,629	626,724	20,542,770
EXPENDITURES				
Current:				
General government	2,184,272	-	-	2,184,272
Judicial	1,110,574	-	31,507	1,142,081
Public Safety	5,283,310	-	920,758	6,204,068
Public Works	1,483,090	-	-	1,483,090
Health and Welfare	446,235	-	-	446,235
Culture and Recreation	768,539	-	-	768,539
Housing and Development	358,731	-	-	358,731
Debt Service:				
Principal	78,987	92,133	43,161	214,281
Interest and other charges	21,961	-	1,676	23,637
Intergovernmental	-	379,268	-	379,268
Capital Outlay:				
Public Safety	-	358,956	-	358,956
Public Works	-	1,187,343	-	1,187,343
Culture and Recreation	-	5,461	-	5,461
Total Expenditures	11,735,699	2,023,161	997,102	14,755,962
Excess (deficiency) of revenues over (under) expenditures	6,373,718	(216,532)	(370,378)	5,786,808
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	536,894	536,894
Transfers out	(857,108)	-	-	(857,108)
Total other financing sources and (uses)	(857,108)	-	536,894	(320,214)
Net change in fund balances	5,516,610	(216,532)	166,516	5,466,594
Fund balances - beginning	4,076,745	1,979,677	(38,923)	6,017,499
Prior period adjustment	-	68,884	-	68,884
Fund balances - beginning, as restated	4,076,745	2,048,561	(38,923)	6,086,383
Fund balances - ending	$ 9,593,355	$ 1,832,029	$ 127,593	$ 11,552,977

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

Madison County, Georgia
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2009

Net change in fund balances - total governmental funds (Exhibit 4)	$ 5,466,594
Amounts reported for Governmental Activities in the Statement of Activities are different because:	
Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources. In contrast, the Statement of Activities reports only a portion of the outlay as expense. The outlay is allocated over the assets' estimated useful lives as depreciation expense for the period. This is the amount by which depreciation $11,338,453 exceeded capital outlays $900,245 in the current period.	(10,438,208)
Governmental funds report the entire net sales price (proceeds) from sale of an asset as revenue because it provides current financial resources. In contrast, the Statement of Activities reports only the gain on the sale of the assets. Thus, the change in net assets differs from the change in fund balance by the cost of the asset sold.	(1,305)
Changes in net pension benefits or obligations are not reporting the governmental funds because they do not represent the receipt or consumption of a current financial asset or liability. The changes in pension benefits or obligations are reported as an increase or decrease in the associated expense account on the Statement of Activities.	11,591
Governmental funds defer all tax revenues that are not collected soon enough to be used to pay for the current period's expenditures (within 60 days of year-end). However, the Statement of Activities reports results under the full accrual method which requires that all taxes that have been levied be reported as revenue irrespective of the collection date.	(3,405,548)
The change in the value of compensated absences that are not due and payable as of year-end is not reported as an increase or decrease in expenditures in the fund-level financial statements. The Statement of Activities recognizes this change in the compensated absence liability as an increase or decrease in expense.	(63,032)
Governmental funds reported the receipt of amounts due under a capital lease receivable as a revenue because the amount became available. The Statement of Activities reports the revenue from a sales lease in the period that the entity agrees to sell an item under a capital lease. This adjustment represents the principal received under the lease.	(16,044)
Governmental funds report repayment of capital lease obligations as an expenditure, In contrast, the Statement of Activities treats such repayments as a reduction in long-term liabilities.	214,281
Change in net assets of governmental activities (Exhibit 2)	$ (8,231,671)

Madison County, Georgia
Statement of Net Assets
Proprietary Fund
December 31, 2009

	Solid Waste Fund
ASSETS	
Current assets:	
Cash and cash equivalents	$ 400
Accounts receivable	2,808
Total current assets	3,208
Non-current assets:	
Capital Assets:	
Buildings	83,260
Equipment and Furniture	75,000
Less Accumulated depreciation	(39,920)
Total non-current assets	118,340
Total assets	121,548
LIABILITIES	
Current Liabilities:	
Accounts payable	14,043
Salaries payable	5,155
Accrued interest payable	3,124
Due to other funds	5,492
Pension contribution payable	14,048
Compensated absences	7,042
Capital lease obligation	5,216
Postclosure liability	8,335
Current portion of note payable	28,016
Total current liabilities	90,471
Non-current liabilities:	
Compensated absences	14,298
Capital lease obligation	6,311
Postclosure liability	141,695
Note payable	195,153
Total non-current liabilities	357,457
Total liabilities	447,928
NET ASSETS	
Invested in capital assets, net of related debt	118,340
Unrestricted	(444,720)
Total net assets	$ (326,380)

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

Madison County, Georgia
Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2009

	Solid Waste Fund
REVENUES	
Charges for services	$ 186,549
Miscellaneous	143
Total operating revenues	186,692
OPERATING EXPENSES	
Cost of sales - waste disposal fees	122,752
Personal services	222,349
Contractual services	110,187
Other supplies and expenses	22,312
Depreciation	13,911
Total Operating Expenses	491,546
Operating income (loss)	(304,854)
NON-OPERATING REVENUES (EXPENSES)	
Operating grants and contributions	9,997
Interest expense	(13,541)
Total non-operating revenue (expenses)	(3,544)
Income (loss) before contributions and transfers	(308,398)
Transfers in	320,214
Change in net assets	11,816
Total net assets - beginning	(338,196)
Total net assets - ending	$ (326,380)

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

Madison County, Georgia
Statement of Cash Flows
Proprietary Fund
For the Year Ended December 31, 2009

	Solid Wate Fund
Cash flows from operating activities:	
Cash sales to customers	$ 189,432
Cash payments to employees for services	(214,266)
Cash payments to suppliers	(265,377)
Net cash provided (used) by operating activities	(290,211)
Cash flows from noncapital financing activities:	
Receipt of operating grants	9,996
Due to other funds	5,492
Transfer from general fund	320,214
Net cash provided (used) by noncapital financing activities	335,702
Cash flows from capital and related financing activities:	
Principal paid on note payable	(31,542)
Interest paid on notes payable	(13,912)
Net cash provided (used) by capital and related financing activities	(45,454)
Net increase (decrease) in cash and cash equivalents	37
Cash and cash equivalents, January 1	363
Cash and cash equivalents, December 31	$ 400
Reconciliation of operating income to net cash provided (used) by operating activities:	
Operating income (loss)	$ (304,854)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation	13,911
Change in landfill postclosure liability	(8,335)
Changes in assets and liabilities:	
Accounts Receivable	2,740
Accounts Payable	(1,756)
Salaries Payable	8,623
Pension Contribution Payable	(540)
Net cash provided (used) by operating activities	$ (290,211)

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

Madison County, Georgia
Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2009

ASSETS		
Cash	$	161,837
Total assets		161,837
LIABILITIES		
Due to others		161,837
Total liabilities	$	161,837

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

Notes to the Financial Statements

Note 1: Summary of Significant Accounting Policies

A. Reporting Entity

Madison County was incorporated under the laws of the State of Georgia in 1811. The County is governed by a five-member Board of Commissioners. Each commissioner is elected to a four-year term. The Chairman serves as the full-time Chief Executive Officer. The other five commissioners serve on a part-time basis. The Chairman is responsible for the daily operations of the County.

The financial statements of Madison County, Georgia (the 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.

In conformity with generally accepted accounting principles, as set forth in GASB Statement No. 14, *The Financial Reporting Entity*, the financial statements of the reporting entity include those of Madison County (the primary government) and its component units. The criteria for including organizations as component units within the County's reporting entity, as set forth in Section 2100 of GASB's Codification of Governmental Accounting and Financial Reporting Standards, include whether:

- the organization is legally separate (can sue and be sued in its own name)
- the County holds the corporate powers of the organization
- the County appoints a voting majority of the organization's board
- the County is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the County
- there is fiscal dependency by the organization on the County

Discretely Presented Component Units – The component unit columns in the government-wide financial statements include the financial data of the County's component units. They are included because, if excluded, the County's financial statements would be misleading. They are reported in separate columns in the government-wide financial statements to emphasize their legal separation from the County. The following component units are included in the statements:

Madison County Industrial Development and Building Authority – The County appoints all members of the Development Authority's Board of Directors. The Authority has a December 31 fiscal year end.

Madison County Health Department – The County appoints all members of the Health Department's Board of Directors. The Health Department has a June 30 fiscal year end.

Each discretely presented component unit issues separate financial statements. Complete financial statements of the individual component units can be obtained from their respective administrative offices:

Madison County Industrial Development and Building Authority
Post Office Box 381
Danielsville, GA 30633

Note 1: Summary of Significant Accounting Policies, continued

Madison County Health Department
Post Office Box 26
Danielsville, GA 30633

Blended Component Units - Based on the GASB criteria, the County has no entities that qualify as blended component units.

B. Basis of Presentation, Basis of Accounting

Basis of Presentation

Government-wide Statements: The statement of net assets and the statement of activities display information about the primary government (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities of the primary government or its component units. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the *governmental* and *business-type* activities of the County. Governmental activities generally are financed through taxes, intergovernmental revenues and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the County and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Program revenues include (a) fees, fines and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the County's funds, including its fiduciary funds. Separate statements for each fund category – *governmental, proprietary and fiduciary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities. Nonoperating expenses are the result of expenses that are ancillary to the primary purpose of the fund. Interest costs are currently the only nonoperating expenses incurred in the proprietary fund.

Proprietary fund operating expenses are the necessary costs incurred to provide the good or service that is the primary activity of the fund. Expenses which do not meet this criteria, such as interest expense, are considered non-operating and are reported as such.

When both restricted and unrestricted resources are available to pay a cost, the County's policy is to use restricted assets first, then use unrestricted assets.

Note 1: Summary of Significant Accounting Policies, continued

The County reports the following major governmental funds:

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

SPLOST Capital Projects Fund – This is a capital projects fund established to account for all special local options sales tax revenues as well as the specifically identified projects for which the SPLOST tax was established.

The County reports the following major enterprise fund:

Solid Waste Fund – This fund accounts for the postclosure care of the County's landfill and the operation and maintenance of the County's solid waste transfer station.

The County reports the following fiduciary fund type:

Agency Funds – These funds account for monies held by the County in a trustee capacity or as an agent on behalf of individuals, private organizations, other governments and/or other funds. All of the County's fiduciary funds are agency funds, which are custodial in nature. Accordingly, the County presents a statement of fiduciary assets and liabilities rather than a statement of fiduciary net assets. Agency funds do not include a measurement of the results of operations, so a statement of changes in fiduciary net assets is not presented by the County. Following are the agency funds of the County at December 31, 2009: Tax Commissioner, Sheriff, Clerk of Superior Court, Probate Court, and Magistrate Court.

Measurement Focus, Basis of Accounting

Government-wide, Proprietary and Fiduciary Fund Financial Statements – The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus. The governmental activities in the government-wide financial statements, the proprietary fund financial statements, and the fiduciary fund statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

All business-type activities and enterprise funds of the County follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

Governmental Fund Financial Statements – Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The County considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales taxes, franchise taxes, licenses and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Note 1: Summary of Significant Accounting Policies, continued

C. Budgets and Budgetary Accounting

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

1. Normally, prior to August 31, the Chairman submits to the Commission a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.

2. A public hearing is conducted at the county courthouse to obtain taxpayer comments.

3. Normally, prior to November 1, the budget is legally enacted through passage of an ordinance. However, during the current year the tax digest was not prepared timely and the budget was legally adopted in January 2009.

4. The County Clerk is authorized to transfer budgeted amounts within a division, with the exception of personnel amendments. The County Clerk is also authorized to transfer amounts between divisions to cover insurance reimbursements and to implement actions of the governing authority. Any other amendments between divisions or amendment to personnel budgets are approved by the Commission.

5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Capital Projects Funds and Enterprise Funds.

6. The budget is prepared and adopted on a basis consistent with generally accepted accounting principles (GAAP).

D. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of moneys are recorded in order to reserve that portion of the applicable appropriation, is not used by the County.

E. Deposits and Investments

Cash consists of demand and interest-bearing deposits held in banks. All bank deposits must be collateralized by an amount equal to 110% of uninsured deposits of the State of Georgia or U.S. obligations or direct loans to the County.

For purposes of the statement of cash flows, cash and cash equivalents include all highly liquid investments with original maturities of three months or less.

Investments are recorded at cost plus accrued interest, which approximates market value.

F. Receivables and Payables

All trade and property tax receivables are shown net of an allowance for uncollectible receivables, when material.

G. Property Tax Calendar

Property taxes attach as an enforceable lien on property as of January 1. The County bills and collects its own property taxes and also collects taxes for the County School District as well as The Industrial Development and Building Authority. County property tax revenues are recognized when levied to the extent that they result in current receivables.

Note 1: Summary of Significant Accounting Policies, continued

G. Property Tax Calendar, continued

Property taxes, for property owned at January 1, 2009, were levied on October 21, 2009 with a payment period from November 2, 2009 to January 14, 2010. A local option sales tax is in force. Proceeds for this tax are remitted to the County monthly and are used to give property tax owners tax relief. Taxes receivable at December 31, 2009 amounted to $5,113,352 and deferred property tax revenue totaled $1,988,003.

H. Inventory

Inventory is valued at cost on a first-in, first-out basis. Inventory consists principally of expendable supplies held for consumption by the County's public works department. The County uses a periodic inventory system, where inventory totals are determined by periodically performing complete inventory counts. The cost of the supplies is originally recorded as an expenditure at the time individual inventory items are purchased. The County then increases or decreases expenditures based on whether inventory levels have risen or fallen from the previous inventory total. Reported inventories are equally offset by a fund balance reserve in the fund level financial statements, which indicates that the inventories do not constitute available spendable resources.

I. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Property, plant and equipment with initial, individual costs that equal or exceed $5,000 are recorded as capital assets. Capital assets are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. For infrastructure assets, the County has adopted the policy of capitalizing costs which add additional service utility to the asset. Maintenance of infrastructure assets is expensed in the government-wide financial statements.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities, net of related interest earned, is included as part of the capitalized value of the assets constructed.

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

Asset Class	Estimated Useful Lives
Infrastructure	15-99
Building and improvements	20-50
Water & sewer distribution	20-50
Heavy machinery & vehicles	3-15
Equip, furniture & fixtures	5-10
Computer equipment	5-7

The County was required to implement the retroactive infrastructure reporting requirements of GASB No. 34 beginning with the year ended December 31, 2007. Accordingly, all of the infrastructure assets reported in these financial statements are assets that the County obtained after 1980. The infrastructure the County has retroactively reported was principally highways and roads.

Note 1: Summary of Significant Accounting Policies, continued

J. Accumulated Unpaid Vacation, Sick Pay, and Other Employee Benefit Amounts

The liability for compensated absences reported in the government-wide and proprietary fund statements consists of unpaid, accumulated annual vacation and comp time balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. In accordance with the provisions of GASB Statement 11, concerning Accounting for Compensated Absences, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits. Governmental activities compensated absences balances are liquidated through the General Fund.

K. Restricted Revenues

The County receives certain taxes, grants and contributions that must be used for a specific purpose outlined in either taxing legislation or grantor contracts. These amounts are reported as restricted net assets in the government wide financial statements until the restriction has been met either through the expenditure of the money or the passage of time. Expenses incurred by the County for which both unrestricted and restricted monies are available are applied to restricted resources first.

Note 2: Stewardship, Compliance and Accountability

A. Deficit Fund Balance:

The following lists the County's funds which reported a negative fund balance as well as the magnitude of that deficit as of December 31:

Jail Construction Capital Projects Fund	98,897
Solid Waste Fund	326,380

The deficit fund balance in the Jail Construction fund was funded by an interfund payable to the general fund. The deficit in the solid waste fund is partially funded by a note payable. Of the $326,380 deficit in the solid waste fund, $150,030 is the result of an accrued liability for postclosure monitoring costs for the County's landfill.

B. Excess expenditures over appropriations:

The following departments had excess expenditures over appropriations for December 31, 2009:

Special Revenue Funds:
Seized and Forfeited Funds - $47,270
Sheriff's Phone Commission - $58,757
Law Library - $17,145
Clerk Deed - $2,362

Note 3: Cash

The carrying amount of the County's deposits with financial institutions was $8,925,920 and the bank balance was $8,827,755. All of the County's deposits are insured or collateralized by assets not held by the pledging institution. Deposits totaling $1,433,330 are collateralized by the pledging institutions participation in the State of Georgia Pledging Pool. Assets collateralized in the pledging pool are not held explicitly in the name of the County. Because all of the deposits are either insured or collateralized by assets not held by the pledging financial institution, the County does not have exposure to custodial credit risk.

State law requires that all bank deposits be insured or collateralized up to 110% of the balances maintained in each financial institution. All of the County's deposits are insured or collateralized sufficiently to meet this requirement.

Georgia law authorizes local governments to invest in the following types of obligations:

- Obligations of the State of Georgia or any other states;
- Obligations issued by the United States;
- Obligations fully insured or guaranteed by the United States government or governmental agency;
- Obligations of any corporation of the United States Government;
- Prime bankers' acceptances;
- The State of Georgia Local Government Investment Pool;
- Repurchase agreements; and
- Obligations of other political subdivisions of the State of Georgia.

The County had no investments at December 31, 2009. Accordingly, it has no significant exposure to credit risk, interest rate risk, or foreign currency risk.

Note 4: Other Receivables

Other receivables as reported in the General Fund consist of the following:

Ambulance service receivable	$ 221,244
Capital lease payment receivable	162,674
Franchise tax receivable	11,032
Financial institutions tax receivable	36,000
Alcoholic beverage excise tax receivable	19,915
Other receivables	4,814
	455,679
Less: allowances for doubtful accounts related to ambulance service receivables	(80,000)
	$ 375,679

Note 5: Capital Assets

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

Governmental Activities:	Beginning	Increases	Decreases	Ending
Capital assets not being depreciated:				
Land	$ 614,174	$ 4,372	$ -	$ 618,546
Construction in progress	817,197	310,409	268,130	859,476
Total capital assets not being depreciated	1,431,371	314,781	268,130	1,478,022
Capital assets being depreciated:				
Buildings and improvements	9,447,381	27,750	-	9,475,131
Equipment, furniture and vehicles	6,032,246	96,311	46,100	6,082,457
Land improvement	463,956	-	-	463,956
Infrastructure	3,795,140	729,533	-	4,524,673
Prior years infrastructure	422,113,645	-	-	422,113,645
Total capital assets being depreciated	441,852,368	853,594	46,100	442,659,862
Less accumulated depreciation for:				
Buildings and improvements	2,210,164	246,071	-	2,456,235
Equipment, furniture, and vehicles	3,957,805	410,984	44,795	4,323,994
Land improvement	244,008	24,432	-	268,440
Infrastructure	146,790	104,125	-	250,915
Prior years infrastructure	142,438,227	10,552,842	-	152,991,069
Total accumulated depreciation	148,996,994	11,338,454	44,795	160,290,653
Total capital assets being depreciated, net	292,855,374	(10,484,860)	1,305	282,369,209
Governmental acitvities capital assets, net	$ 294,286,745	$ (10,170,079)	$ 269,435	$ 283,847,231

Depreciation expense was charged to governmental activities as follows:

General Government	$ 97,887
Judicial	2,371
Public Safety	388,958
Public Works	10,737,754
Health & Welfare	49,810
Culture & Recreation	60,008
Housing & Development	1,666
	$ 11,338,454

Note 5: Capital Assets, continued

Business type Activities:	**Beginning**	**Increases**	**Decreases**	**Ending**
Solid Waste Fund:				
Capital assets being depreciated:				
Buildings and improvements	$ 83,260	$ -	$ -	$ 83,260
Equipment	75,000	-	-	75,000
Total capital assets being depreciated	158,260	-	-	158,260
Less accumulated depreciation for:				
Buildings and improvements	18,419	3,198	-	21,617
Equipment	7,589	10,714	-	18,303
Total accumulated depreciation	26,008	13,912	-	39,920
Total Solid Waste being depreciated, net	132,252	(13,912)	-	118,340
Total Business type activities capital assets, net	$ 132,252	$ (13,912)	$ -	$ 118,340

The above capital assets do not include any capitalized interest amounts. All interest costs incurred during the year have been recorded as an expense in the activities statement.

Discretely Presented Component Unit

Madison County Industrial Development and Building Authority				
Governmental Activities:	**Beginning**	**Increases**	**Decreases**	**Ending**
Capital assets not being depreciated:				
Land	$ 531,721	$ -	$ 194,531	$ 337,190
Total capital assets not being depreciated	531,721	-	194,531	337,190

Business type Activities:	**Beginning**	**Increases**	**Decreases**	**Ending**
Water fund:				
Capital assets not being depreciated:				
Construction in progress	$ 841,860	$ 3,402,716	$ 1,474,914	$ 2,769,662
Land	86,080	193,050	-	279,130
Total capital assets not being depreciated	927,940	3,595,766	1,474,914	3,048,792
Capital assets being depreciated:				
Water systems	9,080,215	1,763,173	4,173	10,839,215
Vehicles and equipment	72,879	29,573	-	102,452
Total capital assets being depreciated	9,153,094	1,792,746	4,173	10,941,667
Less accumulated depreciation for:				
Water systems	1,114,793	303,020	-	1,417,813
Vehicles and equipment	40,292	15,187	-	55,479
Total accumulated depreciation	1,155,085	318,207	-	1,473,292
Total capital assets being depreciated, net	7,998,009	1,474,539	4,173	9,468,375
Component unit capital assets, net	$ 8,925,949	$ 5,070,305	$ 1,479,087	$ 12,517,167

Note 6: Interfund Balances and Activity

Interfund balances

Internal balances at December 31, 2009 consist of the following:

Due to the General Fund from the Jail Construction fund for the General Fund financing the construction of the County's jail	$ 98,897
Due to the General Fund from the Solid Waste Enterprise Fund for current year reimbursements.	5,492
Due to the E-911 Fund from the General Fund for current year reimbursements.	735
Internal balances	$ 105,124

This interfund balance resulted between the County Jail fund and the General Fund's occurred because of the General Fund's financing of the construction of the County's jail. This amount is not expected to be repaid during the next fiscal year and ultimately will likely be repaid by the Jail Construction Fund collecting jail fees and remitting the monies to the General Fund over the course of several years. The interfund balances resulted between the General Fund and Solid Waste and E-911 Funds were small reimbursements that were not repaid before year end but are expected to be repaid.

Interfund transfer activity

Interfund transfers for the year ended December 31, 2009 were as follows:

	Transfers In		
Transfers Out	Nonmajor Gov't Funds	Solid Waste Fund	Total
General	$ 536,894	$ 320,214	$ 857,108
	$ 536,894	$ 320,214	$ 857,108

The County routinely transfers unrestricted monies that are collected in its General Fund into funds that have either a statutory or budgetary requirement to expend funds used for certain purposes. The transfers to nonmajor governmental funds consist of transfers to the E-911 fund. The E-911 fund expends all funds required to operate the County's E-911 system. The transfer from the general fund represents the amount of funding needed to operate the system beyond the amount collected from the E-911 surcharge. The transfer to the Solid Waste Fund represents the amount of funding needed to operate the County's transfer station beyond the tipping fees collected at the transfer station.

Note 7: Long-term Obligations

Governmental activities

Categories of debt

Capital Leases

The County has entered into a master equipment lease agreement to finance the acquisition of buildings, machinery and equipment. The lease is for period of four years at 3.33% interest rate and it is divided into two components: governmental and business. The lease qualifies as capital lease and, therefore, has been recorded at the present value of the future minimum lease payments as of the date of inception. The lessor in this lease has retained a security interest in the related property. The County leased a fire truck that it subsequently leased to a volunteer fire department. See Note 8 for a discussion of this lease.

The capital assets under capital lease arrangements at December 31, 2009 for the governmental component are as follows:

	Historical cost	Accumulated depreciation
Equipment, furniture and vehicles	$ 639,031	$ 151,404

In addition to the equipment subject to a capital lease listed above, the County is still obligated under a capital lease that it executed to purchase a fire truck that was subsequently subleased to volunteer fire department in the county. Because the lease between the County and the volunteer fire department qualified as a capital lease, the County removed the fire truck from its capital asset records. The County still has rights to payments totaling $135,894 under the lease.

Future minimum lease payments at December 31, 2009 are as follows:

Year Ending December 31,	
2010	205,310
2011	193,082
2012	51,546
2013	23,239
2014	23,239
2015-2016	46,478
Total minimum lease payments	542,894
Less: interest portion of minimum lease payments	(40,473)
Present value minimum lease payments	$ 502,421

Note 7: Long-term Obligations, continued

Business-type activities

Categories of debt

Capital Leases

The capital assets under the master equipment capital lease arrangements at December 31, 2009 for the business-type activities are as follows:

	Historical cost	Accumulated depreciation
Equipment, furniture and vehicles	$ 75,000	$ 18,303

Future minimum lease payments at December 31, 2009 are as follows:

Year Ending December 31,	
2010	5,524
2011	5,524
2012	921
Total minimum lease payments	11,969
Less: interest portion of minimum lease payments	(442)
Present value minimum lease payments	$ 11,527

Notes payable

Note payable to Georgia Environmental Facilities Authority with an original principal of $465,185 to fund landfill closure, which accrues interest at a fixed rate of 5.6% per annum. The note is payable in 76 quarterly installments of $9,983 and matures July 1, 2016.	$ 223,169

The annual debt service requirements to retire the above notes payable are as follows:

	Business-type Activities		
Year Ending December 31,	**Principal**	**Interest**	**Total**
2010	28,016	11,916	39,932
2011	29,618	10,314	39,932
2012	31,312	8,620	39,932
2013	33,102	6,829	39,931
2014	34,995	4,936	39,931
2015-2016	66,126	3,755	69,881
	$ 223,169	$ 46,370	$ 269,539

Note 7: Long-term Obligation, continued

Changes in long-term obligations for the year ended December 31, 2009 are as follows:

	Beginning	Increases	Decreases	Ending	Due within one year
Governmental activities:					
Capital lease obligations	$ 716,734	$ -	$ 214,314	$ 502,420	$ 205,618
Compensated absences	239,298	63,029	-	302,327	75,582
	$ 956,032	$ 63,029	$ 214,314	$ 804,747	$ 281,200

The General Fund has typically been used to liquidate long-term liabilities reported in governmental activities in the government-wide financial statements.

	Beginning	Increases	Decreases	Ending	Due within one year
Business-type activities:					
GEFA note payable	$ 249,669	$ -	$ 26,500	$ 223,169	$ 28,016
Capital lease obligations	16,569	-	5,042	11,527	5,216
Landfill postclosure costs	158,365	-	8,335	150,030	8,335
Compensated absences	11,783	9,557	-	21,340	7,042
	$ 436,386	$ 9,557	$ 39,877	$ 406,066	$ 48,609

Discretely Presented Component Unit – Madison County Industrial Development and Building Authority

Long-term Obligations – Notes Payable

The Authority has various notes with the Georgia Environmental Facilities Authority (GEFA). These notes bear interest rates ranging from non-interest bearing to 5.05%. Two of the notes require quarterly payments of principal and interest of $5,059 and $9,024 and mature in 2020 and 2023, respectively. Five of the notes require monthly payments of principal or principal and interest between $1,887 and $7,860 and mature between 2026 and 2031.

Debt Service Requirements

The annual requirements to amortize the GEFA notes at December 31, 2009 are as follows

Year Ending December 31,	Principal	Interest	Total
2010	$ 277,030	$ 120,029	$ 397,059
2011	318,685	125,022	443,707
2012	326,575	119,751	446,326
2013	333,739	113,034	446,773
2014	341,073	106,168	447,241
2015-2019	1,825,640	418,307	2,243,947
2020-2024	1,921,626	213,235	2,134,861
2025-2029	1,372,669	39,377	1,412,046
2030-2034	62,820	493	63,313
	$ 6,779,857	$ 1,255,416	$ 8,035,273

Note 7: Long-term Obligations, continued

Discretely Presented Component Unit, continued

Long-term Obligation Activity

Changes in long-term obligations for the year ended December 31, 2009 are as follows:

	Beginning	Increases	Decreases	Ending	Due within one year
Note payable - governmental activity	$ 32,851	$ -	$ 32,851	$ -	$ -
GEFA notes payable - business-type activity	5,138,286	2,707,452	1,065,881	6,779,857	213,458
	$ 5,171,137	$ 2,707,452	$ 1,098,732	$ 6,779,857	$ 213,458

Two of the GEFA notes above are non-interest bearing. These notes have been adjusted to their net present value based on the interest rates paid on other debts of the IDBA. The calculation of the net present value is as follows:

GEFA notes outstanding	$ 6,779,857
Less: current portion of GEFA notes	(213,458)
Non-current portion of note payable	6,566,399
Less: discount on non-interest bearing notes	(846,543)
Net present value of non-current notes payable	$ 5,719,856

The IDBA incurred some debt with GEFA for water/sewer improvements of which GEFA then forgave, and will continue to forgive 70% of the debt, until all monies are borrowed or drawn down. For the year ended December 31, 2009, the amount forgiven and reported as a special item on their financial statements was $921,574.

Note 8: Equipment Leased to Volunteer Fire Department

During 2006, the County leased a fire truck, which it then was leased to a volunteer fire department in the County. The lease is accounted for as a capital lease because the volunteer fire department will take title of the fire truck upon making the final payment called for in the lease. The lease that the County signed for the truck requires the County to make all lease payments irrespective of whether it receives its lease payments from the volunteer fire department. The County's lessor retains a security interest in the fire truck.

The total value of all lease payments is recorded as a receivable in the general fund. The lease does not include a provision for the payment of contingent rentals. An amount corresponding to the total lease receivable is recorded as deferred revenue in the general fund as the amounts payable under the lease are not considered to be available by the County. In the government-wide financial statements, the capital lease is treated as a sale of the fire truck. Consequently, only the interest portion of the lease receivable is shown as deferred revenue.

Note 8: Equipment Leased to Volunteer Fire Department, continued

Future minimum lease payments at December 31, 2009 are as follows:

2010	23,239
2011	23,239
2012	23,239
2013	23,239
2014	23,239
2015-2016	46,478
Total minimum lease payments	162,673
Less: interest portion of minimum lease payments	(26,779)
Present value minimum lease payments	$ 135,894

The lease calls for the volunteer fire department to pay all costs associated with operating the fire truck, including maintaining insurance coverage, during the lease term. Further, management expects that all lease payments will be made and that no allowance for uncollectible minimum lease payments is necessary. Finally, no residual value of the leased equipment will accrue to the County upon the expiration of the lease. Because expected future costs, allowances for uncollectibles, and residual value accruing to the County are all zero; the County's investment in the lease is equivalent to the present value of the minimum lease payments.

Note 9: Retirement Benefits

Defined Benefit Pension Plan

The County provides a defined benefit retirement program for its employees.

Plan Description

The County sponsors the Association County Commissioners of Georgia Restated Pension Plan for Madison County Employees (The Plan). The Plan, through execution of an adoption agreement, is affiliated with the Association County Commissioners of Georgia 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. The County has the authority to amend the adoption agreement, which defines the specific operational provisions of The Plan.

Complete financial statements for The Plan can be obtained directly from the plan administrator at:
GEBCorp
400 Galleria Parkway, Suite 1250
Atlanta, Georgia 30339

All full-time County employees are eligible to participate in the Plan after completing three years of service. Benefits are fully vested after five years of service. Participants become eligible to retire at age 65 with 3 years of participation in the Plan. Upon eligibility to retire, participants are entitled to an annual benefit in the amount of 1.0% of average annual compensation up to $10,000 plus 1.5% of average annual compensation in excess of $10,000 plus $36 for each year of service, up to 35 years of service, payable as a life annuity. Service Compensation is averaged over a five year period prior to retirement or termination. The Plan also provides benefits in the event of death or disability. These benefit provisions were established by an adoption agreement executed by the County Board of Commissioners.

County employees are not required to contribute to the Plan. The County contributes the entire cost of the Plan, using the actuarial basis described in the annual valuation report.

Note 9: Retirement Benefits, continued

Plan Asset Mix and Accounting Policies

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

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

Plan Membership

Retirees and beneficiaries receiving benefits	30
Terminated plan members entitled to but not receiving benefits	58
Disabled and in Pay Status	2
Active plan members	127
Total	217

Contributions

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

The Georgia Constitution enables the governing authority of the County, the Board of Commissioners, to establish and amend from time to time, the contribution rates for the employer and its plan members.

As of January 1, 2009 (the most recent actuarial valuation date), the County's total covered payroll for employees was $4,376,751. The required contribution for the 2009 plan year is $271,325, which represents 6.2% of covered payroll.

Annual Pension Cost

The County's recommended employer contribution and actual employer contribution was $492,320 for the 2009 Plan Year.

The information presented in the required supplementary schedules was determined as part of the actuarial valuation as of January 1, 2009. Additional information as of the latest actuarial valuation follows.

Valuation date	January 1, 2009
Actuarial cost method	Projected Unit Credit
Amortization method	Level Percent of Pay (Closed)
Amortization period	10 years
Asset valuation method	Market Value
Actuarial assumptions:	
Investment rate of return	7.75%
Projected salary increases	4.0-6.5%
Includes inflation at	3.0%

Note 9: Retirement Benefits, continued

Net Pension Obligation

During the 1997 Plan Year, the County implemented GASB Statements 25 and 27. The pension liability was determined at the time of transition to these new standards in accordance with Statement No. 27. Historically, the County has always made the actuarially determined employer contribution, so that the County had no pension liability or asset at the point of transition to the new standards.

Three Year Trend Information

Fiscal Year Beginning	Annual Pension Cost	Net of APC Contributed	Net Pension Obligation
1/1/2009	$ 475,800	N/A	$ (153,622)
1/1/2008	411,494	103%	(142,031)
1/1/2007	409,586	106%	(115,523)
1/1/2006	362,566	109%	(83,442)

The components of the County's annual pension cost that reconcile the beginning net pension obligation to the ending net pension obligation is as follows:

Net Pension Obligation - beginning	$ (142,031)
Annual Required Contribution (ARC)	410,868
Interest on Net Pension Obligation	(11,362)
Amortization of Net Pension Obligation	11,988
Contribution to Plan	(423,085)
Net Pension Obligation - ending	$ (153,622)

The schedule of funding progress presented as required supplementary information (RSI) immediately following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Measurement Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	(c) Covered Payroll	UAAL as a percentage of covered payroll (b - a) / c
1/1/2009	3,555,104	4,905,869	1,350,765	72.5%	4,376,751	30.9%

In addition, other pension and retirement plans are in effect, but are not under the direct control of the County. These elected officials are specifically excluded from the Defined Benefit Plan for County employees.

Probate Judge's Retirement Fund of Georgia

The Probate Judge is covered under a pension plan that requires that certain sums from marriage licenses and fines or forfeitures be remitted to the pension plan before the payment of any costs or other claims.

Note 9: Retirement Benefits, continued

Clerk of Superior Court Retirement Fund

The Clerk of Superior Court is covered under a pension plan which requires that certain sums from fees and fines or forfeitures be remitted to the pension plan before the payment of any costs or other claims.

Sheriff's Retirement Fund/Peace Officer's Annuity and Benefit Fund

The Sheriff and sheriff deputies are covered under separate pension plans which require that certain sums from fines or bond forfeitures be remitted by the Probate Judge or Clerk of Superior Court to the pension plans before the payment of any costs or other claims.

Defined Contribution Plan

The County offers a Section 457 defined contribution retirement plan. The County makes no contributions to this plan. The plan is entirely funded through employee salary reduction. Employee contributions totaled $24,973.

Note 10: Risk Management

The County is exposed to various risks of losses related to torts, thefts of, damage to, and destruction of assets; errors and omissions; natural disasters; and job-related illnesses or injuries to employees. The County carries commercial insurance for these various risk with deductibles of $2,500 on property loss and $25,000 on employment and related claims.

The Government has joined together with other municipalities in the state as part of the Association of County Commissioners of Georgia Group Self-Insurance Workers' Compensation Fund, a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

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

The fund is 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 fund is to pay all cost taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

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

Note 11: Landfill Costs

State and federal regulations require that Madison County place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site. The landfill was closed as of April 9, 1994 and converted to a transfer station. The percentage of landfill capacity used to date was 100% (full). The Closure Certificate was issued by the State of Georgia Department of Natural Resources with an effective date of August 22, 1997. All closure costs were incurred prior to the Closure Certificate date.

A provision and related liability are being recognized in the Solid Waste Fund based on the postclosure care costs estimated to be incurred in the remaining years of postclosure monitoring. The recognition of these landfill postclosure care costs is based on 100% usage of the landfill.

Note 11: Landfill Costs, continued

During 2009, the County expended $21,612 on postclosure costs, which included various monitoring and remediation activities. Engineering consultants provided Madison County with estimated costs of $8,335 per year for the remaining postclosure costs. Therefore, the estimated liability for the remaining 18 years as shown on Madison County's financial statements for landfill postclosure costs is $150,030 as of December 31, 2009. Postclosure financial assurance requirements are being met through continually maintaining certain finance ratios.

The County expects to fund the costs of postclosure care from the Solid Waste Fund each year. The County expects that the Solid Waste Fund will report operating losses that will have to be funded through transfers from the General Fund for the foreseeable future.

The estimated total cost of the landfill postclosure care is based on the amount that would be paid if all remaining equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31, 2009. However, the actual costs of closure and postclosure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

Note 12: Commitments and Contingencies

Contingent Liabilities

The County participates in a number of federal and state assisted grant programs. Expenditures financed by grants are subject to audit by the appropriate grant or government. If expenditures are disallowed due to noncompliance with grant program regulations, the County may be required to reimburse the grantor government. The amount, if any, of disallowed expenditures discovered in future audits is expected to be immaterial.

Litigation

The County is a defendant in several lawsuits, which arose in the ordinary course of its activities. The County records liabilities resulting from such claims and litigation only when they become probable and measurable. No liability has been recorded for any of the lawsuits currently in process.

Note 13: Joint Venture

Northeast Georgia Regional Commission (RC)

Madison County, Georgia, along with cities and counties in the 12 county Northeast Georgia area is a member of the Northeast Georgia Regional Commission (RC). Membership in an RC is automatic for each municipality and county in the state. The Official Code of Georgia Section 50-8-34 (Georgia Planning Act of 1989) provides for the organizational structure of the RCs. Each county and municipality in the state is required by law to pay minimum annual dues to the RC. The Board is comprised of not less than two (2) or more than five (5) representatives of each member county served by the RC. The manner of selecting such representatives from each member county is as follows:

- The chief elected official or the chair of the board of commissioners of each county served by the Center shall be a member (or a designated government official).
- One elected or appointed municipal government official from each county served by the Center. The mayors of the municipalities in such county shall select the municipal representative of that county.
- Not less than ten (10) or more than twenty (20) public members.
- A minority representation, the percentage of which is at least equal to the minority population of the geographical region served by the Board, as established by the latest United States Census.

The Georgia Planning Act of 1989 (OCGA 50-8-34) defines RCs as "public agencies and instrumentalities of their members". Georgia laws also provide that the member governments are liable for any debts or obligations of an RDC beyond its resources. (OCGA 50-8-39.1)

Note 13: Joint Venture, continued

Complete financial statements of the Northeast Georgia Regional Commission can be obtained directly from the RC's administrative office at 305 Research Drive, Athens, Georgia 30610. The only transactions between the County and the RC in the current year were payment of the County's membership fee.

Note 14: Related Party

The County gives a yearly appropriation to the Madison County Health Department to help fund their yearly operations. For the fiscal year ending December 31, 2009, the County funded the Health Department $139,780.

Note 15: Assets Restricted by Enabling Legislation

The County maintains several special revenue funds and a capital project fund to account for activities that are required by Georgia law. These funds have restrictions on the use of the remaining fund balance in the funds as follows:

Capital projects	$ 1,832,029
Judicial	31,164
Public safety	167,678
	$ 2,030,871

Note 16: Prior Period Adjustment

The results reported for the year ended December 31, 2008 included an estimate of the SPLOST that the County expected to receive for retail sales in the county during November and December 2008. This estimate understated the County's SPLOST revenue, related receivable, and SPLOST fund balance by $68,884. The County corrected this error by increasing the beginning SPLOST fund balance by $68,884 as of January 1, 2009. This adjustment has no effect on the change in fund balance reported in the SPLOST fund for the year ended December 31, 2009.

Note 17: Subsequent Events

The County entered into two lease agreements for the purchase of fire trucks for $351,000 and $230,000, respectively. The first lease will last for 10 years with equal annual payments of $44,607, with the first payment due in 2010 and the final payment in 2019. The second lease will last for 10 years with equal annual payments of $29,922, with the first payment due in 2011 and the final payment due in 2020. The leases are subject to a 5.20% and 5.00% implicit interest rate, respectively. The County then subleased one fire truck to the Danielsville Volunteer Fire Department and the other fire truck to the Hull Volunteer Fire Department using the same terms as the leases that the County entered into. All monies due under the lease are expected to be paid by the Danielsville Volunteer Fire Department and the City of Hull.

Required Supplementary Information

Madison County, Georgia
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (GAAP Basis) and Actual - General Fund
For the year ended December 31, 2009

REVENUES	Original Budget	Final Budget	Actual	Variance with Final Budget
Taxes	$10,575,602	$10,575,602	$13,953,041	$ 3,377,439
Licenses and permits	134,500	134,500	84,187	(50,313)
Intergovernmental	144,129	258,409	1,139,567	881,158
Charges for services	1,472,979	1,472,979	1,982,702	509,723
Fines and forfeitures	876,000	818,000	754,156	(63,844)
Investment earnings	27,155	27,155	60,794	33,639
Contributions and donations	26,739	37,044	49,146	12,102
Miscellaneous	16,900	16,750	85,824	69,074
Total revenues	13,274,004	13,340,439	18,109,417	4,768,978
EXPENDITURES				
Current:				
General government				
General government	997,093	987,993	648,233	339,760
Governing body	178,334	197,834	193,751	4,083
Financial administration	422,336	431,938	378,140	53,798
Registrar's Office	78,437	78,637	69,330	9,307
Information technology	211,772	209,785	159,890	49,895
Tax Commissioner	314,197	314,156	287,007	27,149
Tax Assessor	303,228	311,071	311,036	35
Building and plant	155,331	155,321	136,885	18,436
Judicial				
Superior Court	334,102	377,954	366,118	11,836
Clerk of Superior Court	339,897	339,846	328,984	10,862
Magistrate Court	204,966	204,935	191,394	13,541
Probate Court	237,375	237,344	224,078	13,266
Public Safety				
Law enforcement	2,883,216	2,927,542	2,920,703	6,839
EMS - ambulance service	2,360,927	2,361,343	2,259,870	101,473
Coroner	33,300	32,900	24,737	8,163
Animal Control	78,000	78,000	78,000	-
Highways and Roads				
Highways and Streets	1,113,834	1,113,781	989,651	124,130
Vehicle Maintenance	581,050	527,750	493,439	34,311
Health and welfare				
Senior Citizens Center	270,691	272,095	247,894	24,201
Health	214,164	214,164	198,341	15,823
Culture and recreation				
Recreation	580,777	612,529	548,775	63,754
Public Education	31,802	32,791	32,286	505
Extension Office	16,451	15,462	13,518	1,944
Library Administration	173,995	173,995	173,960	35
Housing and development				
Planning, zoning and inspections	400,978	377,347	346,248	31,099
Chamber of Commerce	10,750	10,750	8,723	2,027
Forest Resources	4,453	3,760	3,760	-

Debt Service:				
Principal	79,838	79,838	78,987	851
Interest and other charges	22,404	22,404	21,961	443
Total Expenditures	12,633,698	12,703,265	11,735,699	967,566
Excess (deficiency) of revenues over over expenditures	(650)	724,577	6,373,718	(724,577)
OTHER FINANCING SOURCES (USES)				
Proceeds from capital leases	221,659.00	221,659	-	(221,659)
Transfers in	-	-	-	-
Transfers out	-	-	(857,108)	(857,108)
Total other financing sources and uses	-	221,659	(857,108)	(1,078,767)
Net change in fund balances	$ (650)	$ 946,236	5,516,610	$ 946,236
Fund balances - beginning			4,076,745	
Fund balances - ending			$ 9,593,355	

Madison County, Georgia
Required Supplementary Information
December 31, 2009

RETIREMENT PLAN
Schedule of Funding Progress

Measurement Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL) Projected Unit Credit	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	(c) Covered Payroll	UAAL as a percentage of covered payroll (b - a) / c
12/31/2008	3,304,421	4,726,228	1,421,807	69.9%	4,042,631	35.2%
12/31/2007	3,057,181	4,483,153	1,425,972	68.2%	4,060,238	35.1%
12/31/2006	2,579,786	3,939,783	1,359,997	65.5%	3,460,804	39.3%
12/31/2005	2,164,640	3,605,478	1,440,838	60.0%	3,189,909	45.2%
12/31/2004	1,760,934	3,250,145	1,489,211	54.2%	2,928,389	50.9%
12/31/2003	1,495,857	2,810,094	1,314,237	53.2%	2,694,886	48.8%
12/31/2002	1,158,374	2,326,398	1,168,024	49.8%	2,439,572	47.9%
12/31/2001	1,104,524	2,064,882	960,298	53.5%	2,159,287	44.5%
12/31/2000	999,473	1,848,195	848,722	54.1%	1,548,539	54.8%
12/31/1999	896,773	1,702,905	806,132	52.7%	1,492,883	54.0%
12/31/1998	739,053	1,533,922	794,869	48.2%	1,382,597	57.5%
12/31/1997	559,942	1,170,746	610,804	47.8%	1,239,403	49.3%

Combining and Individual Fund Statements and Schedules

Madison County, Georgia
Combined Balance Sheet
Other Governmental Funds
December 31, 2009

	Total Special Revenue Funds	Total Capital Project Funds	Total Other Governmental Funds
ASSETS			
Cash and cash equivalents	$ 338,009	$ -	$ 338,009
Taxes receivable, net	63,505	-	63,505
Total assets	401,514	-	401,514
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	7,901	-	7,901
Vendor deposits payable	125,135	-	125,135
Accrued salaries and benefits	41,253	-	41,253
Due to other funds	735	98,897	99,632
Total liabilities	175,024	98,897	273,921
Fund balances:			
Unreserved	226,490	(98,897)	127,593
Total fund balances	226,490	(98,897)	127,593
Total liabilities and fund balances	$ 401,514	$ -	$ 401,514

Madison County, Georgia
Combined Schedule of Revenues, Expenditures and Changes in Fund Balances
Other Governmental Funds
For the Year Ended December 31, 2009

	Total Special Revenue Funds	Total Capital Project Funds	Total-Other Governmental Funds
REVENUES			
Charges for services	$ 515,801	$ -	$ 515,801
Fines and forfeitures	52,623	48,768	101,391
Investment earnings	8,651	-	8,651
Miscellaneous	881	-	881
Total revenues	577,956	48,768	626,724
EXPENDITURES			
Current:			
Judicial	31,507	-	31,507
Public Safety	920,758	-	920,758
Debt Service			
Principal	43,161	-	43,161
Interest and other charges	1,676	-	1,676
Total Expenditures	997,102	-	997,102
Excess (deficiency) of revenues over expenditures	(419,146)	48,768	(370,378)
OTHER FINANCING SOURCES (USES)			
Transfers	536,894	-	536,894
Total other financing sources and uses	536,894	-	536,894
Net change in fund balances	117,748	48,768	166,516
Fund balances - beginning	108,742	(147,665)	(38,923)
Fund balances - ending	$ 226,490	$ (98,897)	$ 127,593

Madison County, Georgia
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2009

	Clerk Deed Fund	PEPI & Seized Drug	E-911	Sheriff Commission	Law Library	Total Special Revenue Funds
ASSETS						
Cash and cash equivalents	$ 27,648	$ 11,224	$ 262,072	$ 5,901	$ 31,164	$ 338,009
Accounts receivable	-	-	63,505	-	-	63,505
Total assets	27,648	11,224	325,577	5,901	31,164	401,514
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	-	-	7,901	-	-	7,901
Due to other funds	-	-	735	-	-	735
Vendor deposits payable	-	-	125,135	-	-	125,135
Accrued salaries and benefits	-	-	41,253	-	-	41,253
Total liabilities	-	-	175,024	-	-	175,024
Fund balances:						
Unreserved	27,648	11,224	150,553	5,901	31,164	226,490
Total fund balances	27,648	11,224	150,553	5,901	31,164	226,490
Total liabilities and fund balances	$ 27,648	$ 11,224	$ 325,577	$ 5,901	$ 31,164	$ 401,514

Madison County, Georgia
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009

	Clerk Deed Fund	PEPI & Seized Drug	E-911	Sheriff Commission	Law Library	Total Special Revenue Funds
REVENUES						
Charges for services	$ 9,715	$ -	$ 481,724	$ 12,519	$ 11,843	$ 515,801
Fines and forfeitures	-	52,623	-	-	-	52,623
Investment earnings	265	165	8,073	148	-	8,651
Miscellaneous	-	-	738	-	143	881
Total revenues	9,980	52,788	490,535	12,667	11,986	577,956
EXPENDITURES						
Current:						
Judicial	9,362	-	-	-	22,145	31,507
Public Safety	-	47,270	814,731	58,757	-	920,758
Debt service:						
Principal	-	-	43,161	-	-	43,161
Interest and other charges	-	-	1,676	-	-	1,676
Total Expenditures	9,362	47,270	859,568	58,757	22,145	997,102
Excess (deficiency) of revenues over expenditures	618	5,518	(369,033)	(46,090)	(10,159)	(419,146)
OTHER FINANCING SOURCES (USES)						
Transfers	-	-	536,894	-	-	536,894
Total other financing sources and uses	-	-	536,894	-	-	536,894
Net change in fund balances	618	5,518	167,861	(46,090)	(10,159)	117,748
Fund balances - beginning	27,030	5,706	(17,308)	51,991	41,323	108,742
Fund balances - ending	$ 27,648	$ 11,224	$ 150,553	$ 5,901	$ 31,164	$ 226,490

Madison County, Georgia
Combining Balance Sheet
Capital Projects Funds
December 31, 2009

	Jail Construction	Total Capital Project Funds
LIABILITIES AND FUND BALANCES		
Liabilities:		
Due to other funds	$ 98,897	$ 98,897
Total liabilities	98,897	98,897
Fund balances:		
Unreserved	(98,897)	(98,897)
Total fund balances	(98,897)	(98,897)
Total liabilities and fund balances	$ -	$ -

Madison County, Georgia
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Capital Projects Funds
For the Year Ended December 31, 2009

	Jail Construction	Total Capital Project Funds
REVENUES	$ 48,768	$ 48,768
Fees and Fines	48,768	48,768
Total revenues		
EXPENDITURES		
Total expenditures	-	-
Excess of revenues over expenditures	48,768	48,768
Net change in fund balances	48,768	48,768
Fund balances - beginning	(147,665)	(147,665)
Fund balances - ending	$ (98,897)	$ (98,897)

Madison County, Georgia
Clerk's Deed Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	$ 9,650	$ 9,650	$ 9,715	$ 65
Investment income	-	-	265	265
Total revenues	9,650	9,650	9,980	330
EXPENDITURES				
Current:				
Judicial	7,000	7,000	9,362	(2,362)
Total expenditures	7,000	7,000	9,362	(2,362)
Net change in fund balances	$ 2,650	$ 2,650	618	$ (2,032)
Fund balances - beginning			27,030	
Fund balances - ending			$ 27,648	

Madison County, Georgia
Seized and Forfeited Funds Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Fines and forfeitures	$ -	$ -	$ 52,623	$ 52,623
Investment income	-	-	165	165
Total revenues	-	-	52,788	52,788
EXPENDITURES				
Current:				
Public safety	-	-	47,270	(47,270)
Total expenditures	-	-	47,270	(47,270)
Net change in fund balances	$ -	$ -	5,518	$ 5,518
Fund balances - beginning			5,706	
Fund balances - ending			$ 11,224	

Madison County, Georgia
E-911 Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	$ 452,000	$ 452,000	$ 481,724	$ 29,724
Investment income	3,000	3,000	8,073	5,073
Miscellaneous	400	400	738	338
Total revenues	455,400	455,400	490,535	35,135
EXPENDITURES				
Current:				
Public safety	839,799	840,700	814,731	25,969
Debt service:				
Principal	47,023	47,023	43,161	3,862
Interest and other charges	1,890	1,890	1,676	214
Total expenditures	888,712	889,613	859,568	30,045
Deficiency of revenues under expenditures	(433,312)	(434,213)	(369,033)	65,180
OTHER FINANCING SOURCES				
Transfers	-	-	536,894	536,894
Total other financing sources	-	-	536,894	536,894
Net change in fund balances	$ (433,312)	$ (434,213)	167,861	$ 602,074
Fund balances - beginning			(17,308)	
Fund balances - ending			$ 150,553	

Madison County, Georgia
Sheriff's Commission Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	$ -	$ -	$ 12,519	$ 12,519
Investment income	-	-	148	148
Total revenues	-	-	12,667	12,667
EXPENDITURES				
Current:				
Public safety	-	-	58,757	(58,757)
Total expenditures	-	-	58,757	(58,757)
Excess (deficiency) of revenues over (under) expenditures	$ -	$ -	(46,090)	$ (46,090)
Fund balances - beginning			51,991	
Fund balances - ending			$ 5,901	

Madison County, Georgia
Law Library Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2009

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Charges for services	$ 11,000	$ 11,000	$ 11,843	$ 843
Miscellaneous revenue	-	-	143	143
Total revenues	11,000	11,000	11,986	986
EXPENDITURES				
Current:				
Judicial	5,000	5,000	22,145	(17,145)
Total expenditures	5,000	5,000	22,145	(17,145)
Net change in fund balance	$ 6,000	$ 6,000	(10,159)	$ (16,159)
Fund balances - beginning			41,323	
Fund balances - ending			$ 31,164	

Exhibit L

Madison County, Georgia
Fiduciary Funds
Combining Schedule of Fiduciary Assets and Liabilities
December 31, 2009

	Tax Commissioner	Sheriff	Clerk of Superior Court	Probate Court	Magistrate Court	Total Fiduciary Funds
ASSETS						
Cash	$ 12,617	$ 23,107	$ 90,956	$ -	$ 1,318	$ 127,998
Total Assets	$ 12,617	$ 23,107	$ 90,956	$ -	$ 1,318	$ 127,998
LIABILITIES						
Due to other governments	-	-	-	-	-	-
Due to others	12,617	23,107	90,956	-	1,318	127,998
Total Liabilities	$ 12,617	$ 23,107	$ 90,956	$ -	$ 1,318	$ 127,998

Compliance Section

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

To the Honorable Commissioners of
Madison County, Georgia

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Madison County, Georgia, as of and for the year ended December 31, 2009, and have issued our report thereon dated June 30, 2009. We did not audit the financial statements of the Madison County Health Department. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion on the general purpose financial statements, insofar as it relates to the amounts included for the Madison County Health Department, is based on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Madison County, Georgia's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Madison County, Georgia's internal control over financial reporting.

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 statements will not be prevented or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses and therefore. We did, however, identify certain deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. We consider the deficiencies 09-2 and 09-3, describe in the accompanying schedule of audit findings, to be material weaknesses in internal control over financial reporting.

We also identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings, which we consider to be significant deficiencies in internal control over financial reporting. A *significant* deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider deficiency 09-4, described in the accompanying schedule of findings, to be a significant deficiency in internal control over financial reporting.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Madison County, Georgia's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings as item 09-1.

We noted certain matters that we reported to management of Madison County, Georgia in a separate letter dated June 30, 2009.

Madison County's response to the findings identified in our audit is described in the accompanying schedule of findings. We did not audit Madison County's response and, accordingly, we express no opinion on it.

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

Treadwell, Tampkin + Co.

June 30, 2009
Madison, Georgia

Madison County, Georgia
Schedule of Audit Findings
For the Year Ended December 31, 2009

09-1

Criteria: Section 36-81-3(b)(1) of the Offical Code of Georgia Annotated requires that the general fund and each special revenue fund of the County adopt an annual balanced budget approved by the county's governning authority. State law also requires that the total expenditures of a special revenue fund not exceed the appropriation approved by the governing authority.

Condition: The Sheriff Department did not provide a balanced budget to be approved by the Board of Commissioners for the Sheriff Commission and PEPI & Seized Funds special revenue funds. The Clerk's Deed and the Law Library special revenue funds, administered by the Clerk of Superior Court, had expenditures that exceeded the governing body's approved appropriation.

Possible Effect: Because a budget was not adopted for the Sheriff's Commission and PEPI & Seized Funds special revenue funds, the County did not comply with state law. Additionally, the absence of a budget, and inadequate monitoring of actual expenditures versus the budget, increases the risk of material misstatement of the special revenue fund because the monitoring internal control of comparing the actual results to the budget is not implemented and operating effectively.

Recommendation: We recommend that the Sheriff's Office include a budget for the Sheriff's Commission and Seized Funds special revenue funds with its annual general fund appropriation request. The Sheriff's Office already has processes in place to submit its appropriation requests to the Board of Commissioners that it could use to determine a proposed budget for the special revenue funds. We also recommend that the Board of Commissioners develop a process to monitor whether they have received a budget request for any special revenue funds not administered in the finance office. Finally, we recommend that all constitutional officers that administer special revenue funds regularly compare actual expenditures to the budget to ensure that they comply with state law and to provide a monitoring internal control.

Views of Officials: Management concurs with this finding and will implement the auditor's suggestion.

09-2

Criteria: GASB Statement No. 33 requires that state and local governments recognize revenue for derived tax revenues in the period that underlying transaction that gives rise to the tax occurs.

Condition: The Georgia Department of Revenue has traditionally remitted the local component of sales taxes to local governments two months after the underlying transaction took place. For instance, the tax collected on a retail sale in December was remitted to the local government in February. During 2009, the Department of Revenue streamlined its procedures and began remitting sales taxes to local governments in the month immediately following the month in which the transaction occured. For instance, the tax on a December transaction would be remitted to the local government in January. The County was not aware of this change in the Department of Revenue's procedures. Accordingly, the County reported an estimated tax receivable from the Department of Revenue equal to two months' collections.

09-2, continued

Additionally, the County has entered into an intergovernmental agreements with several other local governmental units in Madison County to share a portion of the SPLOST proceeds with them. The County appropriately records a liability to provide funding to these entities when it records the sales tax revenue. Because the County incorrectly accrued two months of sales tax collections, it also incorrectly accrued the liability related to these collections.

Possible Effect: The County's incorrect understanding about the period related to each sales tax receipt that it received during 2009 caused the County to overstate its revenue and receivables as of year end. This error also caused the County to overstate the expenditures and related liability for the portion of the sales tax receivable that was owed to other local government units within the county.

Recommendation: We recommend that the County more closely monitor its sales tax receipts to ensure that management fully understands the sales period related to each sales tax collection that it has. This would be especially important at any time that the Department of Revenue changes its procedures regarding the collection and remission of sales taxes.

Views of Officials: Management concurs with this finding and will implement the auditor's suggestion.

09-3

Criteria: Changes to the beginning fund balance of a fund should only be recorded in instances in which an entity intends to report a correction of an error or a change in accounting principle.

Condition: We noted that the unadjusted beginning fund balance in the solid waste fund, the E 9-1-1 fund, and the general fund did not agree to the ending fund balance from the most recently issued financial statements. When we investigated this difference, we determined that in the Finance Director's efforts to ensure that each individual fund reported all of its corresponding assets and liabilities she misclassified what should have been reported as a transfer as a change in beginning fund balance.

Possible Effect: The error caused the beginning fund balance for each of the affected funds to be misstated and the transfer accounts for each fund to be equally misstated. The error had no effect on the ending fund balance of any of the three funds.

Recommendation: We recommend that management determine whether the beginning fund balances agrees to the ending fund balance on its most recently issued external financial statements.

Views of Officials: Management concurs with this finding and will implement the auditor's suggestion.

Madison County, Georgia
Schedule of Audit Findings
For the Year Ended December 31, 2009

09-4

Criteria: Generally accepted accounting principles require that local governments record the total payments due under capital leases in which the government is the lessor as an asset in the fund expected to receive the payment. They further require that the government record an offseting deferred revenue for any of these payments that are not available to fund current operations or liquidate current liabilities.

Condition: We noted that receivable for the fire truck lease, in which the County is the lessor, was recorded at the amount of principal, or net of interest. The interest associated with this capital lease should be accrued as deferred revenue and a portion should be recognized with each payment.

Possible Effect: Not recording the receivable at the full value of all of the payments due under the lease understates the total assets and total liabilities of the general fund.

Recommendation: We recommend that management record the lease at its gross amount, instead of its net of interest amount (only principal). Also, when recording the lease payment, management should record a portion of the payment to interest. Management recorded the adjustment to record a receivable and deferred revenue for the capital lease. Based on our inquiries, the Finance Director understands the accounting for this transaction. Accordingly, it seems that management has already implemented our suggestion.

Views of Officials: Management concurs with this finding and will implement the auditor's suggestion.

Madison County, Georgia
Schedule of Projects Constructed
With Special Sales Tax Proceeds
For the Year Ended December 31, 2009

	Original Estimated Cost	Expenditures			Estimated Percentages of Completion
		Prior Years	Current Year	Total	
2003 Referendum					
Sheriff Office / EMS facilities or equipment	$ 630,000	$ 545,909	$ 81,047	$ 626,956	100%
EMS Communications facilities or equipment	500,000	264,068	233,385	497,453	99%
Road and bridge improvements	8,370,000	6,359,799	825,053	7,184,852	86%
Totals	$ 9,500,000	$ 7,169,776	$ 1,139,485	$ 8,309,261	

	Original Estimated Cost	Expenditures			Estimated Percentages of Completion
		Prior Years	Current Year	Total	
2008 Referendum					
Expansion of County Jail	$ 3,300,000	$ -	$ -	$ -	0%
Recreation	1,000,000	156,409	8,906	165,315	17%
Library	750,000	-	-	-	0%
E-911	424,400	-	94,530	94,530	22%
EMS	270,000	-	29,293	29,293	11%
Transfer Station	124,800	-	-	-	0%
Old Courthouse	90,000	-	7,895	7,895	9%
Road and bridge improvements	3,950,800	-	363,784	363,784	9%
Payments to Industrial Development and Building Authority for water and sewer projects	1,190,000	99,774	167,766	267,540	22%
Payments to cities for capital projects					
City of Carlton	128,587	10,787	18,138	28,925	22%
City of Colbert	269,316	22,577	37,962	60,539	22%
City of Comer	580,574	48,682	81,858	130,540	22%
City of Danielsville	252,208	21,151	35,565	56,716	22%
City of Hull	88,300	7,405	12,451	19,856	22%
City of Ila	181,015	15,182	25,528	40,710	22%
Totals	$ 12,600,000	$ 381,967	$ 883,676	$ 1,265,643	