STEWART COUNTY, GEORGIA

Financial Statements and Supplemental Information
For the Years Ended December 31, 2011 and 2010

and

Auditors' Report

GARLAND, WILLIAMS & ASSOCIATES
Certified Public Accountants
P.O. Box 70427
Albany, Georgia 31708

STEWART COUNTY, GEORGIA
ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED DECEMBER 31, 2011

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GARLAND, WILLIAMS & ASSOCIATES, PC
CERTIFIED PUBLIC ACCOUNTANTS
P.O. BOX 70427, ALBANY, GEORGIA 31708-0427 (229) 432-6762 FAX (229) 436-0360

INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Stewart County, Georgia
Lumpkin, Georgia 31815

Gentlemen:

We have audited the accompanying financial statements of the governmental activities, the business activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Stewart County, Georgia as of and for the year ended December 31, 2011, 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 Stewart County Board of Health Component Unit, which statements reflect total assets of $ 80,900. as of December 31, 2011, and total revenues of $ 164,799. for the year then ended. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion on the financial statements, insofar as it relates to the amounts included for the Stewart County Board of Health Component Unit, is based solely on the report of the other auditors.

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

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Stewart County, Georgia, as of and for the year ended December 31, 2011, and the respective changes in financial position and cash flows, where applicable, and the respective budgetary comparison for the General Fund, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

MEMBERS:
THE AMERICAN INSTITUTE OF

CERTIFIED PUBLIC ACCOUNTANTS

GREGORY R. GARLAND, C.P.A. GGARLAND@GARLANDWILLIAMS.COM THE GEORGIA SOCIETY OF
WILLIAM H. WILLIAMS, JR., CPA WILLCPA@AOL.COM CERTIFIED PUBLIC ACCOUNTANTS

Stewart County, Georgia has not presented *management's discussion and analysis*, that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be a part of the basic financial statements.

In accordance with *Government Auditing Standards*, we have also issued a report dated April 9, 2012 on our consideration of Stewart County, Georgia's internal control over financial reporting and our tests of its compliance with certain laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the financial statements that collectively comprise Stewart County, Georgia's basic financial statements. The combining and individual fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Respectfully submitted,

Garland, Williams & Associates

GARLAND, WILLIAMS & ASSOCIATES

April 9, 2012

STEWART COUNTY, GEORGIA
STATEMENT OF NET ASSETS
DECEMBER 31, 2011

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Stewart County Board of Health	Stewart County Water and Sewerage Authority
ASSETS					
Cash	$ 469,560.	$ 18,215.	$ 487,775.	$ 71,293.	$ 159,525.
Taxes Receivable	553,146.	-	553,146.	-	-
Accounts Receivable	135,557.	36,280.	171,837.	9,607.	25,960.
Internal Balances	-	-	-	-	-
Restricted Assets:					
Cash	-	-	-	-	39,705.
Due from Federal Government	-	-	-	-	-
Due from State Government	-	-	-	-	-
Inventory	-	-	-	-	-
Capital Assets:					
Capital Assets Not Being Depreciated	674,439.	-	674,439.	-	33,000.
Capital Assets Being Depreciated, net of Depreciation	6,268,824.	102,775.	6,371,599.	-	2,753,802.
Total Assets	8,101,526.	157,270.	8,258,796.	80,900.	3,011,992.
LIABILITIES					
Accounts Payable	114,139.	5,888.	120,027.	-	7,196.
Deposits Payable	-	-	-	-	18,485.
Logging and Escrow Funds	25,770.	-	25,770.	-	-
Compensated Absences Payable	-	-	-	7,562.	-
Notes Payable -					
Due in One Year	441,712.	22,045.	463,757.	-	33,318.
Landfill Closure/ Postclosure -					
Due in One Year	39,100.	-	39,100.	-	-
Notes Payable -					
Due After One Year	508,220.	47,534.	555,754.	-	739,370.
Landfill Closure/ Postclosure -					
Due After One Year	498,524.	-	498,524.	-	-
Total Liabilities	1,627,465.	75,467.	1,702,932.	7,562.	798,369.
NET ASSETS					
Investment in Capital Assets, Net of Related Debt	5,993,331.	33,196.	6,026,527.	-	2,014,114.
Restricted					
For Special Purpose Sales Tax Projects	105,246.	-	105,246.	-	-
For Special Revenue Fund Purposes	128,245.	-	128,245.	-	-
For Health and Welfare	-	-	-	9,450.	-
Unrestricted	247,239.	48,607.	295,846.	63,888.	199,509.
Total Net Assets	$6,474,061.	$ 81,803.	$6,555,864.	$ 73,338.	$2,213,623.

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

STEWART COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

Function/Programs	Expenses	Program Revenues: Fees, Fines Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General Government	$ 854,043.	$ 541,168.	$ -	$ 63,491.
Public Safety	649,981.	20,209.	5,000.	18,701.
Court System	400,609.	175,310.	1,696.	-
Roads and Bridges	809,007.	75,146.	12,430.	7,299.
Health and Welfare	149,493.	64,193.	-	-
Interest on Long-Term Debt 38,980.	-	-	-	
Total Governmental Activities	2,902,113.	876,026.	19,126.	89,491.
Business-Type Activities:				
Emergency Medical Service	610,852.	384,308.	-	-
Total Business-Type Activities	610,852.	384,308.	-	-
Total Primary Government	3,512,965.	1,260,334.	19,126.	89,491.
Component Units:				
Stewart County Board of Health	167,138.	49,426.	115,297.	-
Stewart County Water and Sewerage Authority	390,742.	285,825.	-	-
Total Component Units	557,880.	335,251.	115,297.	-
General Revenues:				
Property Tax				
Insurance Premium Tax				
Beer and Wine Liquor Tax				
Intangible Recording Tax				
In Lieu of Tax				
Real Estate Transfer Tax				
Local Option Sales Tax				
Special Purpose Sales Tax				
Financial Institution Tax				
Interest Income				
Miscellaneous				
Transfers				
Total General Revenues and Transfers				
Change in Net Assets				
Net Assets - Beginning				
Net Assets - Ending				

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

STEWART COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

Net (Expense) Revenue and Changes in Net Assets			Component Units	
Governmental Activities	Business-Type Activities	Total	Stewart County Board of Health	Stewart County Water and Sewerage Authority
$ (249,384.)	$ -	$ (249,384.)		
(606,071.)	-	(606,071.)		
(223,603.)	-	(223,603.)		
(714,132.)	-	(714,132.)		
(85,300.)	-	(85,300.)		
(38,980.)	-	(38,980.)		
(1,917,470.)	-	(1,917,470.)		
-	(226,544.)	(226,544.)		
-	(226,544.)	(226,544.)		
(1,917,470.)	(226,544.)	(2,144,014.)		
			(2,415.)	-
			-	(104,917.)
			(2,415.)	(104,917.)
1,819,321.	-	1,819,321.	-	-
77,128.	-	77,128.	-	-
1,772.	-	1,772.	-	-
3,960.	-	3,960.	-	-
-	-	-	-	-
1,541.	-	1,541.	-	-
164,118.	-	164,118.	-	-
381,655.	-	381,655.	-	-
3,844.	-	3,844.	-	-
850.	-	850.	75.	148.
61,775.	-	61,775.	-	-
(315,000.)	315,000.	-	-	-
2,200,964.	315,000.	2,515,964.	75.	148.
283,494.	88,456.	371,950.	(2,340.)	(104,769.)
6,190,567.	(6,653.)	6,183,914.	75,678.	2,318,392.
$ 6,474,061.	$ 81,803.	$ 6,555,864.	$ 73,338.	$2,213,623.

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

STEWART COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2011

	General Fund	2007-2012 Special Purpose Sales Tax Fund	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash	$ 277,776.	$ 6,077.	$ 185,707.	$ 469,560.
Taxes Receivable	517,142.	36,004.	-	553,146.
Accounts Receivable	129,370.	-	6,187.	135,557.
Due from Other Funds	-	-	-	-
Due from Federal Government	-	-	-	-
Due from State Government	-	-	-	-
Other Assets	-	-	-	-
Total Assets	924,288.	42,081.	191,894.	1,158,263.
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	113,655.	-	484.	114,139.
Due to Other Funds	-	-	-	-
Deferred Revenue	217,097.	-	-	217,097.
Logging Bonds and Escrow Funds	25,770.	-	-	25,770.
Total Liabilities	356,522.	-	484.	357,006.
Fund Balances:				
Restricted:				
Special Purpose Sales Tax Projects	-	42,081.	63,165.	105,246.
Park Fund Projects	-	-	22,516.	22,516.
Law Enforcement Purposes	-	-	794.	794.
Jail Purposes	-	-	6,458.	6,458.
E-911 Purposes	-	-	5,887.	5,887.
Drug Abuse Treatment and Education Purposes	-	-	34,146.	34,146.
Law Library Purposes	-	-	58,444.	58,444.
. CDBG Purposes	-	-	-	-
Unassigned	567,766.	-	-	567,766.
Total Fund Balances	567,766.	42,081.	191,410.	801,257.
Total Liabilities and Fund Balances	$ 924,288.	$ 42,081.	$ 191,894.	$1,158,263.

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

STEWART COUNTY, GEORGIA
RECONCILIATION OF THE BALANCE SHEET
OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET ASSETS
DECEMBER 31, 2011

Total Fund Equity per Balance Sheet of Governmental Funds	$ 801,257.
Amounts reported for governmental activities in the Statement of Net Assets differ from amounts reported in the Balance Sheet of Governmental Funds due to the following:	
Capital Assets:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	
Cost of the assets	11,250,937.
Accumulated depreciation	(4,307,674.)
Revenues:	
Some of the government's revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds.	217,097.
Long-term Liabilities:	
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as fund liabilities. All liabilities both current and long-term are reported in the Statement of Net Assets. Long-term liabilities at year-end consist of the following:	
Notes Payable	(949,932.)
Landfill Postclosure Costs	(537,624.)
Total Adjustments	5,672,804.
Net Assets of Governmental Activities	$ 6,474,061.

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

STEWART COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	General Fund	2007-2012 Special Purpose Sales Tax Fund	Other Governmental Funds	Total Governmental Funds
REVENUES				
Taxes	$2,048,714.	$ 381,655.	$ -	$ 2,430,369.
Licenses and Permits	8,116.	-	-	8,116.
Fines and Forfeitures	119,983.	-	15,638.	135,621.
Charges for Services	65,961.	-	64,193.	130,154.
Federal Government	-	-	63,491.	63,491.
State Government	45,203.	-	-	45,203.
Miscellaneous	651,392.	104.	13,187.	664,683.
Total Revenues	2,939,369.	381,759.	156,509.	3,477,637.
EXPENDITURES				
Current:				
General Government	692,766.	7,441.	14,344.	714,551.
Public Safety	569,149.	-	3,606.	572,755.
Court System	400,609.	-	-	400,609.
Roads and Bridges	668,148.	-	-	668,148.
Health and Welfare	48,501.	-	80,503.	129,004.
Capital Outlay:				
Capital Expenditures	331,022.	612,156.	127,645.	1,070,823.
Debt Service:				
Principal	93,380.	331,355.	-	424,735.
Interest	11,320.	27,660.	-	38,980.
Intergovernmental:				
City of Lumpkin	20,000.	-	-	20,000.
City of Richland	20,000.	-	-	20,000.
Total Expenditures	2,854,895.	978,612.	226,098.	4,059,605.
Excess (Deficiency) of Revenues Over Expenditures	84,474.	(596,853.)	(69,589.)	(581,968.)
OTHER FINANCING SOURCES (USES)				
Long-Term Debt Issued	-	-	-	-
Transfers In	37,706.	-	18,331.	56,037.
Transfers Out	(333,331.)	-	(37,706.)	(371,037.)
Net Other Financing Sources (Uses)	(295,625.)	-	(19,375.)	(315,000.)
Net Changes in Fund Balance	(211,151.)	(596,853.)	(88,864.)	(896,968.)
FUND BALANCE - BEGINNING	778,917.	638,934.	280,374.	1,698,225.
FUND BALANCE - ENDING	$ 567,766.	$ 42,081.	$ 191,410.	$ 801,257.

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

STEWART COUNTY, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses		$ (896,968.)
Amounts reported for governmental activities in the Statement of Activities differ from amounts reported in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances due to the following:		
Capital assets:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is depreciated over their estimated useful lives and reported as depreciation expense. In addition, if a government moves a general capital asset to a proprietary fund, there should be a "one-sided" entry in the funds for the movement as a capital contribution. Also, both report the movement as a capital contribution. Also, both sides of the movement should be reported in the government-wide statement of activities as a transfer from governmental activities to business-type activities. Also, the net effect of miscellaneous transactions involving capital assets (i.e. sales and trade-ins) is to decrease net assets.		
Total capital outlays		1,070,823.
Total depreciation		(377,167.)
Transfer of capital outlay to proprietary fund	-	
Cost of capital assets sold		-
Long-term debt:		
The issuance of bonds and similar long-term debt provides current financial resources to governmental funds and thus contributes to the change in fund balance. In the Statement of Net Assets, however, issuing debt increases long-term liabilities and does not affect the Statement Of Activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability in the Statement of Net Assets. The amounts of the items that make up these differences in the treatment of long-term debt and related items are as follows:		
Debt issued or incurred		-
Principal paid by governmental funds		424,735.
Under the modified accrual basis of accounting used in governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available resources. In the Statement of Activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. The adjustment for these items are as follows:		
Landfill post-closure costs		39,100.
Revenues:		
Because some revenues will not be collected for several months after the government's fiscal year end, they are not considered available revenues and are deferred in the governmental funds. Deferred revenues increased (decreased) by this amount during the fiscal year.		22,971.
Total Adjustments		1,180,462.
Change in Net Assets of Governmental Activities		$ 283,494.

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

STEWART COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES -BUDGET AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	General Fund		
REVENUES	Original And Final Budget	Actual	Variance
Taxes	$ 1,938,702.	$ 2,048,714.	$ 110,012.
Licenses and Permits	8,325.	8,116.	(209.)
Fines and Forfeitures	140,000.	119,983.	(20,017.)
Charges for Services	67,050.	65,961.	(1,089.)
Federal Government	-	-	-
State Government	55,000.	45,203.	(9,797.)
Miscellaneous	752,323.	651,392.	(100,931.)
Total Revenues	2,961,400.	2,939,369.	(22,031.)
EXPENDITURES			
General Government	997,393.	1,063,788.	(66,395.)
Public Safety	571,334.	569,149.	2,185.
Court System	433,063.	400,609.	32,454.
Roads and Bridges	586,200.	668,148.	(81,948.)
Health and Welfare	52,410.	48,501.	3,909.
Debt Service	101,000.	104,700.	(3,700.)
Total Expenditures	2,741,400.	2,854,895.	(113,495.)
Excess (Deficiency) of Revenues Over Expenditures	220,000.	84,474.	(135,526.)
OTHER FINANCING SOURCES (USES)			
Long-Term Debt Issued	-	-	-
Transfers In	-	37,706.	37,706.
Transfers Out	(220,000.)	(333,331.)	(113,331.)
Net Other Financing Sources (Uses)	(220,000.)	(295,625.)	(75,625.)
Net Changes in Fund Balance	-	(211,151.)	(211,151.)
FUND BALANCE - BEGINNING	778,917.	778,917.	-
FUND BALANCE - ENDING	$ 778,917.	$ 567,766.	$ (211,151.)

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

STEWART COUNTY, GEORGIA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
DECEMBER 31, 2011

Funds	Business-Type Activities - Enterprise	
	Emergency Medical Service	Totals
ASSETS		
Current Assets:		
Cash in Bank	$ 18,215.	$ 18,215.
Accounts Receivable	36,280.	36,280.
Total Current Assets	54,495.	54,495.
Noncurrent Assets:		
Vehicles	542,343.	542,343.
Equipment	38,491.	38,491.
Building Improvements	12,531.	12,531.
	593,365.	593,365.
Less Accumulated Depreciation	(490,590.)	(490,590.)
Total Noncurrent Assets	102,775.	102,775.
Total Assets	157,270.	157,270.
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts Payable	5,888.	5,888.
Payroll Taxes Payable	-	-
Note Payable - Due in One Year	22,045.	22,045.
Total Current Liabilities	27,933.	27,933.
Noncurrent Liabilities:		
Note Payable - Due after One Year	47,534.	47,534.
Total Noncurrent Liabilities	47,534.	47,534.
Total Liabilities	75,467.	75,467.
Net Assets:		
Investment in Capital Assets, Net of Related Debt	33,196.	33,196.
Unrestricted	48,607.	48,607.
Total Net Assets	$ 81,803.	$ 81,803.

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

STEWART COUNTY, GEORGIA
ENTERPRISE FUND
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2011

Funds	Business-Type Activities - Enterprise	
	Emergency Medical Service	Totals
Operating Revenues		
Ambulance Charges	$ 384,308.	$ 384,308.
Total Operating Revenues	384,308.	384,308.
Operating Expenses		
Salaries	365,037.	365,037.
Payroll Taxes and Retirement	28,379.	28,379.
Group Insurance	20,777.	20,777.
Office Supplies and Postage	135.	135.
Operating Supplies	5,310.	5,310.
Uniforms	2,393.	2,393.
Mutual Aid Webster County	12,900.	12,900.
Medical Supplies	24,351.	24,351.
Fuel, Oil and Lube	27,073.	27,073.
Tires	1,295.	1,295.
Rent 4,200.	4,200.	
Service Bureau	26,873.	26,873.
Operating License	6,700.	6,700.
Employee Education and Travel	10.	10.
Repair and Maintenance	12,497.	12,497.
Telephone	3,741.	3,741.
Depreciation	57,964.	57,964.
Miscellaneous	2,457.	2,457.
Total Operating Expenses	602,092.	602,092.
Operating Income (Loss)	(217,784.)	(217,784.)
Nonoperating Revenues (Expenses)		
Interest Expense	(8,760.)	(8,760.)
Income (Loss) Before Transfers	(226,544.)	(226,544.)
Transfers From (To) Other Funds		
Transfer In from General Fund	315,000.	315,000.
Net Increase (Decrease) in Net Assets	88,456.	88,456.
Net Assets - Beginning of Year	(6,653.)	(6,653.)
Net Assets - End of Year	$ 81,803.	$ 81,803.

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

STEWART COUNTY, GEORGIA
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2011

Funds	Business-Type Activities - Enterprise Emergency Medical Service	Totals
Cash Flows from Operating Activities:		
Receipts from Customers	$ 365,021.	$ 365,021.
Payments to Employees	(365,037.)	(365,037.)
Payments to Suppliers	(225,181.)	(225,181.)
Net Cash Provided (Used) by Operating Activities	(225,197.)	(225,197.)
Cash Flows from Noncapital Financing Activities:		
Transfers from General Fund	315,000.	315,000.
Net Cash Provided (Used) by Noncapital Financing Activities	315,000.	315,000.
Cash Flows from Capital and Related Financing Activities:		
Acquisition of Capital Assets	(2,790.)	(2,790.)
Principal Paid on Long-Term Debt	(60,038.)	(60,038.)
Interest Paid on Long-Term Debt	(8,760.)	(8,760.)
Net Cash Provided (Used) by Capital and Related Financing Activities	(71,588.)	(71,588.)
Cash Flows from Investing Activities	-	-
Net Increase (Decrease) in Cash and Cash Equivalents	18,215.	18,215.
Cash and Cash Equivalents, Beginning	-	-
Cash and Cash Equivalents, Ending	18,215.	18,215.
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:		
Operating Income (Loss)	(217,784.)	(217,784.)
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation	57,964.	57,964.
(Increase) Decrease in Accounts Receivable	(19,287.)	(19,287.)
Increase (Decrease) in Accounts Payable	(46,090.)	(46,090.)
Increase (Decrease) in Payroll Taxes Payable	-	-
Net Cash Provided (Used) by Operating Activities	(225,197.)	(225,197.)
Non-Cash Investing, Capital and Financing Activities:		
Capital assets acquired with debt proceeds	-	-
Total Non-Cash Investing, Capital and Financing Activities	$ -	$ -

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

STEWART COUNTY, GEORGIA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
DECEMBER 31, 2011

	Agency Funds
ASSETS	
Cash on Hand and in Banks	$ 330,867.
Other Assets	1,070,259.
Total Assets	1,401,126.
LIABILITIES	
Liabilities:	
Due to State of Georgia	-
Due to School System	134,847.
Garnishments, Child Support Payable	23,475.
Due to Other Agencies and Individuals	130,164.
Due to Other Municipalities	926.
Amounts Held in Escrow	30,250.
Other Liabilities	1,081,464.
Total Liabilities	$ 1,401,126.

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

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1-A. Reporting Entity

Stewart County operates under a County Commissioner form of government and provides the following services as authorized by state law; public safety (police and fire), highway and streets, health and social services, recreation, public improvements, planning and zoning, and general administrative services.

The financial statements of the reporting entity include those of Stewart County, Georgia (the primary government) and its component units. A component unit is a legally separate organization for which elected officials of the primary government are financially accountable. In addition, a component unit can be another organization for which the nature and significance of its relationship with a primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The component units discussed below are included in the County's reporting entity because of the significance of the operational and financial relationships with the County. In conformity with generally accepted accounting principles, as set forth in Statement of Governmental Accounting Standards No. 14, *The Financial Reporting Entity*, the financial statements of the component unit has been included as a discretely presented component unit. The component unit column in the basic financial statements include the financial data for the County's component units, as reflected in their most recent audited financial statements. This is reported in columns separate from the County's financial information to emphasize that they are legally separate from the County.

Stewart County Board of Health - The County Board of Health provides health services to the citizenry of Stewart County, Georgia. The County Board of Health is a legally separate entity. The Board of Commissioners of Stewart County appoint a voting majority of the Board of Health. The County has the ability to impose its will on the Board of Health in accordance with Georgia Laws O.C.G.A. 31-3-14. Complete financial statements of the Stewart County Board of Health may be obtained at the offices in Stewart County, Georgia.

Stewart County Water and Sewerage Authority - The County does not appoint a voting majority of this component unit's governing body and the Authority is not financially dependent upon the County. However, the County is able to significantly influence the day-to-day operations of the Authority. Therefore, the County has elected to include the financial activities of the Authority in the general purpose financial statements of the County's reporting entity. Complete financial statements for the Stewart County Water and Sewerage Authority may be obtained at the offices of Stewart County, Georgia.

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

1-A. Reporting Entity, continued

In addition, the Stewart County, Georgia, in conjunction with other cities and counties are members of the River Valley Regional Commission. Membership in a regional commission is automatic for each municipality and county in the state. The official Code of Georgia Section 50-8-34 (Georgia Planning Act of 1989) provides for the organizational structure of the regional commissions. Each county and municipality in the state is required by law to pay minimum annual dues to the regional commission. Stewart County, Georgia paid annual dues in the amount of $ 5,652. to the regional commission for the year ended December 31, 2011. The regional commission board membership includes the chairman of each county (or his/her designee), a municipal representative from each county, three appointees named by the governor, and one each by the lieutenant governor and speaker of the House of Representatives. Complete financial statements of the River Valley Regional Commission may be obtained at the offices in Columbus, Georgia.

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

1-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 financial activities of the overall government, except for fiduciary activities. 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. 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.

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

1-B. Basis of Presentation, Basis of Accounting, continued

Basis of Presentation, continued

Fund Financial Statements: The fund financial statements provide information about the County's funds, including it 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.

Operating income reported in proprietary fund financial statements include revenues and expenses related to the primary, continuing operations of the fund. Principal operating revenues for proprietary funds are charges to customers for sales or services. Principal operating expenses are the costs of providing goods or services and include administrative expenses and depreciation of capital assets. Other revenues and expenses are classified as non-operating in the financial statements.

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.

2007-2012 Special Purpose Sales Tax Fund - This fund accounts for the County's proceeds from the 2007-2012 Special Purpose Sales Tax.

The county reports the following major enterprise fund:

Emergency Medical Service - This fund accounts for the County's operation of the Emergency Medical Service.

The County reports the following fund types:

Agency Funds - These funds account for monies received and disbursed by various elected and appointed officials.

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

1-B. Basis of Presentation, Basis of Accounting, continued

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 government-wide. proprietary fund, and fiduciary fund financial 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.

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 judgements, 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.

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs followed by categorical block grants, and then by general revenues.

All governmental and 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.

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

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

1-C. Assets, Liabilities, and Equity

Deposits and Investments

The cash and investment balances consist entirely of cash on hand, demand deposits, and money market accounts.

Cash and Cash Equivalents

The County considers cash and cash equivalents in proprietary funds to be cash on hand, demand deposits, money market accounts, and certificates of deposit with maturities of less than three months.

Receivable and Payables

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

Property Tax Calendar

The County is responsible for the assessment, collection, and apportionment of property taxes for all jurisdictions including the schools and special districts within the County. Property taxes are levied on the date the millage rate is set (August 12, 2011) and are due and payable between October 20th and December 20th (typically. The lien date for property is January 1st (typically).

Inventories and Prepaid Items

The County maintains no significant inventories or prepaid items.

Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated fixed 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.

As a Phase 3 government the County can elect to capitalize infrastructure from the date of inception forward. The County has elected to do so.

Capital assets are depreciated using the straight-line method over the following useful lives:

Asset Class	Estimated Useful Lives
Infrastructure	30-50
Buildings and Improvements	15-30
Vehicles and Equipment	5-10

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

1-C. Assets, Liabilities, and Equity, continued

Compensated Absences

Costs of vacation pay is not recorded until such benefits are paid. GASB Standards require that vacation pay be accrued when:

(1) The employer's obligation to employees' right to receive compensation for future benefits is attributable to employees' service already rendered.
(2) The obligation related to rights that vest or accumulate.
(3) Payment of compensation is probable, and
(4) the amount can be reasonably estimated.

Accumulated sick pay benefits have not been recorded as a liability because these benefits are paid only upon the illness of an employee and the amount of such payments cannot be reasonably estimated.

NOTE 2 - DEPOSITS AND INVESTMENTS

PRIMARY GOVERNMENT

The following is a summary of the County's deposit and investment balances at December 31, 2011:

	Government-wide Statement Of Net Assets	Fiduciary Funds Statement of Assets and Liabilities	Total
Cash	$ 487,775.	$ 330,867.	$ 818,642.
Total	$ 487,775.	$ 330,867.	$ 818,642.

The cash and investment balances consist entirely of cash on hand, demand deposits, and money market accounts. At December 31, 2011, the carrying amount of the County's cash balances was $ 818,642 and the bank balance was $ 720,367. Of the bank balance, $ 591,788 was covered by federal depository insurance and $ 128,579 was covered by collateral held by the pledging bank's agent in the County's name.

Stewart County did not maintain any investments during the fiscal year ended December 31, 2011. When applicable, investing is performed in accordance with investment policies complying with State Statutes. According to State Statutes, funds may be invested in (1) obligations of this state or of other states, (2) obligations issued by the United States Government, (3) obligations fully insured or guaranteed by the United States Government or by a government agency of the United States, (4) obligations of any corporation of the United States government, (5) prime bankers acceptances, (6) the Local Government Investment Pool established by the Georgia Code, (7) repurchase agreements, and (8) obligations of other political subdivisions of this State.

NOTE 2-DEPOSITS AND INVESTMENTS, continued

PRIMARY GOVERNMENT, continued

It is the policy of Stewart County to deposit any available excess funds into interest-bearing money market accounts or certificates of deposit.

COMPONENT UNIT

Stewart County Board of Health - At June 30, 2011 (the fiscal year end of the component unit), the carrying amount of the Stewart County Health Department's deposits was $71,293. and the bank balances were $71,293. The entire balance was covered by Federal Depository Insurance.

Stewart County Water and Sewerage Authority - The cash balances consist entirely of demand deposits and money market accounts. At December 31, 2011, the carrying amount of the cash balances was $199,230. and the bank balance was $207,395. All of the bank balance was covered by federal depository insurance.

NOTE 3 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2011 was as follows:

	Balance 01/01/11	Additions	Deletions	Balance 12/31/11
Governmental Activities:				
Capital Assets Not Being Depreciated:				
Land	$ 174,160.	$ -	$ -	$ 174,160.
Construction in Progress	1,614,835.	1,070,823.	2,185,379.	500,279.
Total Capital Assets Not Being Depreciated	1,788,995.	1,070,823.	2,185,379.	674,439.
Capital Assets Being Depreciated:				
Infrastructure	640,437.	-	-	640,437.
Building and Improvements	4,884,809.	2,185,379.	-	7,070,188.
Equipment, Furniture and Vehicles	2,865,873.	-	-	2,865,873.
Total Capital Assets Being Depreciated	8,391,119.	2,185,379.	-	10,576,498.
Less Accumulated Depreciation For*:*				
Infrastructure	52,036.	16,011.	-	68,047.
Building and Improvements	1,738,705.	168,898.	-	1,907,603.
Equipment, Furniture and Vehicles	2,139,766.	192,258.	-	2,332,024.
Total Accumulated Depreciation	3,930,507.	377,167.	-	4,307,674.
Governmental Activity Assets, Net	$ 6,249,607.	$ 2,879,035.	$ 2,185,379.	$ 6,943,263.

NOTE 3 - CAPITAL ASSETS, continued

	Balance 01/01/11	Additions	Deletions	Balance 12/31/11
Business-type Activities:				
Capital Assets Not Being Depreciated:				
Land	$ -	$ -	$ -	$ -
Total Capital Assets Not Being Depreciated	-	-	-	-
Capital Assets Being Depreciated:				
Infrastructure	-	-	-	-
Building and Improvements	12,531.	-	-	12,531.
Equipment, Furniture and Vehicles	578,044.	2,790.	-	580,834.
Total Capital Assets Being Depreciated	590,575.	2,790.	-	593,365.
Less Accumulated Depreciation For*:*				
Infrastructure	-	-	-	-
Building and Improvements	12,531.	-	-	12,531.
Equipment, Furniture and Vehicles	420,095.	57,964.	-	478,059.
Total Accumulated Depreciation	432,626.	57,964.	-	490,590.
Business-type Activity Assets, Net	157,949.	(55,174.)	-	102,775.
Total Governmental and Business-Type, Net	$ 6,407,556.	$ 2,823,861.	$ 2,185,379.	$ 7,046,038.

Depreciation expense was charged to functions as follows:

Governmental Activities:		
General Government	$ 99,493.	
Public Safety	77,226.	
Court System	-	
Roads and Bridges	179,959.	
Health and Welfare	20,489.	
Total Governmental Activities Depreciation		$ 377,167.
Business-Type Activities:		
Emergency Medical Service	57,964.	
Total Business-Type Activities Depreciation	$ 57,964.	

NOTE 3 - CAPITAL ASSETS, continued

COMPONENT UNIT

Stewart County Board of Health:
Capital asset activity for the year ended June 30, 2011 was as follows:

	Balance 07/01/10	Additions	Deletions	Balance 06/30/11
Governmental Activities:				
Capital Assets Being Depreciated:				
Building and Improvements	$ -	$ -	$ -	$ -
Equipment, Furniture and Vehicles	-	-	-	-
Total Capital Assets Being Depreciated	-	-	-	-
Less Accumulated Depreciation For*:*				
Building and Improvements	-	-	-	-
Equipment, Furniture and Vehicles	-	-	-	-
Total Accumulated Depreciation	-	-	-	-
Stewart County Board of Health Assets, Net	$ -	$ -	$ -	$ -

NOTE 3 - CAPITAL ASSETS, continued

COMPONENT UNIT, continued

Stewart County Water and Sewerage Authority:
Capital asset activity for the year ended December 31, 2011 was as follows:

	Balance 01/01/11	Additions	Deletions	Balance 12/31/11
Business-Type Activities:				
Capital Assets Not Being Depreciated				
Land	$ 23,000	$ -	$ -	$ 23,000
Construction in Progress	10,000	-	-	10,000
Total Capital Assets Not Being Depreciated	33,000	-	-	33,000
Capital Assets Being Depreciated				
Infrastructure	3,875,616	-	-	3,875,616
Equipment, Furniture and Vehicles	18,456	18,357.	-	36,813
Total Capital Assets Being Depreciated	3,894,072	18,357.	-	3,912,429
Less Accumulated Depreciation For*:*				
Infrastructure	1,038,675	102,283	-	1,140,958
Equipment, Furniture and Vehicles	13,973	3,696	-	17,669
Total Accumulated Depreciation	1,052,648	105,979	-	1,158,627
Total Business-Type Activity Assets, Net	$ 2,874,424	$ (87,622)	$ -	$ 2,786,802

Depreciation expense was charged to functions as follows:

Business-Type Activities:	
Water and Sewerage	$ 105,979
Total Business-Type Activities Depreciation	$ 105,979

NOTE 4 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of December 31, 2011 is as follows:

Fund	Interfund Receivables	Interfund Payables
General Fund:		
State Grants Special Revenue Fund	$ -	$ -
Total General Fund	-	-
State Grants Special Revenue Fund:		
General Fund	-	-
Total State Grants Special Revenue Fund	-	-
Totals	$ -	$ -

The county does not have any interfund receivables or payables.

NOTE 4 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS, continued

A reconciliation of transfers is as follows:

	Transfer From	Transfer To
General Fund:		
Jail Special Revenue Fund	$ 13,000.	$ -
State Grants Special Revenue Fund	21,880.	-
CDBG Special Revenue Fund	2,826.	-
E-911 Special Revenue Fund	-	16,500.
Board of Registrars Special Revenue Fund	-	1,831.
Emergency Medical Service Enterprise Fund	-	315,000.
Total General Fund	37,706.	333,331.
Jail Special Revenue Fund:		
General Fund	-	13,000.
Total Jail Special Revenue Fund	-	13,000.
E-911 Special Revenue Fund:		
General Fund	16,500.	-
Total E-911 Special Revenue Fund	16,500.	-
Board of Registrars Special Revenue Fund:		
General Fund	1,831.	-
Total Board of Registrars Special Revenue Fund	1,831.	-
State Grants Special Revenue Fund:		
General Fund	-	21,880.
Total State Grants Special Revenue Fund	-	21,880.
CDBG Special Revenue Fund:		
General Fund	-	2,826.
Total CDBG Special Revenue Fund	-	2,826.
Emergency Medical Service Fund:		
General Fund	315,000.	-
Total Emergency Medical Service Fund	315,000.	-
Totals	$ 371,037.	$ 371,037.

Transfers to and from other funds were for operating expenditures.

NOTE 5 - SHORT-TERM DEBT

On September 9, 2011, the County signed a note for a $ 200,300. line of credit to pay operating expenses. The following is a summary of the short-term debt for Stewart County, Georgia for the fiscal year ended December 31, 2011:

	Payable at January 1, 2011	Additions	Deletions	Payable at December 31, 2011
Governmental Activities:				
Notes Payable:				
(1) Farmers State Bank, Due in one payment on December 30, 2011 at 6.00% interest	$ -	$ 195,000,	$ 195,000.	$ -
Total	$ -	$ 195,000.	$ 195,000.	$ -

NOTE 6 - LONG-TERM OBLIGATIONS

PRIMARY GOVERNMENT

Governmental Activities:

The following is a summary of the notes payable and liabilities for landfill postclosure costs for Stewart County, Georgia for the year ended December 31, 2011:

	Payable at January 1, 2011	Additions	Deletions	Payable at December 31, 2011	Portion Due Within One Year
Notes Payable:					
(1) USDA for (2) Sheriff Vehicles, Due in monthly installments of $ 434. each through September, 2015 at 4.04% interest, (Original Amount $ 23,540.)	$ 22,472.	$ -	$ 4,379.	$ 18.093.	$ 4,560.
(2) Wachovia National Bank for JD 6430 Tractor, Due in annual installments of $ 20,985. each through December, 2012 at 5.30% interest, (Original Amount $ 92,850.)	38,852	-	18,924.	19,928.	19,928.
(3) Wachovia National Bank for (3) pieces of road equipment, Due in annual installments of $ 78,396. each through December, 2013 at 3.81% interest, (Original Amount $ 350,875.)	218,343.	-	70,077.	148,266.	72,747.
(5) Wachovia National Bank for Special Purpose Sales Tax Construction Projects, Due in monthly installments ranging from $ 31,568. to $ 34,797. each through August, 2013 at 3.89% interest, (Original Amount $ 1,760,000.)		1,095,000.	-	331,355.	763,645.
		344,477.			
Total Notes Payable	1,374,667.	-	424,735.	949,932.	441,712.
Landfill Postclosure Costs	576,724.	-	39,100.	537,624.	39,100.
Total Governmental					

Activities	$ 1,951,391.	$ -	$ 463,835.	$ 1,487,556.	$ 480,812.

NOTE 6 - LONG-TERM OBLIGATIONS, continued

PRIMARY GOVERNMENT, continued

Governmental Activities, continued:

The annual requirements to amortize the note payable and landfill postclosure obligations as of December 31, 2011 is as follows:

	Landfill Postclosure Care	Notes Payable Principal	Notes Payable Interest	Totals
FYE 12/31/2012	$ 39,100.	$ 441,712.	$ 30,960.	$ 511,772.
FYE 12/31/2013	39,100.	438,385.	13,703.	491,188.
FYE 12/31/2014	39,100.	65,994.	561.	105,655.
FYE 12/31/2015	39,100.	3,841.	67.	43,008.
FYE 12/31/2016	39,100.	-	-	39,100.
FYE 12/31/2017 to FYE 12/31/2021	195,500.	-	-	195,500.
FYE 12/31/2022 to FYE 12/31/2025	146,624.	-	-	146,624.
Totals	$ 537,624.	$ 949,932.	$ 45,291.	$ 1,532,847.

NOTE 6 - LONG-TERM OBLIGATIONS, continued

PRIMARY GOVERNMENT, continued

Business - Type Activities:

The following is a summary of the notes payable for the Proprietary Fund of Stewart County, Georgia for the year ended December 31, 2011:

	Payable at January 1, 2011	Additions	Deletions	Payable at December 31, 2011	Portion Due Within One Year
Note Payable:					
(1) Wachovia National Bank, for ambulance, Due in annual installments of $ 17,996. each through October, 2011 at 5.92% interest (Original Amount $90,815.)	$ 15,971.	$ -	$ 15,971.	$ -	$ -
(2) Wachovia National Bank, for ambulance, Due in annual installments of $ 24,221. each through October, 2011 at 4.94% interest (Original Amount $105,040.)	23,080.	-	23,080.	-	-
(3) Wachovia National Bank, for ambulance, Due in annual installments of $ 25,596. each through December, 2014 at 5.02% interest (Original Amount $111,963.)	90,566.	-	20,987.	69,579.	22,045.
Totals	$ 129,617.	$ -	$ 60,038.	$ 69,579.	$ 22,045.

The annual requirements to amortize the note payable obligation as of December 31, 2011 is as follows:

	Principal	Interest	Totals
FYE 12/31/2012	$ 22,045.	$ 3,551.	$ 25,596.
FYE 12/31/2013	23,177.	2,419.	25,596.
FYE 12/31/2014	24,357.	1,239.	25,596.
Totals	$ 69,579.	$ 7,209.	$ 76,788.

NOTE 6 - LONG-TERM OBLIGATIONS, continued

COMPONENT UNIT

Stewart County Board of Health - The following is a summary of the liabilities for compensated absences for the Stewart County Board of Health for the year ended December 31, 2011:

	Payable at January 1, 2011	Additions	Deletions	Payable at December 31, 2011	Portion Due Within One Year
Notes Payable	$ -	$ -	$ -	$ -	
Compensated Absences	5,825.	1,737.	-	7,562.	$ 7,562.
Totals	$ 5,825.	$ 1,737.	$ -	$ 7,562.	$ 7,562.

The annual requirements to amortize the compensated absences as of June 30, 2011 is as follows:

	Compensated Absences	Notes Payable		Totals
		Principal	Interest	
FYE 06/30/2012	$ 7,562.	$ -	$ -	$ 7,562.
Thereafter	-	-	-	-
Totals	$ 7,562.	$ -	$ -	$ 7,562.

NOTE 6 - LONG-TERM OBLIGATIONS, continued

COMPONENT UNIT, continued

Stewart County Water and Sewerage Authority - The following is a summary of the revenue bonds payable for the Water and Sewerage Authority - Component Unit for the year ended December 31, 2011:

	Payable at January 1, 2011	Additions	Reductions	Balance at December 31, 2011	Portion Due Within One Year
Water Revenue Bonds:					
(1) 1991 Series, 5.625% Water System Revenue Bonds (Original Amount $ 48,700.)	$ 38,640.	$ -	$ 910.	$ 37,730.	$ 970.
(2) 1991 Series, 5.875% Water System Revenue Bonds (Original Amount $ 77,800.)	60,910.	-	1,540.	59,370.	1,640.
(3) 1998 Series, 4.75% Water System Revenue Bonds (Original Amount $ 556,700.)	490,070.	-	8,319.	481,751.	8,723.
Total Water Revenue Bonds	589,620.	-	10,769.	578,851.	11,333.
Note Payable:					
(1) Georgia Environmental Facilities Authority for Construction of (2) wells and piping, Accrued interest only due at completion and quarterly installments of $ 6,424. each through April, 2020 at 2.00% Interest (Total Amount $ 362,744.)	215,388.	-	21,551.	193,837.	21,985.
Total Notes Payable	215,388.	-	21,551.	193,837.	21,985.
Total Long-Term Debt	$ 805,008.	$ -	$ 32,320.	$ 772,688.	$ 33,318.

NOTE 6 - LONG-TERM OBLIGATIONS, continued

COMPONENT UNIT, continued

The annual requirements to amortize all debts outstanding as of December 31, 2011, including interest, are as follows:

Date	Interest	Principal	Total
Revenue Bonds:			
2012	$ 28,386.	$ 11,333.	$ 39,719.
2013	27,809.	11,897.	39,706.
2014	27,203.	12,501.	39,704.
2015	26,566.	13,136.	39,702.
2016	25,897.	13,815.	39,712.
2017-2021	118,180.	80,327.	198,507.
2022-2026	95,481.	102,971.	198,452.
2027-2031	66,325.	132,044.	198,369.
2032-2036	33,164.	127,170.	160,334.
2037-2039	4,863.	73,657.	78,520.
Total Revenue Bonds	453,874.	578,851.	1,032,725.
Notes Payable:			
2012	3,713.	21,985.	25,698.
2013	3,270.	22,428.	25,698.
2014	2,818.	22,880.	25,698.
2015	2,357.	23,341.	25,698.
2016	1,886.	23,812.	25,698.
2017-2020	2,765.	79,391.	82,156.
Total Notes Payable	16,809.	193,837.	210,646.
Totals	$ 470,683.	$ 772,688.	$1,243,371.

NOTE 7 - CONTRIBUTIONS TO PENSION PLAN

PRIMARY GOVERNMENT

By authority of a resolution passed by the Board of Commissioners and state statute, the County has elected to participate in a retirement plan administered by the Nationwide Retirement Solutions and Charles Schwab Investment Services. The plan is a defined contribution (money-purchase) plan in which contributions made by and for an individual participant are credited to that individual participant's account.

NOTE 7 - CONTRIBUTIONS TO PENSION PLAN, continued

PRIMARY GOVERNMENT, continued

The contribution requirements of plan members and the government are established and may be amended by the Board of Commissioners. Presently, the County allows employees the option of contributing up to 25% of their earnings to the plan. In addition, effective in December 1, 1997, the County will contribute $10. per pay period for each full time employee after one year of employment. In addition the County will contribute one dollar for each dollar the employee contributes with a maximum of $250. per calendar year.

Benefits depend upon the sum of the employee's contributions to the plan with investment earnings and the County financed contributions to the plan with investment earnings.

Upon retirement or employment termination, employees are entitled to either a lump sum distribution of the employee and employer contributions with investments earnings or the option of receiving monthly, semi-annual or annual payments based on an amount equal to the amount of the employee and employer contributions with investment earnings. Employees are vested immediately in the County financed contributions to the plan.

The County's total payroll was $1,418,431. and the County's contributions were based on a payroll of $412,770. for the fiscal year ending December 31, 2011. Employee contributions to the plan amounted to $14,773., or 3.58% of the total covered payroll. Employer contributions amounted to $4,550. to the plan, or 1.10% of the total covered payroll. A total of 11 employees participated in the plan for the fiscal year ended December 31, 2011. The County made its required contributions to the plan amounting to $4,550. for the fiscal year ending December 31, 2011. There were no current changes in plan provisions or related party transactions.

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

(A) PROBATE JUDGES' RETIREMENT FUND OF GEORGIA

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

(B) CLERK OF SUPERIOR COURT RETIREMENT FUND

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

(C) SHERIFF'S RETIREMENT FUND/PEACE OFFICER'S ANNUITY AND BENEFIT FUND

The sheriff and sheriff 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.

COMPONENT UNIT

The employees of the Stewart County Health Department are covered by the Employee's Retirement System of the State of Georgia.

NOTE 8 - CHANGES IN RESTRICTIONS OF FUND BALANCE

The nature, purpose, and changes in amounts reported as restricted fund balances are as follows:

PRIMARY GOVERNMENT

Fund	Purpose	Balance 01/01/11	Increase (Decrease)	Balance 12/31/11
Special Revenue Funds:				
Parks	Restricted for Park Fund Projects	$ 22,147.	$ 369.	$ 22,516.
Condemnation of Controlled Substance Money	Restricted for Law Enforcement Purposes	1,345.	(551.)	794.
Jail	Restricted for Jail Purposes	7,276.	(818.)	6,458.
E-911	Restricted for E-911 Purposes	5,697.	190.	5,887.
Drug Abuse Education and Treatment	Restricted for Drug Abuse Education and Treatment Purposes	33,591.	555.	34,146.
Law Library	Restricted for Law Library Purposes	55,494.	2,950.	58,444.
State Grants	Restricted for State Grant Purposes	21,880.	(21,880.)	-
Board of Registrars	Restricted for Board of Registrars Purposes	147.	(147.)	-
CDBG Program	Restricted for CDBG Purposes	6,612.	(6,612.)	-
Capital Projects Fund:				
Special Purpose Sales Tax	Restricted for Special Purpose Sales Tax Projects	765,119.	(659,873.)	105,246.
Totals		$ 919,308.	$ (685,817.)	$ 233,491.

COMPONENT UNIT

Fund	Purpose	Balance 07/01/10	Increase (Decrease)	Balance 06/30/11
Stewart County Board of Health	Restricted for Health Department Purposes	$ 22,361.	$ (12,911.)	$ 9,450.
Totals		$ 22,361.	$ (12,911.)	$ 9,450.

Note 9 - BUDGETARY DATA AND BUDGETARY CONTROL

1. Prior to the start of the new fiscal year, the Chairman submits to the Commission a proposed operating budget. The operating budget includes proposed expenditures and the means of financing them.
2. The Commission holds a public hearing on the budget, giving notice thereof at least ten days in advance by publication in the official organ of Stewart County.
3. The budget is then revised and adopted or amended by the Commission.
4. The budget so adopted may be revised during the year only by formal action of the Commission in a regular meeting and no increase shall be made therein without provision also being made for financing same.
5. Formal budgetary integration has been employed. The budget for the General Fund, Special Revenue Funds, and Debt Service Fund is adopted on a basis consistent with generally accepted accounting principles (GAAP).
6. Budgeted amounts are as originally adopted, or as amended by the Commission. There were no budget amendments during the fiscal year ended December 31, 2011.

Each fund's appropriated budget is prepared on a detailed line item basis. Revenues are budgeted by sources. Expenditures are budgeted by department and class as follows: personal services, other services and charges, supplies, capital outlay, transfers, and debt service. The legal level of control is by department. Expenditures may not exceed appropriations at this level. Budget revisions at this level are subject to final review by the County Commission. Within these control levels, management may transfer appropriations without commission approval.

NOTE 10 - ENCUMBRANCES

Encumbrances represent commitments related to unperformed contracts for goods and services. Encumbrance accounting - under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation - is not utilized by the County. Encumbrance accounting is normally an extension of formal budgetary integration. The County has not reserved any fund balances for encumbrances of financial resources.

NOTE 11 - CAPITALIZED INTEREST

Interest expenditures incurred during construction of assets are capitalized as part of the asset cost.

NOTE 12 - MATERIAL VIOLATIONS OF LEGAL AND CONTRACTUAL PROVISIONS

The legal level of budgetary control requires that expenditures not exceed budgeted amounts for departments. Stewart County, Georgia's expenditures exceeded the budgeted amounts for the following departments during the fiscal year ended December 31, 2011:

Department	Amount
General Government	$ 66,395.
Roads and Bridges	81,948.
Debt Service	3,700.
Total	$ 152,043.

Management will take the necessary steps to ensure that expenditures do not exceed appropriations at the legal level of control. Management will immediately monitor the financial statements in order to remedy this situation.

The County is in compliance with all other finance related legal and contractual provisions.

NOTE 13 - DEFICIT FUND BALANCES

None of the funds operated by the county had a deficit in net assets at December 31, 2011.

NOTE 14 - EXCESS OF EXPENDITURES OVER APPROPRIATIONS

Excess of expenditures over appropriations at the legal level of control are as follows:

Fund	Amount
General Fund:	
General Government	$ 66,395.
Roads and Bridges	81,948.
Debt Service	3,700.
Total General Fund	$ 152,043.

NOTE 15 - GRANTS RECEIVABLE

At December 31, 2011, Stewart County, Georgia did not have any grant receivables.

NOTE 16 - LANDFILL CLOSURE AND POSTCLOSURE CARE COST

Stewart County, Georgia has closed its landfill and placed a final cover on the landfill in accordance with state and federal laws and regulations. In addition, state and federal laws and regulations require the County to perform certain maintenance and monitoring functions at the site for thiry years after closure. These maintenance and monitoring functions are estimated to cost $ 39,100. per year and are summarized as follows:

(a) Well water monitoring (24 @ 1,200. each)	$ 28,800.
(b) Surface water monitoring (4 @ 1,200. each)	4,800.
(c) Methane gas monitoring (4 @ 500. each)	2,000.
(d) Sedimentation basin cleanout - L.S.	500.
(e) Erosion and sedimentation controls - L.S.	1,000.
(f) Inspection and repair final cover - L.S.	2,000.
Totals	$ 39,100.

Although the postclosure costs will be paid when the services are performed, the County reports a total liability of $ 537,624. as landfill postclosure care liability at December 31, 2011. This amount represents the cumulative amount of landfill postclosure costs based on the 100 percent of the capacity of the landfill. The County has no assets restricted for payment of postclosure care costs. Actual costs may change due to inflation, changes in technology, or changes in regulations.

NOTE 17 - SEGMENT INFORMATION - ENTERPRISE FUNDS

PRIMARY GOVERNMENT

Stewart County, Georgia maintains one enterprise fund which provides emergency medical services. This fund is intended to be self-supporting through user fees charged for services to the public. Financial segment information as and for the year ended December 31, 2011 is as follows:

	Emergency Medical Service
Operating Revenues	$ 384,308.
Depreciation	57,964.
Operating Income (Loss)	(217,784.)
Transfers In	315,000.
Net Income (Loss)	88,456.
Property, Plant, and Equipment:	
Additions	2,790.
Deletions	-
Net Working Capital	26,562.
Total Assets	157,270.
Notes Payable	69,579.
Current Capital Contributions	-
Total Equity (Deficit)	81,803.

NOTE 17 - SEGMENT INFORMATION - ENTERPRISE FUNDS, continued

COMPONENT UNITS

Financial segment information for the Water and Sewerage Authority - Component Unit for the year ended December 31, 2011 is as follows:

Operating Revenues	$ 285,825.
Depreciation	105,979.
Operating Income (Loss)	(71,933.)
Transfers In	-
Net Income (Loss)	(104,769.)
Property, Plant, and Equipment:	
Additions	18,357.
Deletions	-
Net Working Capital	166,191.
Total Assets	3,011,992.
Notes Payable	193,837.
Revenue Bonds Payable	578,851.
Current Capital Contributions	-
Total Equity (Deficit)	2,213,623.

NOTE 18 - LITIGATION

In the opinion of the Commissioners, there are no legal actions pending which would have a material effect on the County's financial position.

NOTE 19 - CONTINGENCIES

The County received $ 63,491 in federal grants during the fiscal year ending December 31, 2011. Therefore the county is not required to comply with the provisions of the Single Audit Act Amendments of 1996.

NOTE 20 - RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has joined together with other counties in the state as part of the Georgia Interlocal Risk Management Agency Property and Liability Insurance Fund and the Georgia Municipal Association 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.

Pursuant to provisions of the Official Code of Georgia Annotated, Stewart County became a member of the ACCG Interlocal Risk Management Agency. The agency established and administers one or more group self insurance funds and a risk management service to prevent or lessen the incidence and severity of casualty and property losses occurring in the operation of government. The agency is to defend and protect in accordance with the member government contract and related coverage descriptions any member of the agency against liability or loss.

NOTE 20 - RISK MANAGEMENT, continued

Stewart County, Georgia must participate at all times in at least one fund which is established by the

agency. Other responsibilities of the County are as follows:

(1) To pay all contributions, assessments or other sums due the agency at such times and in such amounts as shall be established by the agency.
(2) To select a person to serve as a member representative.
(3) To allow the agency and its agents reasonable access to all facilities of the County and all records, including but not limited to financial records, which relate to the purposes of the agency.
(4) To allow attorneys appointed by the agency to represent the County in investigation, settlement discussions and all levels of litigation arising out of any claim made against the County within the scope of loss protection furnished by the fund established by the agency.
(5) To assist and cooperate in the defense and settlement of claims against the County.
(6) To furnish full cooperation to the agency's attorneys, claims adjusters, service company, and any agent, employee, officer or independent contractor of the agency relating to the purposes of the agency.
(7) To follow all loss reduction and prevention procedures established by the agency.
(8) To furnish to the agency such budget, operating and underwriting information as may be requested.
(9) To report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the agency or any fund established by the agency being required to pay claim for loss or injuries to County property or injuries to persons or property when such loss or injury is within the scope of the protection of a fund or funds in which the County participates.

Stewart County, Georgia retains the first $ 2,500. of each risk of loss in the form of a deductible. The County files all claims with agency and the agency bills the County for any loss up to the $ 2,500. deductible.

Pursuant to provisions of the Official Code of Georgia Annotated, Stewart County, Georgia became a member of the ACCG-GSIWCF (a Workers' Compensation Self Insurance Fund). The liability of the fund to the employees of any employer (Stewart County, Georgia) is specifically limited to such obligations as are imposed by the applicable state laws against the employer for workers' compensation and/or employers' liability.

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

NOTE 20 - RISK MANAGEMENT, continued

The fund is to defend, in the name of and on behalf of the members, any suits or other proceedings which may at any time be instituted against them on account of injuries or death within the preview

of the Workers' Compensation Law of Georgia, or on the basis of employer's liability, including suits or other proceedings alleging such injuries and demanding of compensation therefor, although such suits, other proceedings, allegations or demands be wholly groundless, false, or fraudulent. The fund is to pay all costs taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgement, and all expenses incurred for investigation, negotiation, or defense.

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

NOTE 21 - SUBSEQUENT EVENTS

There are no subsequent events which would materially affect the financial statements and require disclosure.

NONMAJOR GOVERNMENTAL FUNDS

STEWART COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2011

	Special				
	Parks Fund	Condemnation of Controlled Substance Money	Jail Fund	E-911 Fund	Drug Abuse Education & Treatment Fund
ASSETS					

Cash	$ 22,516.	$ -	$ 6,458.	$ 625.	$ 34,052.
Accounts Receivable	-	-	-	5,299.	94.
Due from General Fund	-	-	-	-	-
Due from Other Agencies and Individuals	-	794.	-	-	-
Due from Federal Government	-	-	-	-	-
Total Assets	22,516.	794.	6,458.	5,924.	34,146.
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	-	-	-	37.	-
Due General Fund	-	-	-	-	-
Total Liabilities	-	-	-	37.	-
Fund Balances:					
Restricted for Special Purpose Sales Tax Projects	-	-	-	-	-
Restricted for Park Fund Projects	22,516.	-	-	-	-
Restricted for Law Enforcement Purposes	-	794.	-	-	-
Restricted for Jail Purposes	-	-	6,458.	-	-
Restricted for E-911 Purposes	-	-	-	5,887.	-
Restricted for Drug Abuse Education and Treatment Purposes	-	-	-	-	34,146.
Restricted for Law Library Purposes	-	-	-	-	-
Restricted for State Grant Purposes	-	-	-	-	-
Restricted for Board of Registrar Purposes	-	-	-	-	-
Restricted for CDBG Purposes	-	-	-	-	-
Total Fund Balances	22,516.	794.	6,458.	5,887.	34,146.
Total Liabilities and Fund Balances	$ 22,516.	$ 794.	$ 6,458.	$ 5,924.	$ 34,146.

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

STEWART COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2011

Revenue Funds				Capital Projects Fund		
Board of Registrars	State Grants	Law Library	CDBG Program No. 08-p-y-128-1 5069	1997-2002 Special Purpose Sales Tax Fund	2002-2007 Special Purpose Sales Tax Fund	Total Nonmajor Governmental Funds

$ -	$ -	$ 58,444.	$ -	$ 63,577.	$ 35.	$ 185,707.
-	-	-	-	-	-	5,393.
-	-	-	-	-	-	-
-	-	-	-	-	-	794.
-	-	-	-	-	-	-
-	-	58,444.	-	63,577.	35.	191,894.
-	-	-	-	447.	-	484.
-	-	-	-	-	-	-
-	-	-	-	447.	-	484.
-	-	-	-	63,130.	35.	63,165.
-	-	-	-	-	-	22,516.
-	-	-	-	-	-	794.
-	-	-	-	-	-	6,458.
-	-	-	-	-	-	5,887.
-	-	-	-	-	-	34,146.
-	-	58,444.	-	-	-	58,444.
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	58,444.	-	63,130.	35.	191,410.
$ -	$ -	$ 58,444.	$ -	$ 63,577.	$ 35.	$ 191,894.

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

STEWART COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Special	
	Condemnation of Controlled	Drug Abuse Education

	Parks Fund	Substance Money	Jail Fund	E-911 Fund	& Treatment Fund
REVENUES					
Fines and Forfeitures	$ -	$ -	$ 12,182.	$ -	$ 555.
Charges for Services	-	-	-	64,193.	-
Federal Government	-	-	-	-	-
State Government	-	-	-	-	-
Miscellaneous	12,735.	-	-	-	-
Total Revenues	12,735.	-	12,182.	64,193.	555.
EXPENDITURES					
General Government	12,366.	-	-	-	-
Public Safety	-	551.	-	-	-
Court System	-	-	-	-	-
Roads and Bridges	-	-	-	-	-
Health and Welfare	-	-	-	80,503.	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total Expenditures	12,366.	551.	-	80,503.	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	369.	(551.)	12,182.	(16,310.)	555.
OTHER FINANCING SOURCES (USES)					
Long-Term Debt Issued	-	-	-	-	-
Transfers In	-	-	-	16,500.	-
Transfers Out	-	-	(13,000.)	-	-
Net Other Financing Sources (Uses)	-	-	(13,000.)	16,500.	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	369.	(551.)	(818.)	190.	555.
FUND BALANCE - BEGINNING	22,147.	1,345.	7,276.	5,697.	33,591.
FUND BALANCE - ENDING	$ 22,516.	$ 794.	$ 6,458.	$ 5,887.	$ 34,146.

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

STEWART COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2011

Revenue Funds	Capital Projects Fund		
	1997-2002	2002-2007	
	CDBG	Special	Special	Total

Board of Registrars	State Grants	Law Library	Program No. 08-p-y-128-1 5069	Purpose Sales Tax Fund	Purpose Sales Tax Fund	Nonmajor Governmental Funds
$ -	$ -	$ 2,901.	$ -	$ -	$ -	$ 15,638.
-	-	-	-	-	-	64,193.
-	-	-	63,491.	-	-	63,491.
-	-	-	-	-	-	-
-	-	49.	-	403.	-	13,187.
-	-	2,950.	63,491.	403.	-	156,509.
1,978.	-	-	67,277.	-	-	81,621.
-	-	-	-	63,423.	-	63,974.
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	80,503.
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,978.	-	-	67,277.	63,423.	-	226,098.
(1,978.)	-	2,950.	(3,786.)	(63,020.)	-	(69,589.)
-	-	-	-	-	-	-
1,831.	-	-	-	-	-	18,331.
-	(21,880.)	-	(2,826.)	-	-	(37,706.)
1,831.	(21,880.)	-	(2,826.)	-	-	(19,375.)
(147.)	(21,880.)	2,950.	(6,612.)	(63,020.)	-	(88,964.)
147.	21,880.	55,494.	6,612.	126,150.	35.	280,374.
$ -	$ -	$ 58,444.	$ -	$ 63,130.	$ 35.	$ 191,410.

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

GENERAL FUND

This fund is used to account for governmental operations except for resources requiring separate accountability by law or provisions of grants.

STEWART COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEET

	December 31, 2011	2010
ASSETS		

Cash:		
Operating Accounts	$ 82,426.	$ 142,937.
NOW Account	1,081.	18,975.
Insurance Premium Tax Account	136,898.	158,385.
Logging Bond Account	11,045.	11,034.
Escrow Education Account	16,980.	16,980.
Codification Fund	28,862.	26,953.
USDA Sinking Fund	484.	132.
Certificate of Deposit	-	-
Total Cash	277,776.	375,396.
Taxes Receivable:		
Railroad Equipment Tax	-	-
Uncollected Property Tax	501,505.	483,102.
Local Option Sales Tax	15,483.	14,081.
Beer Tax	154.	95.
Total Taxes Receivable	517,142.	497,278.
Accounts Receivable	-	-
Total Accounts Receivable	-	-
Due from Other Agencies and Individuals:		
Due from Other Agencies and Individuals	129,370.	270,864.
Total Due from Other Agencies and Individuals	129,370.	270,864.
Due from State Government	-	-
Total Due from State Government	-	-
Total Assets	$ 924,288.	$1,143,538.

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

STEWART COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEET

	December 31,	
	2011	2010
LIABILITIES AND FUND EQUITY		

LIABILITIES		
Accounts Payable	$ 113,655.	$ 122,845.
Payroll Taxes Payable:		
Social Security Tax Payable	-	-
State Unemployment Tax Payable	-	-
Total Payroll Taxes Payable	-	-
Due to Other Funds:		
State Grants Special Revenue Fund	-	21,880.
Total Due to Other Funds	-	21,880.
Deferred Revenue	217,097.	194,126.
Logging Bonds and Escrow Funds	25,770.	25,770.
Total Liabilities	356,522.	364,621.
FUND EQUITY		
Unassigned Fund Balance	567,766.	778,917.
Total Fund Equity	567,766.	778,917.
Total Liabilities and Fund Equity	$ 924,288.	$1,143,538.

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

STEWART COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

	Fiscal Year Ended December 31,			
	2011		Variance Favorable	2010
	Budget	Actual	(Unfavorable)	

				Actual
REVENUES				
Taxes	$1,938,702.	$2,048,714.	$ 110,012.	$ 2,077,970.
Licenses and Permits	8,325.	8,116.	(209.)	4,935.
Fines and Forfeitures	140,000.	119,983.	(20,017.)	200,068.
Charges for Services	67,050.	65,961.	(1,089.)	68,684.
Federal Government	-	-	-	28,750.
State Government	55,000.	45,203.	(9,797.)	107,518.
Miscellaneous	752,323.	651,392.	(100,931.)	532,428.
Total Revenues	2,961,400.	2,939,369.	(22,031.)	3,020,353.
EXPENDITURES				
General Government	997,393.	1,063,788.	(66,395.)	941,908.
Public Safety	571,334.	569,149.	2,185.	700,384.
Court System	433,063.	400,609.	32,454.	419,408.
Roads and Bridges	586,200.	668,148.	(81,948.)	645,178.
Health and Welfare	52,410.	48,501.	3,909.	47,362.
Debt Service	101,000.	104,700.	(3,700.)	100,794.
Total Expenditures	2,741,400.	2,854,895.	(113,495.)	2,855,034.
Excess (Deficiency) of Revenues Over Expenditures	220,000.	84,474.	(135,526.)	165,319.
OTHER FINANCING SOURCES (USES)				
Long-Term Debt Issued	-	-	-	23,540.
Transfer In from Jail Special Revenue Fund	-	13,000.	13,000.	10,000.
Transfer In from States Grants Special Revenue Fund	-	21,880.	21,880.	-
Transfer in from CDBG Special Revenue Fund	-	2,826.	2,826.	-
Transfer Out to Board of Registrars Special Revenue Fund	-	(1,831.)	(1,831.)	(8,761.)
Transfer Out to E-911Special Revenue Fund	(15,000.)	(16,500.)	(1,500.)	(11,950.)
Transfer Out to CDBG Special Revenue Fund	-	-	-	(6,000.)
Transfer Out to 2007-2012 Special Purpose Sales Tax Capital Projects Fund	-	-	-	(385,722.)
Transfer Out to Emergency Medical Enterprise Fund	(205,000.)	(315,000.)	(110,000.)	(213,000.)
Net Other Financing Sources (Uses)	(220,000.)	(295,625.)	(75,625.)	(591,893.)
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	-	(211,151.)	(211,151.)	(426,574.)
FUND BALANCE - BEGINNING	778,917.	778,917.	-	1,205,491.
FUND BALANCE - ENDING	$ 778,917.	$ 567,766.	$ (211,151.)	$ 778,917.

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

STEWART COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2011		Variance Favorable	2010
	Budget	Actual	(Unfavorable)	Actual

TAXES				
Ad Valorem Tax and Commissions	$ 1,766,758.	$ 1,796,351.	$ 29,593.	$ 1,786,531.
1% Local Option Sales Tax	150,000.	164,118.	14,118.	161,330.
Insurance Premium Tax	-	77,128.	77,128.	99,573.
Beer Tax	2,000.	1,772.	(228.)	1,923.
Real Estate Transfer Tax	5,000.	1,541.	(3,459.)	1,602.
Intangible Recording Tax	-	3,960.	3,960.	14,854.
Financial Institution Tax	4,500.	3,844.	(656.)	4,413.
Railroad Equipment Tax	2,700.	-	(2,700.)	-
In Lieu of Tax	7,744.	-	(7,744.)	7,744.
Total Taxes	1,938,702.	2,048,714.	110,012.	2,077,970.
LICENSES AND PERMITS				
Beer and Wine Licenses	100.	-	(100.)	-
Business Licenses	3,225.	3,625.	400.	1,495.
Mobile Home Permits	-	363.	363.	160.
Permits	5,000.	4,128.	(872.)	3,280.
Total Licenses and Permits	8,325.	8,116.	(209.)	4,935.
FINES AND FORFEITURES				
Traffic Fines	130,000.	113,354.	(16,646.)	193,240.
Superior Court Fines	10,000.	6,629.	(3,371.)	6,828.
Total Fines and Forfeitures	140,000.	119,983.	(20,017.)	200,068.
CHARGES FOR SERVICES				
Sheriff's Fees	13,000.	17,283.	4,283.	10,605.
Codification Fees	-	1,910.	1,910.	3,748.
Election Fee Board of Education	-	6,063.	6,063.	-
Probate Court Fees	6,300.	7,014.	714.	6,430.
Clerk of Superior Court Fees	25,000.	15,940.	(9,060.)	18,716.
Magistrate Court Fees	9,000.	7,912.	(1,088.)	9,076.
Boarding Prisoners	-	2,926.	2,926.	-
Local Victims Assistance	13,750.	6,913.	(6,837.)	20,109.
Total Charges for Services	$ 67,050.	$ 65,961.	$ (1,089.)	$ 68,684.

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

STEWART COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2011		Variance Favorable	2010
	Budget	Actual	(Unfavorable)	Actual

FEDERAL GOVERNMENT				
USDA-Sheriff Vehicle Grant	$ -	$ -	$ -	$ 28,750.
Total Federal Government	-	-	-	28,750.
STATE GOVERNMENT				
State D.O.O.R. Inmate Subsidies	11,000.	12,430.	1,430.	10,098.
Reimbursement - Georgia Superior Court	1,500.	1,696.	196.	1,383.
E.M.A. Refund	5,000.	5,000.	-	10,000.
Qualifying Fees	7,500.	77.	(7,423.)	717.
GEMA-Pre Disaster Mitigation and Supplemental Response	-	18,701.	18,701.	85,320.
D.O.T. Construction Contracts	30,000.	7,299.	(22,701.)	-
Total State Government	55,000.	45,203.	(9,797.)	107,518.
MISCELLANEOUS				
Sale of Pipe	3,250.	3,642.	392.	1,731.
Sale of Maps	400.	224.	(176.)	465.
Sale of Dirt/Gravel	3,750.	3,300.	(450.)	3,818.
Interest Earned	3,930.	294.	(3,636.)	166.
Rent 600.	1,304.	704.	600.	
CCA Fees	510,000.	512,649.	2,649.	522,648.
Insurance Premium Tax-Lumpkin	-	68,204.	68,204.	-
Reimbursement MR Center	3,000.	2,296.	(704.)	3,000.
Other	227,393.	59,479.	(167,914.)	-
Total Miscellaneous	752,323.	651,392.	(100,931.)	532,428.
Grand Total Revenues	$ 2,961,400.	$ 2,939,369.	$ (22,031.)	$ 3,020,353.

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

STEWART COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2011		Variance Favorable	2010
	Budget	Actual	(Unfavorable)	Actual

GENERAL GOVERNMENT				
Commissioner's Office:				
Salaries	$ 130,277.	$ 106,911.	$ 23,366.	$ 123,730.
FICA Tax and Retirement	9,610.	8,448.	1,162.	8,333.
Employee Insurance	11,000.	20,602.	(9,602.)	16,107.
Office Supplies	2,000.	1,303.	697.	508.
Operating Supplies	-	-	-	54.
Computer Support	5,500.	2,171.	3,329.	12,771.
Legal Advertising	250.	20.	230.	45.
Postage	700.	148.	552.	263.
Employee Education	5,200.	992.	4,208.	2,594.
Dues and Subscriptions	1,500.	125.	1,375.	36.
Repair and Maintenance	1,000.	256.	744.	331.
Telephone	4,000.	4,716.	(716.)	5,265.
Fuel and Lube	1,000.	1,540.	(540.)	736.
Miscellaneous	500.	818.	(318.)	223.
Capital Outlay	5,000.	-	5,000.	-
Total Commissioner's Office	$ 177,537.	$ 148,050.	$ 29,487.	$ 170,996.

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

STEWART COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2011		Variance Favorable	2010
	Budget	Actual	(Unfavorable)	Actual

GENERAL GOVERNMENT, (continued)				
Courthouse:				
Operating Supplies	$ 3,000.	$ 2,082.	$ 918.	$ -
Janitorial Supplies	3,000.	730.	2,270.	-
Repair and Maintenance	10,000.	13,652.	(3,652.)	-
Utilities	32,300.	30,277.	2,023.	2,661.
Pest Control	500.	50.	450.	250.
Miscellaneous	-	40.	(40.)	-
Capital Outlay:	20,000.	*	(311,022.)	*
Courthouse Construction	*	331,022.	-	-
Total Courthouse	68,800.	377,853.	(309,053.)	2,911.
Registrars:				
Salaries	23,000.	28,889.	(5,889.)	32,468.
Fees - Board of Registrars	3,000.	3,347.	(347.)	3,277.
FICA Tax and Retirement	1,925.	2,283.	(358.)	3,355.
Group Insurance	8,100.	6,852.	1,248.	7,645.
Election Costs	40,000.	10,853.	29,147.	41,286.
Office Supplies	1,900.	1,218.	682.	424.
Legal Advertising	300.	-	300.	369.
Postage	500.	547.	(47.)	546.
Employee Education	7,000.	5,984.	1,016.	3,234.
Dues and Subscriptions	200.	90.	110.	180.
Telephone	1,200.	1,282.	(82.)	1,064.
Miscellaneous	2,000.	636.	1,364.	289.
Capital Outlay:	1,000.	*	(584.)	*
Computer System	*	1,584.	*	-
Total Registrars	$ 90,125.	$ 63,565.	$ 26,560.	$ 94,137.

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

STEWART COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2011		Variance Favorable	2010
	Budget	Actual	(Unfavorable)	Actual

GENERAL GOVERNMENT, (continued)

General Expenditures:				
Unemployment Insurance	$ 12,000.	$ 8,773.	$ 3,227.	$ 10,629.
Group Insurance	10,000.	12,822.	(2,822.)	26,024.
Operating Supplies	15,000.	19,723.	(4,723.)	27,427.
Audit	16,000.	16,000.	-	16,000.
Attorney Fees	25,000.	35,239.	(10,239.)	32,366.
Legal Advertising	1,000.	1,113.	(113.)	1,399.
Property and Liability Insurance	40,000.	39,645.	355.	41,735.
Workers Compensation Insurance	33,000.	27,190.	5,810.	19,445.
Mental Hearings	250.	300.	(50.)	-
Pauper Burials	500.	-	500.	-
Postage	600.	378.	222.	73.
Postage Meter	1,500.	1,376.	124.	1,732.
Telephone-Game Warden	750.	1,136.	(386.)	690.
Telephone-EMS	500.	63.	437.	770.
Telephone	-	4,231.	(4,231.)	454.
Interest - Short Term Debt	-	8,866.	(8,866.)	-
Dues and Subscriptions	250.	3,316.	(3,066.)	1,550.
Citizens Committee	50.	-	50.	-
Other Subsidies	-	40,000.	(40,000.)	180,000.
Miscellaneous	170,000.	58.	169,942.	4,013.
Capital Outlay	-	-	-	-
Total General Expenditures	326,400.	220,229.	106,171.	364,307.
Tax Assessor:				
Salaries	37,500.	36,648.	852.	36,748.
Board of Assessors	4,500.	935.	3,565.	1,320.
Board of Equalization	8,030.	5,960.	2,070.	110.
FICA Tax and Retirement	3,900.	3,277.	623.	3,101.
Group Insurance	9,100.	9,297.	(197.)	7,074.
Office Supplies and Postage	3,500.	1,981.	1,519.	1,243.
Computer Support	1,500.	-	1,500.	1,000.
Website Maintenance	1,500.	-	1,500.	1,500.
Mapping	53,500.	27,999.	25,501.	3,000.
Reappraisal	16,000.	-	16,000.	77,762.
Attorney Fees	500.	-	500.	-
Employee Education	1,000.	322.	678.	226.
Dues and Subscriptions	1,500.	1,535.	(35.)	400.
Telephone	800.	848.	(48.)	622.
Miscellaneous	2,500.	1,576.	924.	442.
Capital Outlay	2,500.	-	2,500.	-
Total Tax Assessor	$ 147,830.	$ 90,378.	$ 57,452.	$ 134,548.

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

STEWART COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2011		Variance Favorable	2010
	Budget	Actual	(Unfavorable)	Actual

GENERAL GOVERNMENT, (continued)				
Tax Commissioner:				
Salaries	$ 76,958.	$ 77,286.	$ (328.)	$ 77,815.
FICA Tax and Retirement	6,810.	6,313.	497.	6,389.
Employee Insurance	15,200.	18,252.	(3,052.)	15,283.
Office Supplies	2,000.	2,277.	(277.)	3,053.
Service Bureau	10,500.	9,910.	590.	12,168.
Computer Maintenance and Support	6,500.	3,794.	2,706.	390.
Legal Advertising	1,200.	935.	265.	2,990.
Postage	650.	281.	369.	302.
Employee Education	1,500.	1,353.	147.	2,330.
Dues and Subscriptions	200.	100.	100.	221.
Repair and Maintenance	800.	-	800.	-
Telephone	2,000.	2,751.	(751.)	1,833.
Miscellaneous	575.	219.	356.	480.
Capital Outlay	1,000.	-	1,000.	-
Total Tax Commissioner	125,893.	123,471.	2,422.	123,254.
Extension Service:				
Salaries	18,656.	20,687.	(2,031.)	19,394.
Retirement	1,352.	736.	616.	1,077.
Office Supplies and Postage	1,750.	1,473.	277.	1,096.
Repair and Maintenance	-	-	-	550.
Computer Support	850.	918.	(68.)	-
Travel	900.	310.	590.	911.
Telephone	2,400.	2,384.	16.	3,021.
Capital Outlay	-	-	*	-
Total Extension Service	25,908.	26,508.	(600.)	26,049.
Other:				
Senior Citizens Appropriation	3,400.	2,602.	798.	2,866.
Library Appropriation	7,500.	4,755.	2,745.	7,810.
Regional Development Center	21,000.	5,652.	15,348.	13,198.
MR Center Repair and Maintenance	3,000.	725.	2,275.	1,832.
Total Other	34,900.	13,734.	21,166.	25,706.
Total General Government	$ 997,393.	$1,063,788.	$ (66,395.)	$ 941,908.

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

STEWART COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2011		Variance Favorable	
2010 Actual	Budget	Actual	(Unfavorable)	

PUBLIC SAFETY				
Sheriff's Department:				
Salaries	$ 273,349.	$ 281,210.	$ (7,861.)	$ 299,212.
FICA Tax and Retirement	22,875.	21,471.	1,404.	23,147.
Employee Insurance	56,400.	72,968.	(16,568.)	64,840.
Operating Supplies	6,000.	12,434.	(6,434.)	3,329.
Computer Support	6,000.	4,533.	1,467.	8,276.
Janitorial Supplies	1,000.	838.	162.	657.
Uniforms	2,000.	1,292.	708.	1,105.
Medical Supplies	1,000.	571.	429.	-
Fuel, Oil and Lube	25,000.	23,973.	1,027.	24,429.
Tires	2,500.	2,228.	272.	1,941.
Special Investigations	500.	-	500.	-
Boarding Prisoners	90,000.	73,550.	16,450.	64,178.
Prisoner Medical	-	-	-	9,697.
Legal Advertising	100.	35.	65.	72.
Postage	200.	149.	51.	32.
Employee Education	3,000.	40.	2,960.	232.
Dues and Subscriptions	200.	-	200.	350.
Repairs and Maintenance	8,000.	10,318.	(2,318.)	8,696.
Pest Control	500.	415.	85.	659.
Telephone	7,200.	10,677.	(3,477.)	13,666.
Utilities	9,230.	8,898.	332.	5,875.
Miscellaneous	-	-	-	-
Capital Outlay:	24,208.	*	22,744.	*
Computer System	*	1,464.	*	612.
2011 Chev Vehicle	*	-	*	14,800.
2011 Ford Vehicle	*	-	*	21,700.
Digital Copier (Pro-Rata Share)	*	-	*	493.
Total Sheriff's Department	$ 539,262.	$ 527,064.	$ 12,198.	$ 567,998.

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

STEWART COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2011		Variance Favorable	2010
	Budget	Actual	(Unfavorable)	Actual

PUBLIC SAFETY, (continued)				
Fire Prevention:				
Georgia Forestry Commission	$ -	$ 23,480.	$ (23,480.)	$ 23,480.
Total Fire Prevention	-	23,480.	(23,480.)	23,480.
Emergency Management:				
Salaries	7,378.	7,378.	-	7,378.
FICA Tax and Retirement	564.	622.	(58.)	626.
Weather Alert	10,000.	3,983.	6,017.	-
Miscellaneous	-	78.	(78.)	-
Capital Outlay:	-	*	-	*
Warning Siren and Radios	*	-	*	86,591.
Total Emergency Management	17,942.	12,061.	5,881.	94,595.
Coroner:				
Salaries	9,900.	4,144.	5,756.	9,733.
FICA Taxes	405.	277.	128.	451.
Employee Education	1,500.	1,494.	6.	1,116.
Inquest	1,000.	150.	850.	1,878.
Dues and Subscriptions	225.	150.	75.	225.
Miscellaneous	1,000.	329.	671.	908.
Capital Outlay	100.	-	100.	-
Total Coroner	14,130.	6,544.	7,586.	14,311.
Total Public Safety	$ 571,334.	$ 569,149.	$ 2,185.	$ 700,384.

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

STEWART COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2011		Variance Favorable	2010
	Budget	Actual	(Unfavorable)	Actual

COURT SYSTEM				
Superior Court:				
Jury Commissioners	$ 2,500.	$ -	$ 2,500.	$ -
Jury Script	4,500.	1,500.	3,000.	8,013.
Witness Fees	500.	350.	150.	111.
Bailiff Fees	500.	480.	20.	780.
Court Reporter Fees	12,000.	13,000.	(1,000.)	7,287.
Record Books	2,500.	-	2,500.	-
Court Appointed Attorney	25,000.	20,076.	4,924.	22,933.
Service Bureau	4,000.	969.	3,031.	3,498.
LVAP Office Expenditures	7,500.	7,352.	148.	13,384.
Judge's Office Expenditures	3,200.	2,983.	217.	1,001.
D.A.'s Office Expenditures	11,500.	962.	10,538.	-
Miscellaneous	-	128.	(128.)	-
Total Superior Court	73,700.	47,800.	25,900.	57,007.
Juvenile Court:				
Salaries	9,988.	1,489.	8,499.	606.
Court Appointed Attorney	-	569.	(569.)	3,405.
Office Expenditures	-	2,678.	(2,678.)	5,766.
Miscellaneous	-	1,518.	(1,518.)	-
Total Juvenile Court	9,988.	6,254.	3,734.	9,777.
Clerk of Superior Court:				
Salaries	75,708.	89,925.	(14,217.)	89,838.
FICA Taxes	5,141.	7,074.	(1,933.)	6,873.
Employee Insurance	9,000.	-	9,000.	-
Office Supplies	2,000.	1,533.	467.	2,711.
Record Books	500.	-	500.	-
Deed Recordings	7,000.	7,308.	(308.)	6,402.
Legal Advertising	150.	92.	58.	125.
Postage	1,000.	660.	340.	406.
Employee Education	1,000.	1,156.	(156.)	2,149.
Dues and Subscriptions	250.	400.	(150.)	150.
Repair and Maintenance	500.	-	500.	140.
Telephone	2,300.	2,258.	42.	2,255.
Calendar-Criminal/Civil	4,000.	1,308.	2,692.	2,017.
Miscellaneous	700.	2,106.	(1,406.)	2,381.
Capital Outlay	2,000.	-	2,000.	-
Total Clerk of Superior Court	$ 111,249.	$ 113,820.	$ (2,571.)	$ 115,447.

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

STEWART COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2011		Variance Favorable	2010
	Budget	Actual	(Unfavorable)	Actual

COURT SYSTEM, (continued)				
Probate Court:				
Salaries	$ 115,384.	$ 114,831.	$ 553.	$ 115,215.
FICA Tax and Retirement	4,129.	4,066.	63.	4,123.
Employee Insurance	27,400.	26,823.	577.	26,684.
Witness Fees	200.	-	200.	-
Office Supplies	1,500.	3,120.	(1,620.)	1,146.
Operating Supplies	-	-	-	1,574.
Record Books	1,000.	1,086.	(86.)	1,066.
DA/Probate Court	7,200.	4,800.	2,400.	7,200.
Community Work Program	-	-	-	975.
Postage	750.	329.	421.	315.
Employee Education	1,200.	1,066.	134.	735.
Dues and Subscriptions	100.	100.	-	357.
Repair and Maintenance	-	222.	(222.)	275.
Telephone	2,200.	2,843.	(643.)	2,817.
Capital Outlay	1,000.	-	1,000.	-
Total Probate Court	162,063.	159,286.	2,777.	162,482.
Magistrate Court:				
Salaries	57,443.	57,465.	(22.)	58,282.
FICA Taxes	4,395.	4,330.	65.	4,421.
Employee Insurance	8,675.	8,329.	346.	7,619.
Office Supplies	700.	746.	(46.)	482.
Record Books	300.	-	300.	-
Postage	200.	7.	193.	32.
Employee Education	1,000.	858.	142.	1,225.
Travel	500.	-	500.	-
Dues and Subscriptions	150.	-	150.	-
Repair and Maintenance	500.	108.	392.	-
Telephone	1,200.	1,396.	(196.)	1,534.
Utilities	-	10.	(10.)	607.
Miscellaneous	-	200.	(200.)	-
Capital Outlay:	1,000.	*	1,000.	*
Digital Copier (Pro-Rata Share)	*	-	*	493.
Total Magistrate Court	76,063.	73,449.	2,614.	74,695.
Total Court System	$ 433,063.	$ 400,609.	$ 32,454.	$ 419,408.

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

STEWART COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2011		Variance Favorable	2010
	Budget	Actual	(Unfavorable)	Actual

ROADS AND BRIDGES, (continued)				
Road Department:				
Salaries	$ 258,500.	$ 262,636.	$ (4,136.)	$ 278,637.
FICA Tax and Retirement	22,600.	21,313.	1,287.	22,671.
Employee Insurance	64,000.	67,169.	(3,169.)	59,428.
Fuel, Oil and Lube	65,000.	63,972.	1,028.	70,510.
Tires	7,500.	8,255.	(755.)	4,279.
Road Materials	10,000.	8,149.	1,851.	5,497.
Pipe	12,000.	8,010.	3,990.	11,966.
Road Projects	20,000.	11,634.	8,366.	1,109.
Hardware, Tools and Supplies	12,700.	8,361.	4,339.	10,046.
Signs	2,500.	1,687.	813.	3,684.
Repair and Maintenance	38,500.	37,650.	850.	42,581.
Utilities and Telephone	11,300.	13,313.	(2,013.)	8,774.
Miscellaneous	100.	40.	60.	54.
Capital Outlay	23,000.	-	23,000.	*
Total Road Department	547,700.	512,189.	35,511.	519,236.
Landfill:				
Engineering	6,000.	-	6,000.	4,855.
Erosion Control	500.	-	500.	-
Environmental Protection	7,000.	12,590.	(5,590.)	4,295.
Trash Disposal Fee	-	114,616.	(114,616.)	98,972.
Dumpster Maintenance	-	28,753.	(28,753.)	17,820.
Well Installation	25,000.	-	25,000.	-
Total Landfill	38,500.	155,959.	(117,459.)	125,942.
Total Roads and Bridges	$ 586,200.	$ 668,148.	$ (81,948.)	$ 645,178.

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

STEWART COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF EXPENDITURES COMPARED TO BUDGET

	Fiscal Year Ended December 31,			
	2011		Variance Favorable	2010
	Budget	Actual	(Unfavorable)	Actual

HEALTH AND WELFARE				
Health Department Appropriations	$ 45,900.	$ 46,593.	$ (693.)	$ 45,232.
Health Department Pest Control	260.	498.	(238.)	501.
Health Department Repair and Maintenance	1,000.	-	1,000.	309.
Child Welfare	-	-	-	24.
Family and Children Services	5,250.	1,410.	3,840.	1,296.
Total Health and Welfare	52,410.	48,501.	3,909.	47,362.
DEBT SERVICE				
Principal Retirement	91,000.	93,380.	(2,380.)	86,543.
Interest	10,000.	11,320.	(1,320.)	14,251.
Total Debt Service	101,000.	104,700.	(3,700.)	100,794.
GRAND TOTAL EXPENDITURES	$ 2,741,400.	$ 2,854,895.	$(113,495.)	$ 2,855,034.

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

SPECIAL REVENUE FUNDS

These funds are used to report governmental operations where statutory, regulatory or grant requirement provisions require separate accountability.

STEWART COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET - DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2010

	Parks Fund	Condemnation of Controlled Substance Money	Jail Fund	E-911 Fund	Drug Abuse Education & Education Fund	Board of Registrars

ASSETS						
Cash	$ 22,516.	$ -	$ 6,458.	$ 625.	$ 34,052.	$ -
Accounts Receivable	-	-	-	5,299.	94.	-
Due from General Fund	-	-	-	-	-	-
Due from Other Agencies and Individuals	-	794.	-	-	-	-
Due from Federal Government	-	-	-	-	-	-
Due from State Government	-	-	-	-	-	-
Total Assets	22,516.	794.	6,458.	5,924.	34,146.	-
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts Payable	-	-	-	37.	-	-
Due to General Fund	-	-	-	-	-	-
Total Liabilities	-	-	-	37.	-	-
Fund Balance:						
Restricted for Park Fund Projects	22,516.	-	-	-	-	-
Restricted for Law Enforcement Purposes	-	794.	-	-	-	-
Restricted for Jail Purposes	-	-	6,458.	-	-	-
Restricted for E-911 Purposes	-	-	-	5,887.	-	-
Restricted for Drug Abuse Education and Treatment Purposes	-	-	-	-	34,146.	-
Restricted for Law Library Purposes	-	-	-	-	-	-
Restricted for State Grant Purposes	-	-	-	-	-	-
Restricted for Board of Registrars Purposes	-	-	-	-	-	-
Restricted for OneGeorgia Grant Purposes	-					
Restricted for CDBG Purposes	-	-	-	-	-	-
Total Fund Balance	22,516.	794.	6,458.	5,887.	34,146.	-
Total Liabilities and Fund Balance	$ 22,516.	$ 794.	$ 6,458.	$ 5,924.	$ 34,146.	$ -

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

STEWART COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET - DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2010

State Grants	Law	OneGeorgia	CDBG Program No. 08p-y-128-1-	CDBG Program No. 06q-y-128-1-	Totals

Fund	Library	Grant	5069	3265	2011	2010
$ -	$ 58,444.	$ -	$ -	$ -	$ 122,095.	$ 125,473.
-	-	-	-	-	5,393.	5,525.
-	-	-	-	-	-	21,880.
-	-	-	-	-	794.	1,345.
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	58,444.	-	-	-	128,282.	154,223.
-	-	-	-	-	37.	34.
-	-	-	-	-	-	-
-	-	-	-	-	37.	34.
-	-	-	-	-	22,516.	22,147.
-	-	-	-	-	794.	1,345.
-	-	-	-	-	6,458.	7,276.
-	-	-	-	-	5,887.	5,697.
-	-	-	-	-	34,146.	33,591.
-	58,444.	-	-	-	58,444.	55,494.
-	-	-	-	-	-	21,880.
-	-	-	-	-	-	147.
-	-	-	-	-	-	-
-	-	-	-	-	-	6,612.
-	58,444.	-	-	-	128,245.	154,189.
$ -	$ 58,444.	$ -	$ -	$ -	$ 128,282.	$ 154,223.

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

STEWART COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2010

	Parks Fund	Condemnation of Controlled Substance Money	Jail Fund	E-911 Fund	Drug Abuse Education & Education Fund	Board of Registrars
REVENUES						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Fines and Forfeitures	-	-	12,182.	-	555.	-
Charges for Services	-	-	-	64,193.	-	-
Federal Government	-	-	-	-	-	-
State Government	-	-	-	-	-	-
Miscellaneous	12,735.	-	-	-	-	-
Total Revenues	12,735.	-	12,182.	64,193.	555.	-
EXPENDITURES						
General Government	12,366.	-	-	-	-	1,978.
Public Safety	-	551.	-	-	-	-
Court System	-	-	-	-	-	-
Roads and Bridges	-	-	-	-	-	-
Health and Welfare	-	-	-	80,503.	-	-
Total Expenditures	12,366.	551.	-	80,503.	-	1,978.
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	369.	(551.)	12,182.	(16,310.)	555.	(1,978.)
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	-	16,500.	-	1,831.
Transfers Out	-	-	(13,000.)	-	-	-
Net Other Financing Sources (Uses)	-	-	(13,000.)	16,500.	-	1,831.
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	369.	(551.)	(818.)	190.	555.	(147.)
FUND BALANCE - BEGINNING	22,147.	1,345.	7,276.	5,697.	33,591.	147.
FUND BALANCE - ENDING	$ 22,516.	$ 794.	$ 6,458.	$ 5,887.	$ 34,146.	$ -

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

STEWART COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2010

State Grants	Law	OneGeorgia	CDBG Program No. 08p-y-128-1-	CDBG Program No. 06q-y-128-1-	Totals	
Fund	Library	Grant	5069	3265	2011	2010
$ -	$ -	$ -	$ -	$ -	$ -	$ -
-	2,901.	-	-	-	15,638.	28,238.
-	-	-	-	-	64,193.	56,999.
-	-	-	63,491.	-	63,491.	43,410.
-	-	-	-	-	-	-
-	49.	-	-	-	12,784.	25,834.
-	2,950.	-	63,491.	-	156,106.	154,481.
-	-	-	67,277.	-	81,621.	70,812.
-	-	-	-	-	551.	840.
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	80,503.	78,811.
-	-	-	67,277.	-	162,675.	150,463.
-	2,950.	-	(3,786.)	-	(6,569.)	4,018.
-	-	-	-	-	18,331.	26,711.
(21,880.)	-	-	(2,826.)	-	(37,706.)	(19,000.)
(21,880.)	-	-	(2,826.)	-	(19,375.)	7,711.
(21,880.)	2,950.	-	(6,612.)	-	(25,944.)	11,729.
21,880.	55,494.	-	6,612.	-	154,189.	142,460.
$ -	$ 58,444.	$ -	$ -	$ -	$ 128,245.	$ 154,189.

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

STEWART COUNTY, GEORGIA
PARKS SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2011 AND 2010

	2011	2010

ASSETS		
Cash in Bank	$ 22,516.	$ 22,147.
Total Assets	22,516.	22,147.
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	-
Fund Balance - Restricted for Park Fund Purposes	22,516.	22,147.
Total Liabilities and Fund Balance	$ 22,516.	$ 22,147.

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

STEWART COUNTY, GEORGIA
PARKS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2010

	2011	2010
REVENUES		
Miscellaneous:		
Rental Income	$ 12,735.	$ 11,626.
Telephone Commission	-	-
Total Revenues	12,735.	11,626.
EXPENDITURES		
General Government:		
Utilities	11,629.	7,625.
Repairs and Maintenance	737.	212.
Supplies	-	22.
Capital Outlay:		
60" Kohler Mower	-	6,749.
Total Expenditures	12,366.	14,608.
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	369.	(2,982.)
FUND BALANCE - BEGINNING	22,147.	25,129.
FUND BALANCE - ENDING	$ 22,516.	$ 22,147.

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

STEWART COUNTY, GEORGIA
CONDEMNATION OF CONTROLLED SUBSTANCE MONEY SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2011 AND 2010

	2011	2010
ASSETS		

Due from Other Agencies and Individuals	$ 794.	$ 1,345.
Total Assets	794.	1,345.
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	-
Fund Balance - Restricted for Law Enforcement Purposes	794.	1,345.
Total Liabilities and Fund Balance	$ 794.	$ 1,345.

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

STEWART COUNTY, GEORGIA
CONDEMNATION OF CONTROLLED SUBSTANCE MONEY SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2010

	2011	2010

REVENUES		
Fines and Forfeitures:		
Confiscated Funds	$ -	$ -
Miscellaneous		
Interest Income	-	-
Total Revenues	-	-
EXPENDITURES		
Public Safety:		
Hardware, Tools and Supplies	551.	840.
Bank Service Charges	-	-
Total Expenditures	551.	840.
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(551.)	(840.)
FUND BALANCE - BEGINNING	1,345.	2,185.
FUND BALANCE - ENDING	$ 794.	$ 1,345.

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

STEWART COUNTY, GEORGIA
JAIL SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2011 AND 2010

	2011	2010
ASSETS		
Cash in Bank	$ 6,458.	$ 7,276.

Due from Other Agencies and Individuals	-	-
Total Assets	6,458.	7,276.
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	-
Fund Balance - Restricted for Jail Purposes	6,458.	7,276.
Total Liabilities and Fund Balance	$ 6,458.	$ 7,276.

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

STEWART COUNTY, GEORGIA
JAIL SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2010

	2011	2010
REVENUES		
Fines and Forfeitures:		

Probate Court	$ 11,328.	$ 19,695.
Clerk of Superior Court	632.	759.
Magistrate Court	222.	318.
Total Revenues	12,182.	20,772.
EXPENDITURES		
Public Safety:		
Prisoner Board	-	-
Total Expenditures	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	12,182.	20,772.
OTHER FINANCING SOURCES (USES)		
Transfer Out to General Fund	(13,000.)	(10,000.)
Transfer Out to 2002-2007 Special Purpose Sales Tax Capital Projects Fund	-	(9,000.)
Net Other Financing Sources (Uses)	(13,000.)	(19,000.)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(818.)	1,772.
FUND BALANCE - BEGINNING	7,276.	5,504.
FUND BALANCE - ENDING	$ 6,458.	$ 7,276.

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

STEWART COUNTY, GEORGIA
E-911 SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2011 AND 2010

	2011	2010
ASSETS		
Cash in Bank	$ 625.	$ 231.
E-911 Surcharge Receivable	5,299.	5,500.

Total Assets	5,924.	5,731.
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	37.	34.
Fund Balance - Restricted for E-911 Purposes	5,887.	5,697.
Total Liabilities and Fund Balance	$ 5,924.	$ 5,731.

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

STEWART COUNTY, GEORGIA
E-911 SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2010

	2011	2010
REVENUES		
Charges for Services:		
Telephone Surcharges	$ 64,193.	$ 56,999.
Miscellaneous:		

Clay County	-	13,064.
Quitman County	-	-
Total Revenues	64,193.	70,063.
EXPENDITURES		
Health and Welfare (E-911):		
Utilities	619.	534.
P.O. Box Rental	-	-
Supplies	-	1,617.
Telephone Charges	-	-
Labor	-	-
Computer Support	3,500.	3,500.
Signs	-	-
Regional E-911 Center	76,384.	73,160.
Capital Outlay:		
Communications Equipment	-	-
Total Expenditures	80,503.	78,811.
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(16,310.)	(8,748.)
OTHER FINANCING SOURCES (USES)		
Transfer In from General Fund	16,500.	11,950.
Net Other Financing Sources (Uses)	16,500.	11,950.
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	190.	3,202.
FUND BALANCE - BEGINNING	5,697.	2,495.
FUND BALANCE - ENDING	$ 5,887.	$ 5,697.

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

STEWART COUNTY, GEORGIA
DRUG ABUSE EDUCATION AND TREATMENT SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2011 AND 2010

	2011	2010
ASSETS		
Cash in Bank	$ 34,052.	$ 33,566.
Due from City	94.	25.
Total Assets	34,146.	33,591.

LIABILITIES AND FUND BALANCE		
Liabilities:		
Due to General Fund	-	-
Fund Balance - Restricted for Drug Abuse Education and Treatment Projects	34,146.	33,591.
Total Liabilities and Fund Balance	$ 34,146.	$ 33,591.

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

STEWART COUNTY, GEORGIA
DRUG ABUSE EDUCATION AND TREATMENT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2010

	2011	2010
REVENUES		
Fines and Forfeitures:		
City of Richland	$ 194.	$ 25.
Clerk of Superior Court	361.	1,700.
Total Revenues	555.	1,725.

EXPENDITURES		
Health and Welfare:		
D.A.R.E. Officer Fees	-	-
D.A.R.E. Program Books and Supplies	-	-
Total Expenditures	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	555.	1,725.
FUND BALANCE - BEGINNING	33,591.	31,866.
FUND BALANCE - ENDING	$ 34,146.	$ 33,591.

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

STEWART COUNTY, GEORGIA
BOARD OF REGISTRARS SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2011 AND 2010

	2011	2010
ASSETS		
Cash in Bank	$ -	$ 147.
Total Assets	-	147.
LIABILITIES AND FUND BALANCE		
Liabilities:		

Accounts Payable	-	-
Fund Balance - Restricted for Board of Registrars Purposes	-	147.
Total Liabilities and Fund Balance	$ -	$ 147.

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

STEWART COUNTY, GEORGIA
BOARD OF REGISTRARS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2010

	2011	2010
REVENUES		
Miscellaneous:		
Qualifying Fees	$ -	$ 1,061.
Other	-	30.
Total Revenues	-	1,091.
EXPENDITURES		

General Government:		
Pollworkers	1,895.	8,836.
Election Supplies	8.	27.
Qualifying Fees	-	906.
Schools	-	-
Miscellaneous	75.	-
Total Expenditures	1,978.	9,769.
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,978.)	(8,678.)
OTHER FINANCING SOURCES (USES)		
Transfer In from General Fund	1,831.	8,761.
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(147.)	83.
FUND BALANCE - BEGINNING	147.	64.
FUND BALANCE - ENDING	$ -	$ 147.

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

STEWART COUNTY, GEORGIA
STATE GRANTS SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2011 AND 2010

	2011	2010
ASSETS		
Cash	$ -	$ -
Due from Georgia Department of Community Affairs	-	-
Due from General Fund	-	21,880.
Total Assets	-	21,880.
LIABILITIES AND FUND BALANCE		

Liabilities:		
Accounts Payable	-	-
Due to General Fund	-	-
Total Liabilities	-	-
Fund Balance:		
Restricted for Courthouse Project	-	-
Restricted for Heritage Grant Purposes	-	1,880.
Restricted for Recreation	-	7,500.
Restricted for Day Care	-	2,500.
Restricted for Hanahatchee Creek Project	-	10,000.
Total Fund Balance	-	21,880.
Total Liabilities and Fund Balance	$ -	$ 21,880.

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

STEWART COUNTY, GEORGIA
STATE GRANTS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2010

	2011	2010
REVENUES		
State Government	$ -	$ -
Miscellaneous:		
Interest Income	-	-
Total Revenues	-	-
EXPENDITURES		
General Government	-	-

Total General Government	-	-
Total Expenditures	-	-
EXCESS (DEFICIENCY) OF FUNDS AVAILABLE OVER (UNDER) EXPENDITURES	-	-
OTHER FINANCING SOURCES (USES)		
Transfer Out to General Fund	(21,880.)	-
Net Other Financing Sources (Uses)	(21,880.)	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(21,880.)	-
FUND BALANCE - BEGINNING	21,880.	21,880.
FUND BALANCE - ENDING	$ -	$ 21,880.

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

STEWART COUNTY, GEORGIA
LAW LIBRARY SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2011 AND 2010

	2011	2010
ASSETS		
Cash in Bank	$ 58,444.	$ 55,494.
Due from Other Agencies and Individuals	-	-
Total Assets	58,444.	55,494.
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	-
Fund Balance - Restricted for Law		

Library Purposes	58,444.	55,494.
Total Liabilities and Fund Balance	$ 58,444.	$ 55,494.

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

STEWART COUNTY, GEORGIA
LAW LIBRARY SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2010

	2011	2010
REVENUES		
Fines and Forfeitures:		
Probate Court	$ 2,214.	$ 4,901.
Clerk of Superior Court	381.	426.
Magistrate Court	306.	414.
Miscellaneous:		
Interest Income	49.	53.
Total Revenues	2,950.	5,794.
EXPENDITURES		
Court System:		

Law Books	-	-
Total Expenditures	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,950.	5,794.
FUND BALANCE - BEGINNING	55,494.	49,700.
FUND BALANCE - ENDING	$ 58,444.	$ 55,494.

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

STEWART COUNTY, GEORGIA
ONEGEORGIA GRANT
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2011 AND 2010

	2011	2010
ASSETS		
Cash in Bank	$ -	$ -
Due from State Government	-	-
Total Assets	-	-
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	-
Fund Balance - Restricted for OneGeorgia Grant Purposes	-	-

Total Liabilities and Fund Balance	$ -	$ -

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

STEWART COUNTY, GEORGIA
ONEGEORGIA GRANT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2010

	2011	2010
REVENUES		
State Government:		
Georgia Department of Community Affairs - OneGeorgia Grant	$ -	$ -
Miscellaneous:		
Contribution	-	-
Total Revenues	-	-
EXPENDITURES		
Water System Improvements	-	-
General Administration	-	25.

Total Expenditures	-	25.
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(25.)
FUND BALANCE - BEGINNING	-	25.
FUND BALANCE - ENDING	$ -	$ -

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

STEWART COUNTY, GEORGIA
CDBG PROGRAM NO. 08p-y-128-1-5069
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2011 AND 2010

	2011	2010
ASSETS		
Cash in Bank	$ -	$ 6,612.
Due from Federal Government	-	-
Total Assets	-	6,612.
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	-
Fund Balance - Restricted for CDBG Purposes	-	6,612.
Total Liabilities and Fund Balance	$ -	$ 6,612.

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

STEWART COUNTY, GEORGIA
CDBG PROGRAM NO. 08p-y-128-1-5069
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2010

	2011	2010
REVENUES		
Federal Government:		
Georgia Department of Community Affairs - Community Development Block Grant	$ 63,491.	$ 43,410.
Total Revenues	63,491.	43,410.
EXPENDITURES		
Water System Improvements	52,977.	42,410.
General Administration	14,300.	4,000.
Total Expenditures	67,277.	46,410.
EXCESS (DEFICIENCY) OF REVENUES		

OVER EXPENDITURES	(3,786.)	(3,000.)
OTHER FINANCING SOURCES (USES)		
Transfer In from General Fund	-	6,000.
Transfer Out to General Fund	(2,826.)	-
Net Other Financing Sources (Uses)	(2,826.)	6,000.
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(6,612.)	3,000.
FUND BALANCE - BEGINNING	6,612.	3,612.
FUND BALANCE - ENDING	$ -	$ 6,612.

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

STEWART COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGETED AND ACTUAL
CDBG PROGRAM NO. 08p-y-128-1-5069
FOR THE GRANT PERIOD SEPTEMBER 16, 2008 THROUGH DECEMBER 31, 2011
(PROJECT COST SCHEDULE)

	Revised Project Budget	Actual to Date	Budget Remaining (Exceeded)
REVENUES			
Federal Government:			
Georgia Department of Community Affairs - Community Development Block Grant	$ 430,989.	$ 430,989.	$ -
Total Revenues	430,989.	430,989.	-
EXPENDITURES			
Water and Sewer Facilities	410,389.	409,911.	478.
General Administration	20,600.	30,000.	(9,400.)
Contingencies	-	-	-

Total Expenditures	430,989.	439,911.	(8,922.)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(8,922.)	(8,922.)
OTHER FINANCING SOURCES (USES) Transfer In from General Fund	-	8,922.	8,922.
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	-	-
FUND BALANCE - BEGINNING	-	-	-
FUND BALANCE - ENDING	$ -	$ -	$ -

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

STEWART COUNTY, GEORGIA
COMMUNITY DEVELOPMENT BLOCK GRANT
SOURCE AND APPLICATION OF FUNDS SCHEDULE
CDBG PROGRAM NO. 08p-y-128-1-5069

Total Program Year 2008 Funds Allocated to Recipient	$ 500,000.
Less: Deobligations	(69,011.)
Net Program Year 2008 Funds Allocated to Recipient	430,989.
Less: Total Program Year 2008 Funds Drawn by Recipient	(430,989.)
Funds Still Available from Program Year 2008 Resources	$ -
Total Program Year 2008 Funds Drawn and Received by Recipient	430,989.
Local Matches and Other Receipts	8,922.

Total Receipts Available for Program Year 2008 Costs	439,911.
Less: Funds Applied and Expended to Program Year 2008 Costs	(439,911.)
Total Program Year 2008 Funds Held by Recipient	$ -

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

CAPITAL PROJECTS FUND

This fund is used to report the receipt and disbursement of Special Purpose Sales Tax proceeds.

STEWART COUNTY, GEORGIA
SPECIAL PURPOSE SALES TAX CAPITAL PROJECTS FUND
COMBINING BALANCE SHEET - DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2010

	2007-2012 Special Purpose Sales Tax Fund	2002-2007 Special Purpose Sales Tax Fund	1997-2002 Special Purpose Sales Tax Fund	Totals 2011	2010
ASSETS					
Cash in Bank	$ 6,077.	$ 35.	$ 63,577.	$ 69,689.	$ 736,244.
Accounts Receivable	-	-	-	-	-
Special Purpose Sales Tax Receivable	36,004.	-	-	36,004.	32,744.
Due from Other Funds	-	-	-	-	-
Total Assets	42,081.	35.	63,577.	105,693.	768,988.
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts Payable	-	-	447.	447.	3,869.
Due to Other Funds	-	-	-	-	-
Due to Other Municipalities	-	-	-	-	-

Total Liabilities	-	-	447.	447.	3,869.
Fund Balance - Restricted for Special Purpose Sales Tax Projects	42,081.	35.	63,130.	105,246.	765,119.
Total Liabilities and Fund Balance	$ 42,081.	$ 35.	$ 63,577.	$ 105,693.	$ 768,988.

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

STEWART COUNTY, GEORGIA
SPECIAL PURPOSE SALES TAX CAPITAL PROJECTS FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2010

	2007-2012 Special Purpose Sales Tax Fund	2002-2007 Special Purpose Sales Tax Fund	1997-2002 Special Purpose Sales Tax Fund	Totals 2011	2010
REVENUES					
Taxes	$ 381,655.	$ -	$ -	$ 381,655.	$ 375,569.
Miscellaneous	104.	-	403.	507.	4,580.
Total Revenues	381,759.	-	403.	382,162.	380,149.
EXPENDITURES					
General Government	619,597.	-	-	619,597.	529,849.
Public Safety	-	-	63,423.	63,423.	527,857.
Health And Welfare	-	-			-
Debt Service	359,015.	-	-	359,015.	340,179.
Total Expenditures	978,612.	-	63,423.	1,041,035.	1,397,885.

EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(596,853.)	-	(63,020.)	(659,873.)	(1,017,736.)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	472,791.
Transfer Out	-	-	-	-	(78,069.)
Net Other Financing Sources (Uses)	-	-	-	-	394,722.
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(596,853.)	-	(63,020.)	(659,873.)	(623,014.)
FUND BALANCE - BEGINNING	,638,934.	35.	126,150.	765,119.	1,388,133.
FUND BALANCE - ENDING	$ 42,081.	$ 35.	$ 63,130.	$ 105,246.	$ 765,119.

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

STEWART COUNTY, GEORGIA
2007-2012 SPECIAL PURPOSE SALES TAX CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2011 AND 2010

	2011	2010
ASSETS		
Cash in Bank	$ 6,077.	$ 610,059.
Special Purpose Sales Tax Receivable	36,004.	32,744.
Total Assets	42,081.	642,803.
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	3,869.
Total Liabilities	-	3.869.
Fund Balance - Restricted for Special Purpose Sales Tax Projects	42,081.	638,934.
Total Fund Balance	42,081.	638,934.
Total Liabilities and Fund Balance	$ 42,081.	$ 642,803.

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

STEWART COUNTY, GEORGIA
2007-2012 SPECIAL PURPOSE SALES TAX CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2010

	2011	2010
REVENUES		
Taxes:		
Special Purpose Sales Tax	$ 381,655.	$ 375,569.
Miscellaneous:		
Interest Income	104.	2,841.
Total Revenues	381,759.	378,410.
EXPENDITURES		
General Government:		
Printed Checks	-	-
Bank Service Charges	141.	-
Rent Temporary Facilities	7,300.	12,150.
Capital Outlay:		
Courthouse Construction	612,156.	517,699.
Total General Government	619,597.	529,849.
Debt Service:		

Principal Retirement	331,355.	287,000.
Interest	27,660.	53,179.
Total Debt Service	359,015.	340,179.
Total Expenditures	978,612.	870,028.
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(596,853.)	(491,618.)
OTHER FINANCING SOURCES (USES)		
Transfer Out to 2002-2007 Special Purpose Sales Tax Capital Projects Fund	-	(78,069.)
Transfer Out to General Fund	-	-
Net Other Financing Sources (Uses)	-	(78,069.)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(596,853.)	(569,687.)
FUND BALANCE - BEGINNING	638,934.	1,208,621.
FUND BALANCE - ENDING	$ 42,081.	$ 638,934.

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

STEWART COUNTY, GEORGIA
2002-2007 SPECIAL PURPOSE SALES TAX CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2011 AND 2010

	2011	2010
ASSETS		
Cash in Bank	$ 35.	$ 35.
Special Purpose Sales Tax Receivable	-	-
Total Assets	35.	35.
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	-	-
Fund Balance - Restricted for Special Purpose Sales Tax Projects	35.	35.
Total Fund Balance	35.	35.
Total Liabilities and Fund Balance	$ 35.	$ 35.

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

STEWART COUNTY, GEORGIA
2002-2007 SPECIAL PURPOSE SALES TAX CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2010

	2011	2010
REVENUES		
Taxes:		
Special Purpose Sales Tax	$ -	$ -
Miscellaneous:		
Interest Income	-	24.
Total Revenues	-	24.
EXPENDITURES		
Public Safety:		
Capital Outlay-		
Sheriff/Jail Construction	-	514,792.
Total Public Safety	-	514,792.
Total Expenditures	-	514,792.
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(514,768.)
OTHER FINANCING SOURCES (USES)		
Transfer In from General Fund	-	385,722.

Transfer In from Jail Special Revenue Fund	-	9,000.
Transfer In from 2007-2012 Special Purpose Sales Tax Capital Projects Fund	-	78,069.
Net Other Financing Sources (Uses)	-	472,791.
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-	(41,977.)
FUND BALANCE - BEGINNING	35.	42,012.
FUND BALANCE - ENDING	$ 35.	$ 35.

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

STEWART COUNTY, GEORGIA
1997-2002 SPECIAL PURPOSE SALES TAX CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2011 AND 2010

	2011	2010
ASSETS		
Cash in Bank	$ 63,577.	$ 126,150.
Special Purpose Sales Tax Receivable	-	-
Total Assets	63,577.	126,150.
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	447.	-
Due to City of Lumpkin	-	-
Due to City of Richland	-	-
Total Liabilities	447.	-
Fund Balance - Restricted for Special Purpose Sales Tax Projects	63,130.	126,150.
Total Fund Balance	63,130.	126,150.
Total Liabilities and Fund Balance	$ 63,577.	$ 126,150.

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

STEWART COUNTY, GEORGIA
1997-2002 SPECIAL PURPOSE SALES TAX CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FISCAL YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR FISCAL YEAR ENDED DECEMBER 31, 2010

	2011	2010
REVENUES		
Taxes:		
Special Purpose Sales Tax	$ -	$ -
Miscellaneous:		
Clean Up Fees	-	-
Interest Income	403.	1,715.
Total Revenues	403.	1,715.
EXPENDITURES		
Public Safety:		
Fire Department Utilities	1,125.	747.
Fire Department Hardware, Tools, and Supplies	1,930.	12,318.
Fire Department Repairs and Maintenance	-	-
Capital Outlay:		
Firehouse Construction	60,368.	-
Total Public Safety	63,423.	13,065.
Total Expenditures	63,423.	13,065.
EXCESS (DEFICIENCY) OF REVENUES		

OVER EXPENDITURES	(63,020.)	(11,350.)
FUND BALANCE - BEGINNING	126,150.	137,500.
FUND BALANCE - ENDING	$ 63,130.	$ 126,150.

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

PROPRIETARY FUND TYPES
ENTERPRISE FUNDS

Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprise where the intent of the governing body is that the cost (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

STEWART COUNTY, GEORGIA
EMERGENCY MEDICAL SERVICE ENTERPRISE FUND
COMBINING STATEMENT OF NET ASSETS AT DECEMBER 31, 2011
WITH COMPARATIVE TOTALS AT DECEMBER 31, 2010

	2011	2010
ASSETS		
Current Assets:		
Cash in Bank	$ 18,215.	$ -
Accounts Receivable	36,280.	16,993.
Total Current Assets	54,495.	16,993.
Noncurrent Assets:		
Vehicles	542,343.	542,343.
Equipment	38,491.	35,701.
Building Improvements	12,531.	12,531.
	593,365.	590,575.
Less Accumulated Depreciation	(490,590.)	(432,626.)
Total Noncurrent Assets	102,775.	157,949.
Total Assets	157,270.	174,942.
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts Payable	5,888.	51,978.
Payroll Taxes Payable	-	-
Note Payable - Due in One Year	22,045.	60,039.
Total Current Liabilities	27,933.	112,017.

Noncurrent Liabilities:		
Note Payable - Due after One Year	47,534.	69,578.
Total Noncurrent Liabilities	47,534.	69,578.
Total Liabilities	75,467.	181,595.
Net Assets:		
Investment in Capital Assets, Net of Related Debt	33,196.	28,332.
Unrestricted	48,607.	(34,985.)
Total Net Assets	$ 81,803.	$ (6,653.)

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

STEWART COUNTY, GEORGIA
EMERGENCY MEDICAL SERVICE ENTERPRISE FUND
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2010

	2011	2010
Operating Revenues		
Ambulance Charges	$ 384,308.	$ 324,722.
Total Operating Revenues	384,308.	324,722.
Operating Expenses		
Salaries	365,037.	301,933.
Payroll Taxes and Retirement	28,379.	24,425.
Group Insurance	20,777.	16,840.
Office Supplies and Postage	135.	547.
Operating Supplies	5,310.	41,933.
Uniforms	2,393.	1,168.
Mutual Aid Webster County	12,900.	21,775.
Medical Supplies	24,351.	21,514.
Fuel, Oil and Lube	27,073.	18,312.
Tires	1,295.	930.
Rent 4,200.	4,200.	
Service Bureau	26,873.	22,501.
Operating License	6,700.	5,300.
Employee Education and Travel	10.	624.
Repair and Maintenance	12,497.	9,822.
Telephone	3,741.	3,447.
Depreciation	57,964.	51,218.
Miscellaneous	2,457.	2,703.
Total Operating Expenses	602,092.	549,192.

Operating Income (Loss)	(217,784.)	(224,470.)
Nonoperating Revenues (Expenses)		
Interest Expense	(8,760.)	(10,248.)
Income (Loss) Before Operating Transfers	(226,544.)	(234,718.)
Transfers From (To) Other Funds		
Transfer from Special Purpose Sales Tax Special Revenue Fund	-	-
Transfer In from General Fund	315,000.	213,000.
Net Increase (Decrease) in Net Assets	88,456.	(21,718.)
Net Assets - Beginning of Year	(6,653.)	15,065.
Net Assets - End of Year	$ 81,803.	$ (6,653.)

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

STEWART COUNTY, GEORGIA
EMERGENCY MEDICAL SERVICE ENTERPRISE FUND
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2010

	2011	2010
Cash Flows from Operating Activities:		
Receipts from Customers	$ 365,021.	$ 333,183.
Payments to Employees	(365,037.)	(301,933.)
Payments to Suppliers	(225,181.)	(176,435.)
Net Cash Provided (Used) by Operating Activities	(225,197.)	(145,185.)
Cash Flows from Noncapital Financing Activities:		
Transfers from Special Purpose Sales Tax Special Revenue Fund	-	-
Transfers from General Fund	315,000.	213,000.
Net Cash Provided (Used) by Noncapital Financing Activities	315,000.	213,000.
Cash Flows from Capital and Related Financing Activities:		
Acquisition of Capital Assets	(2,790.)	-
Principal Paid on Long-Term Debt	(60,038.)	(57,567.)
Interest Paid on Long-Term Debt	(8,760.)	(10,246.)
Net Cash Provided (Used) by Capital and Related Financing Activities	(71,588.)	(67,815.)
Cash Flows from Investing Activities	-	-
Net Increase (Decrease) in Cash and Cash Equivalents	18,215.	-

Cash and Cash Equivalents, Beginning	-	-
Cash and Cash Equivalents, Ending	18,215.	-
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:		
Operating Income (Loss)	(217,784.)	(224,470.)
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation	57,964.	51,218.
(Increase) Decrease in Accounts Receivable	(19,287.)	8,461.
Increase (Decrease) in Accounts Payable	(46,090.)	19,606.
Increase (Decrease) in Payroll Taxes Payable	-	-
Net Cash Provided (Used) by Operating Activities	(225,197.)	(145,185.)
Non-Cash Investing, Capital and Financing Activities:		
Capital assets acquired with debt proceeds	-	111,963.
Total Non-Cash Investing, Capital and Financing Activities	$ -	$ 111,963.

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

FIDUCIARY FUNDS

AGENCY FUNDS - To account for funds received and disbursed by various elected and appointed officials. All administrative costs of each of the offices are budgeted and expended as part of the County's General Fund. The officials who serve as fiscal agents for the County as well as other government entities are:

Tax Commissioner
Probate Court Judge
Clerk of Superior Court
Sheriff
Magistrate Court Judge

STEWART COUNTY, GEORGIA
FIDUCIARY FUNDS - AGENCY FUNDS
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - DECEMBER 31, 2011
WITH COMPARATIVE TOTALS AT DECEMBER 31, 2010

	Tax Commissioner	Probate Court
ASSETS		
Cash	$ 296,396.	$ -
Uncollected Taxes	1,070,038.	-
Due from Tax Commissioner	-	-
Other Assets	221.	-
Total Assets	1,366,655.	-
LIABILITIES AND FUND BALANCE		
Liabilities:		
Due to State of Georgia	-	-
Due to School System	134,847.	-
Garnishments, Child Support Payable	-	-
Due to Other Agencies and Individuals	129,370.	-
Due to Other Municipalities	926.	-
Uncollected Taxes Due Other Governments	1,070,038.	-
Amounts Held in Escrow	30,250.	-
Other Liabilities	1,224.	-
Total Liabilities	$1,366,655.	$ -

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

STEWART COUNTY, GEORGIA
FIDUCIARY FUNDS - AGENCY FUNDS
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - DECEMBER 31, 2011
WITH COMPARATIVE TOTALS AT DECEMBER 31, 2010

Clerk of Superior Court	Sheriff	Magistrate Court	Totals 2011	Totals 2010
$ 15,966.	$ 3,840.	$ 14,665.	$ 330,867.	$ 589,077.
-	-	-	1,070,038.	961,228.
-	-	-	-	-
-	-	-	221.	-
15,966.	3,840.	14,665.	1,401,126.	1,550,305.
-	-	-	-	2,299.
-	-	-	134,847.	248,169.
8,810.	-	14,665.	23,475.	23,399.
-	794.	-	130,164.	272,209.
-	-	-	926.	213.
-	-	-	1,070,038.	961,228.
-	-	-	30,250.	27,764.
7,156.	3,046.	-	11,426.	15,024.
$ 15,966.	$ 3,840.	$ 14,665.	$ 1,401,126.	$ 1,550,305.

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

STEWART COUNTY, GEORGIA
FIDUCIARY FUNDS - AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
YEAR ENDED DECEMBER 31, 2011

	Balance January 1, 2011	Additions	Deductions	Balance December 31, 2011
Tax Commissioner				
ASSETS				
Cash	$ 552,328.	$3,830,526.	$7,086,458.	$ 296,396.
Uncollected Taxes	961,228.	3,216,337.	3,107,527.	1,070,038.
Other Assets	-	221.	-	221.
Total Assets	1,513,556.	7,047,084.	7,193,985.	1,366,655.
LIABILITIES				
Funds Held for Others	552,328.	3,830,747.	4,086,458.	296,617.
Uncollected Taxes Due Governments	961,228.	3,216,337.	3,107,527.	1,070,038.
Total Liabilities	1,513,556.	7,047,084.	7,193,985.	1,366,655.
Probate Court				
ASSETS				
Cash and Other Assets	6.	182,725.	182,731.	-
LIABILITIES				
Funds Held for Others	6.	182,725.	182,731.	-
Clerk of Superior Court				

ASSETS				
Cash	16,394.	78,177.	78,605.	15,966.
LIABILITIES				
Funds Held for Others	16,394.	78,177.	78,605.	15,966.
Sheriff				
ASSETS				
Cash	5,768.	26,232.	28,160.	3,840.
LIABILITIES				
Funds Held for Others	5,768.	26,232.	28,160.	3,840.
Magistrate Court				
ASSETS				
Cash	14,581.	39,717.	39,633.	14,665.
LIABILITIES				
Funds Held for Others	$ 14,581.	$ 39,717.	$ 39,633.	$ 14,665.

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

COMPONENT UNITS

STEWART COUNTY, GEORGIA
COMPONENT UNITS
COMBINING STATEMENT OF NET ASSETS - DECEMBER 31, 2011

	Board of Health	Water and Sewerage Authority	Totals
ASSETS			
Cash	$ 71,293.	$ 159,525.	$ 230,818.
Accounts Receivable	9,607.	25,960.	35,567.
Restricted Cash	-	39,705.	39,705.
Due from Federal Government	-	-	-
Due from State Government	-	-	-
Fixed Assets	-	2,786,802.	2,786,802.
Total Assets	80,900.	3,011,992.	3,092,892.
LIABILITIES			
Accounts Payable	-	7,196.	7,196.
Payroll Taxes and Retirement	-	-	-
Accrued Interest	-	-	-
Deposits Payable	-	18,485.	18,485.
Notes Payable - Due in One Year	-	33,318.	33,318.
Due to State of Georgia	-	-	-
Notes Payable - Due After One Year	-	739,370.	739,370.
Total Liabilities	-	798,369.	798,369.
NET ASSETS			
Investment in Capital Assets,			

Net of Related Debt	-	2,014,114.	2,014,114.
Restricted	9,450.	-	9,450.
Unassigned	71,450.	199,509.	270,959.
Total Net Assets	$ 80,900.	$2,213,623.	$2,294,523.

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

STEWART COUNTY, GEORGIA
STEWART COUNTY BOARD OF HEALTH - GOVERNMENTAL COMPONENT UNIT
BALANCE SHEET
JUNE 30, 2011
(FISCAL YEAR END OF THE COMPONENT UNIT)

ASSETS	
Cash on Hand and in Bank	$ 71,293.
Accounts Receivable	9,607.
Due from DHR	-
Total Assets	80,900.
LIABILITIES	
Accounts Payable	-
Due to DHR	-
Total Liabilities	-
FUND EQUITY	
Fund Balance:	
Restricted for Health and Welfare Purposes	9,450.
Unassigned	71,450.
Total Fund Equity	80,900.
Total Liabilities and Fund Equity	$ 80,900.

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STEWART COUNTY, GEORGIA
STEWART COUNTY BOARD OF HEALTH - GOVERNMENTAL COMPONENT UNIT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
JUNE 30, 2011
(FISCAL YEAR END OF THE COMPONENT UNIT)

REVENUES	
Georgia Department of Human Resources	
Grant-In-Aid	$ 71,497.
County Participating	43,300.
Outpatient and Other Fees	17,792.
Intra/Inter Agency	32,210.
Total Revenues	164,799.
EXPENDITURES	
Salaries and Fringe Benefits	104,662.
Other Operating Expenditures	35,973.
Intra/Inter Agency	16,467.
Indirect Costs	8,300.
Total Expenditures	165,402.
Excess (Deficiency) of Funds Available Over (Under) Expenditures	(603.)
FUND BALANCE - BEGINNING	81,503.
FUND BALANCE - ENDING	$ 80,900.

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

STEWART COUNTY, GEORGIA
STEWART COUNTY WATER AND SEWERAGE AUTHORITY - PROPRIETARY COMPONENT UNIT
STATEMENT OF NET ASSETS
DECEMBER 31, 2011

ASSETS	
Current Assets:	
Cash in Bank	$ 159,525.
Accounts Receivable	25,960.
Restricted Assets:	
Cash Sinking Fund & Reserve	39,705.
Total Current Assets	225,190.
Noncurrent Assets:	
Capital Assets Not Being Depreciated	33,000.
Capital Assets Being Depreciated, net of depreciation	2,753,802.
Total Noncurrent Assets	2,786,802.
Total Assets	3,011,992.
LIABILITIES AND NET ASSETS	
Current Liabilities:	
Accounts Payable	7,196.
Deposits Payable	18,485.
Payable from Restricted Assets:	
Notes Payable GEFA- Due in One Year	21,985.
Bonds Payable-Due in One Year	11,333.
Total Current Liabilities	58,999.
Noncurrent Liabilities:	
Note Payable GEFA - Due after One Year	171,852.
Bonds Payable - Due after One Year	567,518.

Total Noncurrent Liabilities	739,370.
Total Liabilities	798,369.
Net Assets:	
Invested in Capital Assets, Net of Related Debt	2,014,114.
Unrestricted	199,509.
Total Net Assets	$2,213,623.

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

STEWART COUNTY, GEORGIA
STEWART COUNTY WATER AND SEWERAGE AUTHORITY - PROPRIETARY COMPONENT UNIT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2011

OPERATING REVENUES	
Water Usage, Penalties and Fees	$ 285,825.
Total Operating Revenues	285,825.
OPERATING EXPENSES	
Salaries	66,798.
Payroll Taxes	4,162.
Operating and Office Supplies	7,988.
Meters and Lines	9,195.
Fuel, Oil and Lube	11,809.
Chemicals	11,580.
Legal and Audit	1,000.
Computer Support	2,302.
Insurance and Bonds	6,252.
Contract Labor	13,666.
Dues and Subscriptions	6,989.
Repairs and Maintenance	39,960.
Utilities and Telephone	39,014.
Depreciation	105,979.
Equipment Lease	25,975.
Miscellaneous	5,089.
Total Operating Expenses	357,758.
Operating Income (Loss)	(71,933.)
NONOPERATING REVENUE (EXPENSE)	
Interest Income	148.
Interest Expense	(32,984.)
Total Nonoperating Revenue (Expense)	(32,836.)

Net Increase (Decrease) in Net Assets	(104,769.)
Net Assets - Beginning of Year	2,318,392.
Net Assets - End of Year	$2,213,623.

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

STEWART COUNTY, GEORGIA
STEWART COUNTY WATER AND SEWERAGE AUTHORITY - PROPRIETARY COMPONENT UNIT
STATEMENT OF CASH FLOWS
FOR YEAR ENDED DECEMBER 31, 2011

Cash Flows from Operating Activities:	
Receipts from Customers	$ 290,894.
Payments to Employees	(66,798.)
Payments to Suppliers	(182,453.)
Net Cash Provided (Used) by Operating Activities	41,643.
Cash Flows from Noncapital Financing Sources:	
Transfers to Other Funds	-
Net Cash Provided (Used) by Noncapital Financing Activities	-
Cash Flows from Capital and Related Financing Activities:	
Proceeds from Long-Term Financing	-
Principal Paid on Revenue Bonds	(32,320.)
Interest Paid on Revenue Bonds	(32,984.)
Acquisition of Capital Assets	(18,357.)
Net Cash Provided (Used) by Capital and Related Financing Activities	(83,661.)
Cash Flows from Investing Activities:	
Interest Income	148.
Net Cash Provided (Used) by Investing Activities	148.
Net Increase (Decrease) in Cash and Cash Equivalents	(41,870.)
Cash and Cash Equivalents, Beginning	241,100.
Cash and Cash Equivalents, Ending	199,230.
Reconciliation of Operating Income (Loss) to	

Net Cash Provided by Operating Activities:	
Operating Income	(71,933.)
Adjustments to Reconcile Net Income to Net	
Cash Provided by Operating Activities:	
Depreciation and Amortization	105,979.
(Increase) Decrease in Accounts Receivable	4,169.
Increase (Decrease) in Accounts Payable	2,528.
Increase (Decrease) in Customer Deposits	900.
Net Cash Provided (Used) by Operating Activities	41,643.
Non-Cash Investing, Capital and Financing Activities:	
Capital assets acquired with capital contributions	-
Total Non-Cash Investing, Capital and Financing Activities	$ -

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

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GARLAND, WILLIAMS & ASSOCIATES, PC

CERTIFIED PUBLIC ACCOUNTANTS

P.O. BOX 70427, ALBANY, GEORGIA 31708-0427 (229) 432-6762 FAX (229) 436-0360

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

Board of County Commissioners
Stewart County, Georgia
Lumpkin, Georgia 31815

Gentlemen:

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 Stewart County, Georgia as of and for the year ended December 31, 2011, which collectively comprise the Stewart County, Georgia's basic financial statements and have issued our report thereon dated April 9, 2012. We did not audit the financial statements of the Stewart County Board of Health Component Unit, which statements reflect total assets of $ 80,900. as of June 30, 2011, and total revenues of $ 164,799. for the year then ended. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion on the financial statements, insofar as it relates to the amounts included for the Stewart County Board of Health Component Unit, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

MEMBERS:
THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS

GREGORY R. GARLAND, C.P.A. **GGARLAND@GARLANDWILLIAMS.COM** **THE GEORGIA SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS**
WILLIAM H. WILLIAMS, JR., CPA **WILLCPA@AOL.COM**

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. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and responses that we consider to be significant deficiencies in internal control over financial reporting as item 2011-1. A *significant deficiency* is a deficiency, or 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.

Compliance and Other Matters

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

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

This report is intended solely for the information and use of the audit committee, management, others within the organization, county commissioners, 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.

Respectfully submitted,

Garland, Williams & Associates

Garland, Williams & Associates

April 9, 2012

GWA

GARLAND, WILLIAMS & ASSOCIATES, PC

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P.O. BOX 70427, ALBANY, GEORGIA 31708-0427 (229) 432-6762 FAX (229) 436-0360

INDEPENDENT AUDITORS' REPORT ON SPECIAL
1 PERCENT SALES AND USE TAXES

Board of County Commissioners
Stewart County, Georgia
Lumpkin, Georgia 31815

Gentlemen:

We have audited the accompanying Schedules of Special Purpose Local Option Sales Tax for Stewart County, Georgia for the year ended December 31, 2011, and have issued our report thereon dated April 9, 2012. These schedules are the responsibility of Stewart County, Georgia's management. Our responsibility is to express an opinion on the Schedules of Special Purpose Local Option Sales Tax based on our audit.

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 Schedule of Special Purpose Local Option Sales Tax is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Schedules of Special Purpose Local Option Sales Tax. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the Schedules of Special Purpose Local Option Sales Tax. We believe that our audit provides a reasonable basis for our opinion.

The accompanying Schedules of Special Purpose Local Option Sales Tax were prepared for the purpose of complying with the Official Code of Georgia Annotated, 48-8-121 on the modified accrual basis of accounting as described in Note A-3 and are not intended to be a complete presentation of Stewart County, Georgia's revenues and expenditures.

In our opinion, the Schedules of Special Purpose Local Option Sales Tax referred to above presents fairly, in all material respects, the original estimated cost, the current estimated cost, and the current and prior year expenditures for each project in Stewart County, Georgia's resolution or ordinance calling for the tax for the year ended December 31, 2011, in conformity with accounting principles generally accepted in the United States of

America.

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WILLIAM H. WILLIAMS, JR., CPA WILLCPA@AOL.COM CERTIFIED PUBLIC ACCOUNTANTS

This report is intended solely for the information and use of the audit committee, management, others within the organization, county commissioners, 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.

Respectfully submitted,

Garland, Williams & Associates

Garland, Williams & Associates

April 9, 2012

STEWART COUNTY, GEORGIA
YEAR ENDED DECEMBER 31, 2011
SCHEDULE OF PROJECTS CONSTRUCTED
WITH 1997-2002 SPECIAL SALES TAX PROCEEDS

		* Original Estimated Cost	Expenditures Prior Years	Current Year	Total	Estimated Percentage of Completion
	PROJECTS					
1.	Purchase of fire protection equipment and to construct facilities to house such equipment in order to promote the public safety of the citizens of Stewart County and protect property located in Stewart County.	$ 476,000.				95.3%
	a. Firefighting Equipment		$ 163,166.	$ -	$ 163,166.	
	b. Firefighting Vehicles		132,138.	-	132,138.	
	c. Construction		43,840.	60,368.	104,208.	
	d. Improvements		71,207.	3,056.	74,263.	
2.	Distributions to the Cities of Richland and Lumpkin for the same purposes.					
	a. Richland	462,000.	475,621.	-	475,621.	102.9%
	b. Lumpkin	462,000.	475,620.	-	475,620.	102.9%
	Totals	$1,400,000.	$1,361,592.	$ 63,424.	$1,425,016.	101.8%

* There have been no changes in original estimated costs.

STEWART COUNTY, GEORGIA
YEAR ENDED DECEMBER 31, 2011
SCHEDULE OF PROJECTS CONSTRUCTED
WITH 2002-2007 SPECIAL SALES TAX PROCEEDS

	PROJECTS	* Original Estimated Cost	Expenditures Prior Years	Expenditures Current Year	Expenditures Total	Estimated Percentage of Completion
1.	Capital outlay projects for improvements of the County Courthouse	$ 855,000.				121.1%
	a. Construction		$1,035,671.	$ -	$1,035,671.	
2.	Capital outlay projects for improvements of Sheriff's office	350,000.				190.0%
	a. Construction		664,870.	-	664,870.	
3.	Capital outlay projects for improvements of ambulance service	80,000.				115.5%
	a. Ambulance Purchase		90,585.	-	90,585.	
	b. Equipment		1,818.	-	1,818.	
4.	Capital outlay projects for improvements of correctional institution shop	15,000.	15,000.	-	15,000.	100.0%
	Total Projects	1,300,000.	1,807,944.	-	1,807,944.	139.1%
	RECONCILING ITEMS					
1.	Debt Retirement	100,000.	476,111.	-	476,111.	476.1%

Grand Totals	$ 1,400,000.	$2,284,055.	$ -	$ 2,284,055.	163.1%

* There have been no changes in original estimated costs.

STEWART COUNTY, GEORGIA
YEAR ENDED DECEMBER 31, 2011
SCHEDULE OF PROJECTS CONSTRUCTED
WITH 2007-2012 SPECIAL SALES TAX PROCEEDS

		* Original Estimated Cost	Expenditures Prior Years	Current Year	Total	Percentage of Completion
	PROJECTS					
1.	Capital outlay projects for renovation and modernization of the interior of the County Courthouse	$ 1,462,000.				126.4%
	a. Construction		$ 1,229,066.	$ 619,597.	$ 1,848,663.	
2.	Distributions to the Cities of Richland and Lumpkin for the purchase of equipment (dump truck and installation/replacement of municipal gas lines					
	a. Richland	263,000.	263,000.	-	263,000.	100.0%
	b. Lumpkin	263,000.	263,000.	-	263,000.	100.0%
	Total Projects	1,988,000.	1,755,066.	619,597.	2,374,663.	119.4%
	RECONCILING ITEMS					
1.	Debt Retirement	100,000.	843,925.	359,015.	1,202,940.	1,202.9%
Grand Totals		$ 2,088,000.	$ 2,598,991.	$ 978,612.	$ 3,577,603.	171.3%

* There have been no changes in original estimated costs.

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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE SCHEDULE OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board of County Commissioners
Stewart County, Georgia
Lumpkin, Georgia 31815

Gentlemen:

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 Stewart County, Georgia as of and for the year ended December 31, 2011, which collectively comprise Stewart County, Georgia's basic financial statements and have issued our report thereon dated April 9, 2012. We did not audit the financial statements of the Stewart County Board of Health Component Unit, which statements reflect total assets of $ 80,900. as of June 30, 2011, and total revenues of $ 164,799. for the year then ended. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion on the financial statements, insofar as it relates to the amounts included for the Stewart County Board of Health Component Unit, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

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or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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THE GEORGIA SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

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

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Respectfully submitted,

Garland, Williams & Associates

Garland, Williams & Associates

April 9, 2012

STEWART COUNTY, GEORGIA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2011

INTERNAL CONTROL OVER COMPLIANCE

2010-1 Finding: The legal level of budgetary control requires that expenditures not exceed budgeted amounts for departments. Stewart County, Georgia's expenditures exceeded the budgeted amounts for some departments during the fiscal year ended December 31, 2010.

Status: Stewart County, Georgia is periodically reviewing the financial statements and examining the reasons for expenditures in excess of budgeted amounts.

STEWART COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
DECEMBER 31, 2011

INTERNAL CONTROL OVER COMPLIANCE

Repeat Finding:

2011-1 **Expenditures over Appropriations**

Criteria
The legal level of budgetary control requires that expenditures not exceed budgeted amounts for departments.

Condition
Stewart County, Georgia's expenditures exceeded the budgeted amounts for some departments during the fiscal year ended December 31, 2011.

Questioned Costs
Not Applicable

Context
Not Applicable

Effect
The county expends resources in excess of appropriations at the legal level of control for certain funds.

Cause
The county has failed to act on periodic reviews of actual expenditures compared to appropriations when such reviews would indicate the possibility of budget amendments.

Recommendation
We recommend that county officials and personnel periodically examine actual expenditures-to-date and compare to the budget adopted and as previously amended to determine whether further amendments are necessary in order to appropriately reflect the appropriations resulting from the receipt of resources which may not have reasonable been foreseen during budget preparation.

Management Response
Management concur's with this finding. Management will take the necessary steps to ensure that expenditures do not exceed appropriations at the legal level of control. Management will immediately monitor our financial statements in order to remedy this

situation.