# *Treutlen County, Georgia*

***Annual Financial Report***

***For the Year Ended June 30, 2014***

# *TREUTLEN COUNTY, GEORGIA*

***ANNUAL FINANCIAL REPORT***

***FOR THE YEAR ENDED JUNE 30, 2014***

Issued by: Doug Eaves, County Manager
under Authority of the Board of Commissioners

# *TREUTLEN COUNTY, GEORGIA*

***ANNUAL FINANCIAL REPORT***
***FOR THE YEAR ENDED JUNE 30, 2014***


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# *Financial Section*

TJS Deemer Dana LLP
CERTIFIED PUBLIC ACCOUNTANTS

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# INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
Treutlen County, Georgia

## Report on the Financial Statements

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

## Management's Responsibility for the Financial Statements

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

## Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Treutlen County Public Health Center or the Treutlen County Development Authority, both of which are major component units, which statements reflect assets constituting 2 percent and 17 percent, respectively, of total assets at June 30, 2014, and revenues constituting 6 percent and 3 percent, respectively, of total revenues for the year then ended. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Treutlen County Public Health Center and the Treutlen County Development Authority, are based on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

**Opinions**

In our opinion, based on our audit and the report of the 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 activity, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Treutlen County, Georgia, as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Other Matters**

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 34 to 40 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Treutlen County, Georgia's basic financial statements. The combining and individual non-major 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 non-major fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The Schedule of Expenditures of 2013 Special Purpose Local Option Sales Tax and the Schedule of Expenditures of 2006 Special Purpose Local Option Sales Tax have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Management has omitted the Management's Discussion and Analysis that accounting principles accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 1, 2014 on our consideration of Treutlen County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Treutlen County, Georgia's internal control over financial reporting and compliance.

Very truly yours,

TJS Deemer Dana LLP

December 1, 2014

Dublin, Georgia

# *Basic Financial Statements*

# TREUTLEN COUNTY, GEORGIA

**EXHIBIT 1**

## STATEMENT OF NET POSITION
## AS OF JUNE 30, 2014

| | Primary Government | | | Component Units | |
|---|---|---|---|---|---|
| | Governmental Activities | Business-type Activities | Total | Treutlen County Development Authority | Treutlen County Public Health Center |
| **Assets** | | | | | |
| Cash and cash equivalents | $ 2,013,760 | $ - | $ 2,013,760 | $ 90,014 | $ 211,434 |
| Certificate of deposit | 353,924 | - | 353,924 | - | - |
| Receivables, net of allowances for uncollectibles: | | | | | |
| Taxes | 206,332 | - | 206,332 | - | - |
| Accounts | 13,338 | - | 13,338 | - | - |
| Intergovernmental | 89,985 | 2,714 | 92,699 | - | 2,883 |
| Other | 38,681 | - | 38,681 | - | - |
| Interfund receivable (payable) | (3,061) | 3,061 | - | - | - |
| Prepaid expenses | 85,300 | - | 85,300 | - | - |
| Other postemployment benefits | 14,537 | - | 14,537 | - | - |
| Other asset | 247 | - | 247 | 100 | - |
| Capital assets: | | | | | |
| Land and other non-depreciable assets | 328,574 | 16,957 | 345,531 | 313,837 | - |
| Other capital assets, net of depreciation | 6,121,427 | - | 6,121,427 | 1,610,311 | - |
| Total assets | 9,263,044 | 22,732 | 9,285,776 | 2,014,262 | 214,317 |
| **Liabilities** | | | | | |
| Bank overdraft | - | 323 | 323 | - | - |
| Accounts payable | 117,681 | 1,142 | 118,823 | - | - |
| Accrued expenses | 41,212 | - | 41,212 | 1,586 | - |
| Compensated absences payable - current | 3,432 | - | 3,432 | - | 2,504 |
| Long-term obligations: | | | | | |
| Compensated absences payable - noncurrent | 25,688 | - | 25,688 | - | 10,016 |
| Due within one year | 70,394 | 14,000 | 84,394 | 238,644 | - |
| Due in more than one year | 2,034,657 | 182,000 | 2,216,657 | 783,686 | - |
| Total liabilities | 2,293,064 | 197,465 | 2,490,529 | 1,023,916 | 12,520 |
| **Net Position** | | | | | |
| Net investment in capital assets | 4,344,950 | 16,957 | 4,361,907 | 901,819 | - |
| Restricted for: | | | | | |
| Public safety | 151,098 | - | 151,098 | - | - |
| Debt service | 86,549 | - | 86,549 | - | - |
| Public health center | - | - | - | - | 1,722 |
| Special programs | 737,082 | - | 737,082 | - | - |
| Unrestricted | 1,650,301 | (191,690) | 1,458,611 | 88,527 | 200,075 |
| Total Net Position | $ 6,969,980 | $ (174,733) | $ 6,795,247 | $ 990,346 | $ 201,797 |

*The Accompanying Notes to the Financial Statements are an integral part of this statement*

# TREUTLEN COUNTY, GEORGIA

**EXHIBIT 2**

## STATEMENT OF ACTIVITIES
## FOR THE YEAR ENDED JUNE 30, 2014

| Functions/Programs | Expenses | Program Revenues: Charges for Services | Program Revenues: Operating Grants and Contributions | Program Revenues: Capital Grants and Contributions | Net (Expense) Revenue and Changes in Net Position: Primary Government: Governmental Activities | Net (Expense) Revenue and Changes in Net Position: Primary Government: Business-type Activities | Net (Expense) Revenue and Changes in Net Position: Component Units: Treutlen County Development Authority | Net (Expense) Revenue and Changes in Net Position: Component Units: Treutlen County Public Health Center |
|---|---|---|---|---|---|---|---|---|
| **Primary Government** | | | | | | | | |
| Governmental Activities: | | | | | | | | |
| General government | $ 880,279 | $ 110,740 | $ - | $ - | $ (769,539) | $ - | $ - | $ - |
| Public works | 1,068,706 | - | 414,665 | - | (654,041) | - | - | - |
| Public safety | 1,516,020 | 387,972 | 135,651 | 3,188 | (989,209) | - | - | - |
| Judicial | 644,210 | 952,724 | 5,000 | - | 313,514 | - | - | - |
| Conservation of natural resources | 262,287 | - | 140,355 | - | (121,932) | - | - | - |
| Health and welfare | 179,984 | 4,778 | 17,856 | - | (157,350) | - | - | - |
| Housing and development | 43,880 | - | - | - | (43,880) | - | - | - |
| Interest on long-term debt | 60,857 | - | - | - | (60,857) | - | - | - |
| Total governmental activities | 4,656,223 | 1,456,214 | 713,527 | 3,188 | (2,483,294) | - | - | - |
| Business-type activities - | | | | | | | | |
| Solid waste management | 4,766 | - | 21,434 | - | - | 16,668 | - | - |
| Total business-type activities | 4,766 | - | 21,434 | - | - | 16,668 | - | - |
| Total primary government | $ 4,660,989 | $ 1,456,214 | $ 734,961 | $ 3,188 | (2,483,294) | 16,668 | - | - |
| **Component Units** | | | | | | | | |
| Treutlen County Development Authority | $ 161,931 | $ - | $ - | $ - | - | - | (161,931) | - |
| Treutlen County Public Health Center | 288,939 | 86,185 | 221,021 | - | - | - | - | 18,267 |
| Total component units | $ 450,870 | $ 86,185 | $ 221,021 | $ - | - | - | (161,931) | 18,267 |
| General revenues: | | | | | | | | |
| Property taxes | | | | | 1,342,186 | - | - | - |
| Local option sales tax | | | | | 205,823 | - | - | - |
| Other taxes | | | | | 1,049,533 | - | - | - |
| Unrestricted investment earnings | | | | | 7,620 | 9 | - | - |
| Intra/inter agency | | | | | - | - | - | 22,326 |
| Intergovernmental | | | | | - | - | 40,000 | - |
| Rental income | | | | | - | - | 108,390 | - |
| Other local funds | | | | | - | - | - | 600 |
| Miscellaneous | | | | | 140,394 | - | 21,100 | - |
| Total general revenues and transfers | | | | | 2,745,556 | 9 | 169,490 | 22,926 |
| Change in net position | | | | | 262,262 | 16,677 | 7,559 | 41,193 |
| Net position-beginning | | | | | 6,707,718 | (191,410) | 982,787 | 160,604 |
| Net position-ending | | | | | $ 6,969,980 | $ (174,733) | $ 990,346 | $ 201,797 |

*The Accompanying Notes to the Financial Statements are an integral part of this statement*

# TREUTLEN COUNTY, GEORGIA

EXHIBIT 3

## BALANCE SHEET
## GOVERNMENTAL FUNDS
## JUNE 30, 2014

| | General | 2013 SPLOST Construction Fund | Other Governmental Funds | Total Governmental Funds |
|---|---|---|---|---|
| **ASSETS** | | | | |
| Cash and cash equivalents | $ 1,028,615 | $ 487,590 | $ 497,555 | $ 2,013,760 |
| Certificate of deposit | 353,924 | - | - | 353,924 |
| Receivables, net of allowances for uncollectibles: | | | | |
| Taxes | 206,332 | - | - | 206,332 |
| Accounts | - | - | 13,338 | 13,338 |
| Intergovernmental | 31,903 | - | 58,082 | 89,985 |
| Other | 38,681 | - | - | 38,681 |
| Interfund receivable | 772 | - | 24,056 | 24,828 |
| Prepaid expenditures | 85,300 | - | - | 85,300 |
| Other asset | 247 | - | - | 247 |
| Total Assets | $ 1,745,774 | $ 487,590 | $ 593,031 | $ 2,826,395 |
| **LIABILITIES AND FUND BALANCES** | | | | |
| Liabilities: | | | | |
| Accounts payable | $ 97,247 | $ 14,856 | $ 5,578 | $ 117,681 |
| Interfund payable | 3,061 | - | 24,828 | 27,889 |
| Accrued expenses | 41,212 | - | - | 41,212 |
| Unavailable revenues | 224,504 | - | - | 224,504 |
| Total liabilities | 366,024 | 14,856 | 30,406 | 411,286 |
| Fund Balances: | | | | |
| Nonspendable for prepaid expenditures | 85,300 | - | - | 85,300 |
| Restricted for: | | | | |
| Public safety | - | - | 151,098 | 151,098 |
| Public works | | - | | |
| Other purposes | - | 472,734 | 264,348 | 737,082 |
| Debt Service | 4,161 | - | 82,388 | 86,549 |
| Assigned to: | | | | |
| Social services | - | - | 54,988 | 54,988 |
| Public safety | - | - | 9,803 | 9,803 |
| Unassigned | 1,290,289 | - | - | 1,290,289 |
| Total fund balances | 1,379,750 | 472,734 | 562,625 | 2,415,109 |
| Total Liabilities and Fund Balances | $ 1,745,774 | $ 487,590 | $ 593,031 | $ 2,826,395 |

*The Accompanying Notes to the Financial Statements are an integral part of this statement*

# TREUTLEN COUNTY, GEORGIA

EXHIBIT 4

## RECONCILIATION OF NET POSITION – GOVERNMENTAL FUNDS IN THE STATEMENT OF NET POSITION TO TOTAL FUND BALANCE – GOVERNMENTAL FUNDS ON THE BALANCE SHEET FOR THE YEAR ENDED JUNE 30, 2014

| | | |
|---|---|---|
| **Fund balance - total governmental funds** | $ | 2,415,109 |
| Amounts reported for governmental activities in the statement of net assets are different because: | | |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. | | 6,450,001 |
| Post employment benefits used in governmental activities are not financial resources and therefore are not reported in the funds. | | 14,537 |
| Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds. | | 224,504 |
| Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds: | | |
| Notes payable | | (215,051) |
| Bonds payable | | (1,890,000) |
| Compensated absences | | (29,120) |
| **Net position of governmental activities** | $ | 6,969,980 |

*The Accompanying Notes to the Financial Statements are an integral part of this statement*

# TREUTLEN COUNTY, GEORGIA

**EXHIBIT 5**

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
## GOVERNMENTAL FUNDS
## FOR THE YEAR ENDED JUNE 30, 2014

| | General | 2013 SPLOST Construction Fund | Other Governmental Funds | Total Governmental Funds |
|---|---|---|---|---|
| **Revenues:** | | | | |
| Taxes | $ 1,973,828 | $ - | $ 529,095 | $ 2,502,923 |
| Fines and forfeitures | 870,977 | - | 154,714 | 1,025,691 |
| Intergovernmental revenues | 189,146 | - | 524,381 | 713,527 |
| Charges for services | 162,953 | - | 267,570 | 430,523 |
| Interest income | 5,491 | 1,996 | 3,321 | 10,808 |
| Other revenues | 137,454 | - | 3,019 | 140,473 |
| Total revenues | 3,339,849 | 1,996 | 1,482,100 | 4,823,945 |
| **Expenditures:** | | | | |
| Current: | | | | |
| General government | 878,080 | 2,500 | - | 880,580 |
| Public safety | 985,670 | 2,585 | 584,110 | 1,572,365 |
| Judicial | 518,605 | 35,672 | 65,534 | 619,811 |
| Public works | 460,274 | 425,623 | 422,675 | 1,308,572 |
| Conservation of Natural Resources | 185,815 | 76,472 | - | 262,287 |
| Health and welfare | 180,168 | - | - | 180,168 |
| Payments to other governments | 42,000 | 1,880 | - | 43,880 |
| Debt Service: | | | | |
| Principal payments | 10,354 | - | 897,197 | 907,551 |
| Interest payments | 818 | - | 60,039 | 60,857 |
| Total expenditures | 3,261,784 | 544,732 | 2,029,555 | 5,836,071 |
| **Excess (Deficiency) of Revenues Over (Under) Expenditures** | 78,065 | (542,736) | (547,455) | (1,012,126) |
| **Other Financing Source (Use):** | | | | |
| Transfers in | 9,919 | - | 91,958 | 101,877 |
| Transfers out | (70,161) | - | (31,716) | (101,877) |
| Total other financing source (use) | (60,242) | - | 60,242 | - |
| **Net change in fund balances** | 17,823 | (542,736) | (487,213) | (1,012,126) |
| **Fund balances - beginning** | 1,361,927 | 1,015,470 | 1,049,838 | 3,427,235 |
| **Fund balances - ending** | $ 1,379,750 | $ 472,734 | $ 562,625 | $ 2,415,109 |

*The Accompanying Notes to the Financial Statements are an integral part of this statement*

# *TREUTLEN COUNTY, GEORGIA*

***EXHIBIT 6***

***RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2014***

| | |
|---|---|
| **Net change in fund balances - total governmental funds** | $ (1,012,126) |
| Amounts reported for governmental activities in the Statement of Activities are different because: | |
| Capital outlays, reported as expenditures in governmental funds, are shown as capital assets in the Statement of Net Position. | 672,952 |
| Depreciation expenses on governmental capital assets are included in the governmental activities column in the Statement of Net Position but are not shown in the governmental funds. | (404,087) |
| Postemployment benefits are reported in the government-wide statement of activities, but do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. | (79) |
| Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. | |
| Compensated absences | 3,432 |
| Repayment of long-term debt is reported as an expenditure in the governmental funds, but as a reduction of long-term liabilities in the Statement of Net Assets. | 907,551 |
| Revenues in the statement of activities that do not provide financial resources are not reported as revenues in the funds. The amount of deferred revenues recognized as revenue in the statement of activities is as follows - | |
| Property taxes | 94,619 |
| **Change in net position of governmental activities** | $ 262,262 |

*The Accompanying Notes to the Financial Statements are an integral part of this statement*

# *TREUTLEN COUNTY, GEORGIA*

*EXHIBIT 7*

***STATEMENT OF NET POSITION***
***PROPRIETARY FUND***
***AS OF JUNE 30, 2014***

| | Enterprise Fund<br>Treutlen - Wheeler Solid Waste Management District Sanitary Landfill |
|---|---|
| **ASSETS:** | |
| Current Assets: | |
| Cash | $ - |
| Interfund receivable | 3,061 |
| Due from other governments | 2,714 |
| Total current assets | 5,775 |
| Non-current Asset - | |
| Non-depreciable asset - Land | 16,957 |
| **Total assets** | 22,732 |
| **LIABILITIES:** | |
| Current Liabilities: | |
| Bank overdraft | 323 |
| Accounts payable | 1,142 |
| Post-closure care costs - current portion | 14,000 |
| Total current liabilities | 15,465 |
| Non-current Liability - | |
| Long-Term Debt - estimated liability for landfill closure and post-closure care costs | 182,000 |
| **Total liabilities** | 197,465 |
| **NET POSITION:** | |
| Investment in capital assets | 16,957 |
| Unrestricted | (191,690) |
| **Total Net Positon** | $ (174,733) |

*The Accompanying Notes to the Financial Statements are an integral part of this statement*

# *TREUTLEN COUNTY, GEORGIA*

*EXHIBIT 8*

***STATEMENT OF CHANGES IN NET POSITION***
***PROPRIETARY FUND***
***FOR THE YEAR ENDED JUNE 30, 2014***

| | Enterprise Fund<br>Treutlen - Wheeler Solid Waste Management District Sanitary Landfill |
|---|---|
| **Operating Revenue** | $ 21,434 |
| **Operating Expenses:** | |
| Professional services | 2,500 |
| Provision for post-closure costs | 2,266 |
| **Total operating expenses** | 4,766 |
| **Operating income** | 16,668 |
| **Non-operating Revenue -** | |
| Interest income | 9 |
| **Change in Net Position** | 16,677 |
| **Total Net Position, Beginning** | (191,410) |
| **Total Net Postion, Ending** | $ (174,733) |

*The Accompanying Notes to the Financial Statements are an integral part of this statement*

# TREUTLEN COUNTY, GEORGIA

EXHIBIT 9

## STATEMENT OF CASH FLOWS
## PROPRIETARY FUND
## FOR THE YEAR ENDED JUNE 30, 2014

| | Enterprise Fund<br>Treutlen - Wheeler Solid Waste Management District Sanitary Landfill |
|---|---|
| **Cash Flows from Operating Activities:** | |
| Cash receipts from other governments | $ 7,884 |
| Cash receipts from primary government | 9,064 |
| Cash payments to suppliers of goods or services | (2,500) |
| Cash payments to others | (2,500) |
| Cash payments for accrued post-closure costs | (15,596) |
| Net cash used in operating activities | (3,648) |
| **Cash Flows from Investing Activities -** | |
| Interest income | 9 |
| **Cash Flows from Non-capital and Related Financing Activities** | - |
| **Cash Flows from Capital and Related Financing Activities** | - |
| **Net decrease in cash and cash equivalents** | (3,639) |
| **Cash Balance, Beginning of year** | 3,639 |
| **Cash Balance - End of year** | $ - |
| **Reconciliation of change in net position to net cash provided by operating activities:** | |
| Operating income | $ 16,668 |
| Adjustments to reconcile change in net position to net cash used in operating activities: | |
| Net change in assets and liabilities attributable to operations: | |
| Interfund receivable | (2,378) |
| Due from other governments | (2,108) |
| Bank overdraft | 323 |
| Accounts payable | 347 |
| Interfund payable | (2,500) |
| Accrued post-closure care costs | (14,000) |
| **Net cash used in operating activities** | $ (3,648) |

*The Accompanying Notes to the Financial Statements are an integral part of this statement*

# *TREUTLEN COUNTY, GEORGIA*

***EXHIBIT 10***

***STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES***
***FIDUCIARY FUNDS***
***JUNE 30, 2014***

| | Agency Funds |
|---|---|
| **ASSET -** | |
| Cash | $ 107,507 |
| **LIABILITY -** | |
| Other liabilities | $ 107,507 |

*The Accompanying Notes to the Financial Statements are an integral part of this statement*

## *I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES*

The financial statements of Treutlen County, Georgia have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to Government units. The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements. The more significant accounting policies established in GAAP and used by the County are described below.

### A. Reporting Entity

The County is a local municipality governed by an elected five-member Board of Commissioners. As required by generally accepted accounting principles, these financial statements present the government and its component units, entities for which the County is considered to be financially accountable.

Blended component units, although legally separate entities, are in substance part of the governments operations. The component unit column in the government-wide financial statements (see note below for description) includes the financial data of the County's discretely presented component units. Each discretely presented component unit is reported in a separate column to emphasize it is legally separate from the County.

**Component Units and Related Entities**

**Blended Component Unit:**

- **Treutlen – Wheeler Solid Waste Management District** – The Treutlen-Wheeler Solid Waste Management District's governing board is appointed by Treutlen County and Wheeler County Commissioners. Treutlen County exercises significant influence over the operation of the District. The District operates as Treutlen – Wheeler Sanitary Landfill. The operating and capital budgets are funded by a 53 percent contribution from Treutlen County and a 47 percent contribution from Wheeler County. The entity's operations were audited in conjunction with the County audit and are shown in the government-wide financial statements. However, a separate set of financial statements is not issued.

**Discretely Presented Component Units:**

- **Treutlen County Development Authority** – The Treutlen County Commissioners appoint the members for the Authority. The Authority is charged with promoting and expanding industry and trade within Treutlen County. The Authority receives revenue from operating leases as well as appropriations from the County. During the year ending June 30, 2014, the Authority received $40,000 from the Treutlen County general fund. At June 30, 2014, the amount due to the Authority from the County was $0. The Authority is fiscally dependent on the County. Complete financial statements can be obtained at the entity's administrative office.

Treutlen County Development Authority
County Offices
PO Box 622
Soperton, GA 30457

- **Treutlen County Public Health Center** - The Treutlen County Public Health Center (the Center) provides various health services for citizens in Treutlen County under a contract with the Georgia Department of Human Resources (DHR). The Treutlen County Commissioners appoint the majority of the members for the governing body of the Center.

  The County Commissioners have the authority to remove appointed members of the governing board at will, and the power to disapprove the Center's operating budget. The Center receives revenue through a contractual agreement with DHR as well as from Treutlen County, Georgia. During the twelve-month period ending June 30, 2014, the Center received participating and non-participating revenue of $12,327 and $81,435 respectively, from the Treutlen County general fund. At June 30, 2014, the amount due to the Center from the County was $-0-.

  Complete financial statements can be obtained at the entity's administrative office.

  Treutlen County Public Health Center
  PO Box 585
  Soperton, GA 30457

- **Related Organizations** – The County Commissioners appoint a majority of the board members of the Treutlen County Hospital Authority and the Department of Family and Children Services. In 2014, the County had expenditures in the amount of $447 and $-0- to the Department of Family and Children Services and Treutlen County Hospital Authority, respectively.

## B. Government-wide and Fund Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

## C. Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide financial statements are reported using the *economic resources measurement* focus and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting.* Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they will be collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the Government.

The County reports the following major governmental funds:

The *General Fund* is the general operating fund of Treutlen County, Georgia. It is used to account for all financial resources of the general government, except those required legally or by sound financial management to be accounted for in another fund.

The *2013 SPLOST Construction Fund* accounts for the payment of various County capital outlay projects

The County reports the following major proprietary fund -

The *Sanitary Landfill Fund*, a blended component unit of the government, is used to account for the activities of the Treutlen – Wheeler Solid Waste Management District (a joint venture of Treutlen County, Georgia and Wheeler County, Georgia).

Additionally, the County reports the following fund types:

The *Special Revenue Funds* account for revenue sources that are legally restricted to expenditure for specific purposes. The following Special Revenue Funds are used by Treutlen County, Georgia: Drug Abuse Treatment and Education, Crime Victims Assistance, Law Library, Drug Seizure, E911 Reserve, Jail and Sheriff Commissary.

The *Capital Projects Funds* account for revenue sources that are legally restricted to expenditure for capital improvements. The following Capital Project Funds are used by Treutlen County, Georgia: 2006 SPLOST Fund, 2013 SPLOST Fund, LMIG Fund and the TSPLOST Fund.

The *Debt Service Funds* account for the accumulation of resources for the payment on interest and principal on general long-term debt. The following Debt Service Funds are used by Treutlen County, Georgia: Loan Reserve – Jail and Loan Reserve – Vehicles.

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

GASB 34 eliminates the presentation of *Account Groups*, but provides for these records to be maintained and used to account for capital assets and long-term liabilities that are not reflected on the balance sheet of Governmental type funds due to the current financial resources measurement focus that they use.

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

Governmental activities have been consolidated in the government-wide financial statements. Total governmental funds have been combined with general capital assets and long term liabilities. The effect of interfund activity has been removed from the government-wide financial statements. Due to/from other funds have been eliminated as well as operating transfers between funds.

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

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Non-operating revenues and expenses are revenues and expenses associated with items that are not connected with a proprietary's fund principal ongoing operations.

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

## D. Assets, Liabilities and Net Assets or Equity

1. ***Deposits and Investments*** - Cash includes amounts in both interest-bearing and non-interest-bearing demand deposits. State statutes authorize the Government to invest in obligations of the U.S. Treasury, obligations of the State of Georgia or any other states, obligations fully insured or guaranteed by the United States government or governmental agency, Local Government Investment Pool, commercial paper, corporate bonds, obligation of other political subdivisions of the State of Georgia, and repurchase agreements. Any bank deposit in excess of the total FDIC insured amount must be secured by an equivalent amount of State or U.S. obligations.

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

   For purposes of the statement of cash flows, the proprietary funds consider all highly liquid investments with maturity of three months or less when purchased to be cash equivalents.

2. ***Receivables and Payables*** - During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. The current portion of these interfund receivables and payables are classified as "interfund receivables" or "interfund payables" in the governmental funds.

   Property tax receivables are shown net of an allowance for uncollectibles. The property tax receivable allowance is equal to 17 percent of outstanding property taxes at June 30, 2014. Property taxes are levied as of January 1 on property values assessed as of the same date.

3. ***Prepaid Items*** - For prepaid expenditures in the government-wide and fund financial statements, the County reports the expenditures during the benefiting period.

4. ***Restricted Assets*** – Certain assets, cash, of the Treutlen County Solid Waste Management Authority are classified as restricted assets because their use is completely restricted to the payment of post-closure costs when the landfill is closed.

5. ***Capital Assets*** – Capital assets, which include property, plant equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the Government as assets with an initial, individual cost of more than $1,000 and an estimated useful life in excess of two years. All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair market value on the date received. General infrastructure assets acquired prior to July 1, 2003 are not reported in the basic financial statements.

   The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

   Major outlays for capital assets and improvements are capitalized as projects are constructed. GASB statement 37 prohibits the capitalization of interest on assets constructed for use in governmental activities. However, interest from debt not considered to be general long-term debt may be included as part of the cost of assets constructed for business-type activities. The total interest expense incurred by the County during the current fiscal year was $60,857. Of this amount, $-0- was included as part of the cost of capital assets under construction in connection with public building construction projects.

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

| Assets | Years |
|---|---|
| Buildings | 15-35 |
| Furniture and fixtures | 7-10 |
| Machinery and equipment | 5-15 |
| Vehicles | 3-10 |

6. ***Compensated Absences*** - It is the Government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the Government does not have a policy to pay any amounts when employees separate from service with the Government. All vacation pay is accrued when incurred in the government-wide, proprietary and fiduciary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

7. ***Long-term Obligations*** - In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

8. ***Fund Equity*** – Fund equity at the governmental fund financial reporting level is classified as "fund balance." Fund equity for all other reporting is classified as "net position."

**Fund Balance**

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

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

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

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

**Assigned** – Funds balances are reported as assigned when amounts are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the County Commissioners can authorize a designee to assign fund balance.

**Unassigned** – Fund balances are reported as unassigned when the balances do not meet any of the above criterion. The County reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balances may be reported in all funds.

The County uses restricted amounts to be spent when both restricted and unrestricted fund balances are available, unless there are legal documents/contracts that prohibit the use of restricted fund balances, such as grant agreements that require a dollar match. Additionally, the County would then use committed, assigned and lastly, unassigned amounts from the unrestricted fund balances when expending funds.

**Net Position**

**Net investment in capital assets** – This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that attributed to the acquisition, construction or improvement of the assets.

**Restricted net position** – This amount is restricted by external creditors, grantors, contributors or laws or regulations of other governments.

**Unrestricted net position** – This amount is all net position that do not meet the definition of "net investment in capital assets" or "restricted net position."

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

## *II. DETAILED NOTES ON ALL FUNDS*

### A. Deposits and Investments

***Investments*** – The Government owns no investments as of June 30, 2014.

***Custodial Credit Risk - Deposits*** – In the case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Neither the government, nor the Treutlen County Development Authority, discretely presented component unit, has a deposit policy for custodial credit risk. The Treutlen County Public Health Center has a deposit policy. As of June 30, 2014, none of the Government's bank balance was exposed to custodial credit risk.

Additional disclosures with regards to deposits and investments can be located in the *Summary of Significant Accounting Policies* under the *Assets, Liabilities and Equity* section.

### B. Property Taxes

State law requires that property taxes be based on assessed value, which is 40% of fair market value. All real and personal property (including motor vehicles) are valued as of January 1 of each year and must be declared and reported on a return for tax purposes by May 1. With the exception of motor vehicles and the property of public utilities, which are valued by the State Revenue Department, the Board of Tax Assessors of Treutlen County makes all assessments.

Upon completion of all assessments and tax returns, the information is turned over to the Treutlen County Tax Commissioner for compilation of the tax digest. The completed tax digest must be submitted to the State Revenue Commissioner for approval. The State Revenue Commissioner must ascertain that real property on the tax digest has been assessed at the state mandated forty percent (40%) of fair market value. If not, the Commissioner may require an across the board percentage adjustment to all real property. The County Tax Commissioner distributes tax notices and collects tax payments. Motor vehicle taxes must be paid by the birth date of the owner of the vehicle. Property taxes are usually levied on assessed valuation as of January 1 and are due by December 31, and considered delinquent by January 1. Property taxes are usually levied around August 1 of each year. Property taxes are attached as an enforceable lien on the day the taxes become delinquent.

The total real and personal property tax levy is recorded as revenue in the fiscal year in which such amounts will be available (collected within 60 days of year-end) as net current assets. In the accompanying financial statements, the portion of the property tax levy for the tax year 2014 collected during the current year and within 60 days of year-end has been recognized as revenue.

Property taxes receivable at June 30, 2014, is composed of the following:

| | |
|---|---|
| Year of Levy: | |
| 2013 | $ 144,136 |
| 2012 | 63,265 |
| 2011 | 21,576 |
| 2010 | 9,307 |
| 2009 | 4,625 |
| Prior to 2009 | 8,629 |
| Total | 251,538 |
| Less - allowance for uncollectible | 45,206 |
| Net receivable | $ 206,332 |

## C. Accounts Receivable

Primary Government

Receivables at June 30, 2014 for the County's individual major funds and its non-major and fiduciary funds in the aggregate, including applicable allowances for uncollectible accounts, are as follows:

| | General | Other Governmental Funds | Total |
|---|---|---|---|
| Receivables: | | | |
| Taxes | $ 251,538 | $ - | $ 251,538 |
| Accounts | - | 13,338 | 13,338 |
| Intergovernmental | 31,903 | 58,082 | 89,985 |
| Other | 38,681 | - | 38,681 |
| Gross receivables | 322,122 | 71,420 | 393,542 |
| Less: allowance for uncollectibles | (45,206) | - | (45,206) |
| Net total receivables | $ 276,916 | $ 71,420 | $ 348,336 |

Discretely Presented Component Units

Trade receivables from the Treutlen County Development Authority and Treutlen County Public Health Center as of June 30, 2014 are as follows:

| | Treutlen County Development Authority | Treutlen County Public Health Center | Total |
|---|---|---|---|
| Receivables: | | | |
| Accounts | $ - | $ - | $ - |
| Intergovernmental | - | 2,883 | 2,883 |
| Gross receivables | - | 2,883 | 2,883 |
| Less - allowance for Uncollectibles | - | - | - |
| Net total receivables | $ - | $ 2,883 | $ 2,883 |

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

| | Unavailable | Unearned |
|---|---|---|
| Grant drawdowns not yet available | $ - | $ - |
| Resources received, but not yet earned | $ - | $ - |

## D. Capital Assets

### Primary Government

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

| | Primary Government | | | |
|---|---|---|---|---|
| | Beginning Balance | Increases | Decreases | Ending Balance |
| Governmental activities | | | | |
| Capital assets not being depreciated - | | | | |
| Land | $ 276,821 | $ 51,753 | $ - | $ 328,574 |
| Total capital assets not being depreciated | 276,821 | 51,753 | - | 328,574 |
| Other capital assets: | | | | |
| Improvements other than land | 1,439,973 | - | - | 1,439,973 |
| Buildings and other improvements | 5,999,935 | 32,976 | - | 6,032,911 |
| Equipment | 3,650,498 | 588,223 | (138,906) | 4,099,815 |
| Total other capital assets | 11,090,406 | 621,199 | (138,906) | 11,572,699 |
| Less accumulated depreciation for: | | | | |
| Improvements other than land | 505,781 | 51,355 | - | 557,136 |
| Buildings and other improvements | 1,570,871 | 151,101 | - | 1,721,972 |
| Equipment | 3,109,439 | 201,631 | (138,906) | 3,172,164 |
| Total accumulated depreciation | 5,186,091 | 404,087 | (138,906) | 5,451,272 |
| Other capital assets, net | 5,904,315 | 217,112 | - | 6,121,427 |
| Governmental activities capital assets, net | $ 6,181,136 | $ 268,865 | $ - | $ 6,450,001 |
| Business-type activities | | | | |
| Capital assets not being depreciated: | | | | |
| Land | $ 16,957 | $ - | $ - | $ 16,957 |
| Total capital assets not being depreciated | 16,957 | - | - | 16,957 |
| Business-type activities capital assets, net | $ 16,957 | $ - | $ - | $ 16,957 |

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

| | |
|---|---|
| Governmental activities: | |
| General government | $ 116,539 |
| Judicial | 37,179 |
| Public safety | 194,664 |
| Public works | 55,705 |
| Total governmental activities depreciation expense | $ 404,087 |
| Business-type activities: | |
| Solid waste management | $ - |

## D. Capital Assets (Continued)

Discretely Presented Component Units

Capital asset activity for the Treutlen County Development Authority and Treutlen County Public Health Center for the year ended June 30, 2014 was as follows:

| | Discretely Presented Component Units | | | |
|---|---|---|---|---|
| | Beginning Balance | Increases | Decreases | Ending Balance |
| Treutlen County Development Authority | | | | |
| Capital assets not being depreciated: | | | | |
| Land | $ 125,698 | $ 150,000 | $ - | $ 275,698 |
| Construction in progress | - | 38,139 | - | 38,139 |
| Total capital assets not being depreciated | 125,698 | 188,139 | - | 313,837 |
| Other capital asset - | | | | |
| Water system and building | 1,709,085 | - | - | 1,709,085 |
| Less accumulated depreciation for: | | | | |
| Water system and building | 53,571 | 45,203 | - | 98,774 |
| Other capital assets: | 1,655,514 | (45,203) | - | 1,610,311 |
| Capital assets, net | $ 1,781,212 | $ 142,936 | $ - | $ 1,924,148 |
| Treutlen County Public Health Center | | | | |
| Other capital assets - | | | | |
| Furniture, fixtures and equipment | $ 47,180 | $ - | $ 985 | $ 46,195 |
| Less accumulated depreciation | (47,180) | - | (985) | (46,195) |
| Other capital assets, net | - | - | - | - |
| Capital assets, net | $ - | $ - | $ - | $ - |

## E. Interfund Receivables, Payables and Transfers

Generally, outstanding balances between funds reported as due to/from other funds include outstanding charges by one fund to another for services or goods, subsidy commitments outstanding, and other miscellaneous receivables and payables between funds. Balances to which a fiduciary fund is a party are treated as external receivables and payables. As of June 30, 2014, the composition of interfund balances, were as follows:

| | Interfund Receivable | Interfund Payable |
|---|---|---|
| Major Funds: | | |
| General Fund | $ 772 | $ 3,061 |
| Jail Fund | 24,056 | - |
| Treutlen-Wheeler Solid Waste Management District Sanitary Landfill | 3,061 | - |
| Non-major Funds: | | |
| Drug Abuse Treatement and Education | - | 24,828 |
| | $ 27,889 | $ 27,889 |

### Interfund Transfers

Transfers and payments within the reporting entity are substantially for the purposes of subsidizing operating functions, funding capital projects and asset acquisitions, or maintaining debt service. Resources are accumulated in a fund or component unit to support and simplify the administration of various projects or programs. A reconciliation of operating transfers is as follows:

| | Transfers Out | Transfers In |
|---|---|---|
| General Fund | $ 70,161 | $ 9,919 |
| Jail Fund | 6,886 | 21,797 |
| Emergency 911 Fund | - | 70,161 |
| Loan Reserve - Vehicles Fund | 3,033 | - |
| Loan Reserve - Jail Fund | 21,797 | - |
| Total interfund transfers | $ 101,877 | $ 101,877 |

## F. Due from Other Governments

Amounts due from other governmental entities at June 30, 2014 are as follows:

| | Federal | State | Other | Total |
|---|---|---|---|---|
| General Fund | $ - | $ 23,449 | $ 8,454 | $ 31,903 |
| 2013 SPLOST Fund | - | 32,119 | - | 32,119 |
| T SPLOST Fund | - | 25,963 | - | 25,963 |
| Total | $ - | $ 81,531 | $ 8,454 | $ 89,985 |

## G. Long - Term Debt

Primary Government Bonds Payable

The Government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for general government activities.

General obligation bonds are direct obligations and pledge the full faith and credit of the Government. These bonds generally are issued as 5-year serial bonds with equal amounts of principal maturing each year. General obligation bonds currently outstanding are as follows:

| Purpose | Interest Rate |
|---|---|
| General government | 1.65% |

Annual debt service requirements to maturity for general obligation bonds, including interest of $113,190 are as follows:

| Year Ending June 30 | Principal | | Interest |
|---|---|---|---|
| 2015 | $ - | * | $ 34,155 |
| 2016 | 365,000 | | 28,174 |
| 2017 | 370,000 | | 22,110 |
| 2018 | 380,000 | | 15,923 |
| 2019 | 385,000 | | 9,614 |
| 2020 | 390,000 | | 3,214 |
| | $ 1,890,000 | | $ 113,190 |

* July 1, 2014 payment paid in June 2014.

The above general obligation bond, which was will be used for various County and City of Soperton capital outlay projects, is to be repaid with Special Purpose Local Option Sales Tax (SPLOST), which was passed by voters on November 6, 2012. The SPLOST will cease to exist on December 31, 2018.

Primary Government Notes Payable

The Government issued a note payable to the United States Department of Agriculture (USDA) Rural Development to pay off a short-term note payable to Colony Bank, which was issued to fund construction costs in the completion of the new jail. The USDA note is amortized over a twenty year period with monthly payments of $5,545. During the fiscal year ended June 30, 2014, the County made an additional principal payment on the notes payable.

Notes payable currently outstanding is as follows:

| Purpose | Interest Rate |
|---|---|
| Jail construction | 4.00% |

Annual debt service requirements to maturity for notes payable jail construction, including interest of $13,628 are as follows:

| Year Ending June 30 | Principal |
|---|---|
| 2015 | $ 59,566 |
| 2016 | 61,992 |
| 2017 | 64,518 |
| 2018 | 15,390 |
| | $ 201,466 |

The Government issued a note payable to the United States Department of Agriculture (USDA) Rural Development to purchase two vehicles to be used for public safety. The USDA note is amortized over a five year period with monthly payments of $931.

## G. Long - Term Debt (Continued)

Notes payable currently outstanding is as follows:

| Purpose | Interest Rate |
|---|---|
| Vehicle Purchase | 4.00% |

Annual debt service requirements to maturity for notes payable jail construction, including interest of $362 are as follows:

| Year Ending June 30 | Principal |
|---|---|
| 2015 | $ 10,828 |
| 2016 | 2,757 |
| | $ 13,585 |

Changes in Long-term Liabilities

Long-term liability activity for the year ended June 30, 2014 was as follows:

| Long-term liabilities: | Beginning Balance | Additions | Reductions | Ending Balance | Amounts Due Within One Year | Amounts Due Within More Than One Year |
|---|---|---|---|---|---|---|
| Governmental Activities | | | | | | |
| General obligation bonds payable | $ 2,250,000 | $ - | $ 360,000 | $ 1,890,000 | $ - | $ 1,890,000 |
| Construction loan | 738,663 | | 537,197 | 201,466 | 59,566 | 141,900 |
| Capital asset purchase loan | 23,939 | | 10,354 | 13,585 | 10,828 | 2,757 |
| Compensated absences payable | 32,552 | - | 3,432 | 29,120 | 3,432 | 25,688 |
| Total Governmental Activities | $ 3,045,154 | $ - | $ 910,983 | $ 2,134,171 | $ 73,826 | $ 2,060,345 |
| Business-Type Activities | | | | | | |
| Accrued landfill closure and postclosure care costs | $ 210,000 | $ - | $ 14,000 | $ 196,000 | $ 14,000 | $ 182,000 |
| Total Business-Type Activities | $ 210,000 | $ - | $ 14,000 | $ 196,000 | $ 14,000 | $ 182,000 |
| Discretely Presented Component Units | | | | | | |
| Treutlen County Development Authority | | | | | | |
| General obligation notes payable | $ 843,570 | $ 208,592 | $ 29,832 | $ 1,022,330 | $ 238,644 | $ 783,686 |
| Total Development Authority | $ 843,570 | $ 208,592 | $ 29,832 | $ 1,022,330 | $ 238,644 | $ 783,686 |
| Treutlen County Public Health Center | | | | | | |
| Compensated absences payable | $ 9,961 | $ 2,559 | $ - | $ 12,520 | $ 2,504 | $ 10,016 |
| Total Public Health Center | $ 9,961 | $ 2,559 | $ - | $ 12,520 | $ 2,504 | $ 10,016 |

Compensated absences are generally liquidated by the general fund and are therefore included in the above schedule.

## G. Long - Term Debt (Continued)

***Component Unit - Treutlen County Development Authority***

Long-term Debt - The following is a summary of long-term debt at June 30, 2014:

| | Total | Current | Long-Term |
|---|---|---|---|
| Note Payable - Morris Bank, assignment and deed to secure DFCS building in the Parkway Corporation name, a blended component unit. Payable in monthly installments of $5,568.17, interest at 4.5%. Maturity date 2/19/32. | $ 814,531 | $ 30,845 | $ 783,686 |
| Note Payable - Bank of Soperton, assignment and deed to secure land in 130.16 acres Highway 29, Soperton, Georgia. Payable in one payment of $151,471.38, interest at 4.0%. Maturity date 6/16/15. | 151,471 | 151,471 | - |
| Note Payable - Bank of Soperton, assignment and deed to secure real estate estate at 3021 U.S. Highway 221, Soperton, Georgia. Payable in 12 monthly installments of $1,000.00 and one balloon of $47,426.40. Maturity date 5/29/15. | 56,328 | 56,328 | - |
| Total | $ 1,022,330 | $ 238,644 | $ 783,686 |

The Treutlen County Development Authority issued bonds August 1, 2011, in the amount of $880,000. The bonds were issued for the purpose of the Parkview Corporation financing the development and construction of the Treutlen County Department of Family and Children Services. The debt was assigned to Morris Bank on the same date. This note is between Morris Bank and Parkview Corporation but has been included on the financial statements of the Authority because Parkview Corporation is a blended component unit of the Authority.

At June 30, 2014, the five-year maturity schedule of these notes payable is as follows:

| Year Ending June 30 | Principal | Interest |
|---|---|---|
| 2015 | $ 238,644 | $ 44,180 |
| 2016 | 33,599 | 34,546 |
| 2017 | 33,744 | 33,064 |
| 2018 | 35,294 | 31,513 |
| 2019 | 36,916 | 29,892 |
| 2020-2024 | 215,576 | 122,408 |
| 2025-2029 | 260,973 | 69,121 |
| 2030-2032 | 167,584 | 10,570 |
| | $ 1,022,330 | $ 375,294 |

# *III. OTHER INFORMATION*

## A. OTHER DISCLOSURES – TREUTLEN-WHEELER SOLID WASTE MANAGEMENT DISTRICT

### Deficit Fund Balance

The deficit fund balance is primarily due to the accrual of estimated costs associated with closure and post-closure care of the Treutlen-Wheeler Solid Waste Management District. These costs are expected to be funded through transfers from the general funds of Treutlen and Wheeler Counties.

**Requirements of Solid Waste Management Act of 1990**

The Georgia Comprehensive Solid Waste Management Act of 1990 includes several mandated reductions and/or changes in solid waste disposal. This Act includes a requirement to reduce solid waste disposal by 25% and requirements for recycling programs among others. The Treutlen-Wheeler Solid Waste Management District has elected to participate in the Solid Waste Management Plan developed by the Heart of Georgia Regional Development Center for the jurisdiction in the region. This plan has a ten-year implementation strategy to fulfill the requirements of the Solid Waste Management Act of 1990. The Plan will file all reports required by the Solid Waste Management Act of 1990.

**Requirements of EPA Subtitle D Regulations**

EPA Subtitle D requires landfill operators to meet financial assurance guidelines that demonstrate adequate financial resources to fund closure and post-closure costs at the end of the landfills useful life. Based on information provided by EPA, Treutlen-Wheeler Solid Waste Management District was in compliance with the financial assurance obligations for the permitted solid waste site as of June 30, 2014.

**Closure and Post-closure Care Costs**

*General Disclosures*

As of July 1, 1998, the Treutlen-Wheeler Solid Waste Management District terminated operations and no longer accepted any more solid waste.

State and federal laws and regulations require the Counties to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure.

On May 8, 1998, Treutlen-Wheeler Solid Waste Management District entered into a contract with Geosciences, Inc. (now known as Advanced Environmental Management, Inc.) for engineering services for landfill closure costs. The services consist of groundwater monitoring, methane monitoring, sedimentation pond cleanout and soil replacement required during a 30 year post closure care period. The estimated contract cost totaled $196,000 at June 30, 2014. Of this amount, $14,000 represented costs expected to be incurred during the year ended June 30, 2014. Actual post closure care costs may differ from the estimate due to inflation, changes in technology, or changes in regulation.

## B. *DEFINED BENEFIT PENSION PLAN*

The following pension and retirement plans are in effect but are not under the direct control of the County.

1. ***Probate Judges' Retirement Fund of Georgia*** - The Probate Judge is covered under a pension plan which requires that certain sums from marriage licenses, fines and bond forfeitures be remitted to the pension plan before the payment of any costs or other claims.

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

3. ***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.

4. ***Defined Benefit Pension Plan***

***a. Plan Description***

The County contributes to the Association of County Commissioners of Georgia (ACCG) Defined Benefit Plan (Plan), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for participating counties in Georgia. The Plan does not issue a stand-alone financial report, but the Plan is included in the financial report of the ACCG. A copy of the financial report may be obtained from GEBCorp, 400 Galleria Parkway, Suite 1250, Atlanta, Georgia 30339.

The County's payroll for employees participating in the Plan as of January 1, 2014, (the most recent actuarial valuation date) was $995,622 (based on W-2 earnings for the preceding year). All full-time County employees are eligible to participate in the Plan at their date of hire. Benefits are fully vested after five years of service. Participants become eligible to retire at age 65 with 3 years of participation in the Plan. Upon eligibility to retire, participants are entitled to an annual benefit in the amount of 0.50% of average compensation up to $6,600 plus 1.00% of average annual compensation in excess of $6,600 plus $36.00 for each year of credited service payable as a life annuity. Service is limited to 35 years. Compensation is averaged over a five-year period prior to retirement or termination. The Plan also provides benefits in the event of death or disability. These benefit provisions were established by an adoption agreement executed by the County Board of Commissioners.

Plan membership consisted of the following at January 1, 2014, the date of the latest actuarial valuation:

| | |
|---|---|
| Retirees and beneficiaries currently receiving benefits | 13 |
| Terminated plan members entitled to but not yet receiving benefits | 6 |
| Active employees participating in the Plan | 41 |
| Total | 60 |

***b. Summary of Significant Accounting Policies***

The Plan's financial statements are prepared on an accrual basis, modified to include unrealized gains or losses on marketable securities owned by the Plan and increments in the cash value of pre-retirement life insurance policies owned by the trust.

Plan member contributions are recognized in the period in which contributions are due. County contributions are recognized when due and the County has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable.

Investments in securities are valued at current market prices. The trust fund is invested approximately in 60% equities and 40% fixed income securities on a cost basis.

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

***c. Contributions***

In order to participate in the Plan, County employees are required to contribute 2% of their salary to the Plan. The County contributes the remaining cost of the Plan, using the actuarial basis described in the annual valuation report. Section 47-20 of the Georgia Code sets forth the funding standards for state and local governmental pension plans. Administrative expenses are based on total covered payroll of plan members and are added to the annual funding requirement.

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

### d. *Annual Pension Cost, Net Pension Obligation, and Reserves*

Current year annual pension costs for the Plan are shown in the trend information provided below. Annual required contributions were made to the Plan.

| | |
|---|---|
| Annual Pension Cost: | |
| Required contribution | $ 39,610 |
| Interest on net pension obligation | (1,133) |
| Amortization on net pension obligation | 1,212 |
| Total annual pension cost | 39,689 |
| Employer contributions | (39,610) |
| Decrease in net pension obligation | 79 |
| Net pension obligation, beginning of year | (14,616) |
| Net pension obligation, end of year | $ (14,537) |

There are no assets legally reserved for purposes other than the payment of plan member benefits for either plan. There are no long-term contracts for contributions.

### e. *Trend Information*

| Fiscal Year | Annual Pension Cost | Percentage Contributed | Net Pension Obligation (NPO) |
|---|---|---|---|
| 2012 | $ 38,943 | N/A | $ (14,696) |
| 2013 | 39,689 | 100% | (14,616) |
| 2014 | 40,713 | 100% | (14,537) |

### f. *Schedule of Funding Progress*

| Measurement Date | Actuarial Value of Assets (a) | | Actuarial Accrued Liability (AAL) (b) | Funded Ratio (a/b) | Unfunded AAL (UAAL) b-a | Covered Payroll (c) | Unfunded AAL as a Percentage of Covered Payroll ((b-a)/c) |
|---|---|---|---|---|---|---|---|
| December 31, 2008 | $ 620,323 | | $ 798,171 | 77.7% | $ 177,848 | $ 1,012,237 | 17.6% |
| December 31, 2009 | 671,751 | * | 865,597 | 77.6% | 193,846 | 876,412 | 22.1% |
| December 31, 2010 | 702,913 | * | 868,273 | 81.0% | 165,360 | 834,850 | 19.8% |
| December 31, 2011 | 714,729 | * | 871,124 | 82.0% | 156,395 | 942,884 | 16.6% |
| December 31, 2012 | 728,592 | * | 882,869 | 82.5% | 154,277 | 900,410 | 17.1% |
| December 31, 2013 | 790,073 | * | 765,266 | 103.2% | (24,807) | 933,216 | -2.7% |

* Reflects change to asset smoothing adopted by the ACCG Pension Plan and Trust Board of Trustees.

The following are the actuarial assumptions used in the plan:

| | |
|---|---|
| Valuation date | January 1, 2014 |
| Actuarial cost method | Projected Unit Credit |
| Asset valuation method | Market Value |
| Amortization method | Level Percent of Pay (Closed) |
| Remaining amortization period* | 10 years |
| | |
| Actuarial assumptions*: | |
| Investment rate of return | 7.50% per annum |
| Projected salary increases | 2.5% - 5.0% per annum |
| Inflation adjustments | 3% per annum |
| Post-retirement benefit increases | None |

* Represents the estimated authorization period for all unfunded liabilities combined into one amortization base

## C. *RISK MANAGEMENT - CLAIMS AND JUDGEMENTS*

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 joined the Association Interlocal Risk Management Agency on June 28, 1991. This membership allows the County to share liability, crime, motor vehicle and property damage risks.

Chapter 85 of Title 36 of the Official Code of Georgia Annotated authorizes Georgia municipalities to form interlocal risk management agencies. The Interlocal Risk Management Agency (IRMA) is a municipal interlocal risk management agency organized to function as an unincorporated nonprofit instrumentality of its member municipalities - IRMA establishes 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 municipal government. IRMA is to defend and protect in accordance with the member government contract and related coverage descriptions any member of IRMA against liability or loss.

The County must participate at all times in at least one fund which is established by IRMA. Other responsibilities of the County are as follows:

- To pay all contributions, assessments, or other sums due to IRMA at such times and in such amounts as shall be established by IRMA.
- To select a person to serve as a Member representative.
- To allow IRMA 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 IRMA.
- To allow attorneys appointed by IRMA 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 or Funds established by IRMA.
- To assist and cooperate in the defense and settlement of claims against the County.
- To furnish full cooperation to IRMA's attorneys, claim adjusters, Service Company and any agent, employee, officer or independent contractor of IRMA relating to the purposes of IRMA.
- To follow all loss reduction and prevention procedures established by IRMA.
- To furnish to IRMA such budget, operating and underwriting information as may be requested.
- To report as promptly as possible, and in accordance with any Coverage Descriptions issued, all incidents to municipal 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.

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

The basis for estimating the liabilities for unpaid claims is the "IBNR" established by an actuary.

Pursuant to Title 34, Chapter 9, Article 150 of the Official Code of Georgia Annotated, the County became a member of the Association of County Commissioners of Georgia Group Self-Insurance Workers' Compensation Fund. The County is obligated to pay all contributions and assessments as prescribed by the fund, to cooperate with the fund'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 fund'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.

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

## D. *JOINT VENTURE*

Under Georgia law, Treutlen County, in conjunction with other cities and counties in the eight county west central Georgia area, is a member of the Heart of Georgia Regional Commission and is required to pay annual dues thereto. Membership in a Commission is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the Commission in Georgia. The Commission Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of a Commission.

Separate financial statements may be obtained from:

Heart of Georgia Regional Commission
501 Oak Street
Eastman, Georgia 31023

## E. *COMMITMENTS*

Reservations of fund balances of Governmental funds are established to either (1) satisfy legal covenants that require that a portion of the fund balance be segregated or (2) identify the portion of the fund balance that is not appropriable for future expenditures. Designations of fund balance represent tentative management plans that are subject to change.

## F. Contingent Liabilities

### *Grant Funds*

The County participates in numerous grant programs on the federal and state level. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal Government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Government expects such amounts, if any, to be immaterial.

### *Litigation*

During the course of normal operations of the County, various claims and lawsuits arise. The County's legal counsel reports no cases pending against the County. Based upon the information available, management does not expect potential liabilities as of June 30, 2014 to impair the County's financial position.

## G. Subsequent Events

The County performed an evaluation of subsequent events through December 1, 2014, the date upon which the County's financial statements were available for issue. The County has not evaluated subsequent events after this date. No subsequent events were identified that would have required a change to the financial statements or disclosure in the notes to the financial statements.

## *Required Supplementary Information Other Than Management's Discussion and Analysis*

# TREUTLEN COUNTY, GEORGIA

## REQUIRED SUPPLEMENTARY INFORMATION
### BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
### FOR THE YEAR ENDED JUNE 30, 2014



| | Budgeted Amounts | | Actual | Variance with Final Budget - |
|---|---|---|---|---|
| | Original | Final | Amounts | Positive (Negative) |
| **Revenues:** | | | | |
| **Taxes Revenues:** | | | | |
| General property taxes and public utilities | $ 1,228,300 | $ 1,235,322 | $ 1,181,132 | $ (54,190) |
| Timber taxes | 52,000 | 57,000 | 66,435 | 9,435 |
| Intangible taxes | 13,500 | 13,500 | 10,659 | (2,841) |
| Vehicle taxes | 202,000 | 250,403 | 253,542 | 3,139 |
| Mobile home taxes | 14,800 | 14,300 | 19,368 | 5,068 |
| Beer tax | 21,000 | 19,500 | 16,320 | (3,180) |
| Local option sales tax | 244,000 | 229,000 | 205,823 | (23,177) |
| Insurance premium tax | 169,000 | 175,086 | 175,086 | - |
| Other tax | 36,100 | 36,188 | 45,463 | 9,275 |
| **Total taxes revenues** | 1,980,700 | 2,030,299 | 1,973,828 | (56,471) |
| **Fines and Forfeitures:** | | | | |
| Superior Court fines | 77,500 | 57,500 | 45,016 | (12,484) |
| State Court fines | 895,000 | 895,000 | 816,188 | (78,812) |
| Magistrate Court fines | 7,600 | 7,600 | 8,562 | 962 |
| Juvenile Court fines | 800 | 600 | 1,211 | 611 |
| **Total fines and forefeitures** | 980,900 | 960,700 | 870,977 | (89,723) |
| **Intergovernmental Revenues:** | | | | |
| Public transportation | 26,000 | 22,000 | 17,856 | (4,144) |
| Other grants: | | | | |
| Bomb dog grant | - | 2,717 | 6,217 | 3,500 |
| Heart of Georgia Area on Aging | 9,000 | 20,500 | 19,718 | (782) |
| EMA grant | - | - | 5,000 | 5,000 |
| Other grants | - | 51,341 | 140,355 | 89,014 |
| **Total intergovernmental revenues** | 35,000 | 96,558 | 189,146 | 92,588 |

# TREUTLEN COUNTY, GEORGIA

## REQUIRED SUPPLEMENTARY INFORMATION
### BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
### FOR THE YEAR ENDED JUNE 30, 2014

| | Budgeted Amounts | | Actual | Variance with Final Budget - |
|---|---|---|---|---|
| | Original | Final | Amounts | Positive (Negative) |
| **Charges for Services:** | | | | |
| Public safety: | | | | |
| Miscellaneous reimbursements | 13,800 | 13,800 | 20,823 | 7,023 |
| General government: | | | | |
| Superior Court fees | 20,000 | 20,000 | 18,473 | (1,527) |
| Probate Court fees | 7,100 | 7,100 | 8,139 | 1,039 |
| Tax Commissioner fees | 28,900 | 28,900 | 31,224 | 2,324 |
| Public transportation | 5,500 | 5,500 | 4,778 | (722) |
| Miscellaneous reimbursements | 75,850 | 75,850 | 79,516 | 3,666 |
| **Total charges for services** | 151,150 | 151,150 | 162,953 | 11,803 |
| **Interest Income** | 4,800 | 4,800 | 5,491 | 691 |
| **Other Revenues:** | | | | |
| Penalties | 37,000 | 42,000 | 62,016 | 20,016 |
| Qualifying fees | - | - | 405 | 405 |
| Senior Center contributions | 5,700 | 4,300 | 3,811 | (489) |
| Welcome Center | 1,550 | 1,350 | 1,112 | (238) |
| Miscellaneous | 46,900 | 48,045 | 70,110 | 22,065 |
| **Total other revenues** | 91,150 | 95,695 | 137,454 | 41,759 |
| **Total Revenues** | **$ 3,243,700** | **$ 3,339,202** | **$ 3,339,849** | **$ 647** |

# TREUTLEN COUNTY, GEORGIA



## REQUIRED SUPPLEMENTARY INFORMATION
### BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
### FOR THE YEAR ENDED JUNE 30, 2014

| | Budgeted Amounts | | Actual | Final Budget - |
|---|---|---|---|---|
| | Original | Final | Amounts | Positive (Negative) |
| **General Government:** | | | | |
| Office of the Commissioners: | | | | |
| Personal services | $ 381,212 | $ 411,787 | $ 386,106 | $ 25,681 |
| Operating expenditures | 302,469 | 298,294 | 284,411 | 13,883 |
| Capital outlay | - | 5,353 | 6,550 | (1,197) |
| Total | 683,681 | 715,434 | 677,067 | 38,367 |
| Tax Commissioner: | | | | |
| Personal services | 73,758 | 73,758 | 70,082 | 3,676 |
| Operating expenditures | 13,494 | 13,948 | 15,785 | (1,837) |
| Total | 87,252 | 87,706 | 85,867 | 1,839 |
| Tax Assessor: | | | | |
| Personal services | 67,792 | 61,792 | 51,559 | 10,233 |
| Operating expenditures | 39,414 | 41,422 | 22,546 | 18,876 |
| Capital outlay | 1,000 | 1,400 | 6,322 | (4,922) |
| Total | 108,206 | 104,614 | 80,427 | 24,187 |
| Board of Registrars: | | | | |
| Personal services | 28,312 | 28,312 | 27,626 | 686 |
| Operating expenditures | 4,500 | 7,697 | 7,093 | 604 |
| Total | 32,812 | 36,009 | 34,719 | 1,290 |
| **Total General Government Expenditures** | 911,951 | 943,763 | 878,080 | 65,683 |
| **Public Safety:** | | | | |
| Office of Sheriff: | | | | |
| Personal services | 376,503 | 416,503 | 420,946 | (4,443) |
| Operating expenditures | 137,307 | 194,290 | 167,084 | 27,206 |
| Capital outlay | - | - | 36,829 | (36,829) |
| Total | 513,810 | 610,793 | 624,859 | (14,066) |
| Jail: | | | | |
| Personal services | 101,123 | 107,023 | 93,108 | 13,915 |
| Operating expenditures | 42,683 | 47,233 | 47,564 | (331) |
| Total | 143,806 | 154,256 | 140,672 | 13,584 |
| Fire Protection: | | | | |
| Personal services | 12,883 | 12,883 | 12,433 | 450 |
| Operating expenditures | 26,281 | 28,981 | 26,195 | 2,786 |
| Total | 39,164 | 41,864 | 38,628 | 3,236 |
| Emergency Management: | | | | |
| Personal services | 4,522 | 4,522 | 4,521 | 1 |
| Operating expenditures | 820 | 625 | 685 | (60) |
| Capital outlay | - | 4,000 | 3,927 | 73 |
| Total | 5,342 | 9,147 | 9,133 | 14 |
| Coroner: | | | | |
| Personal services | 6,658 | 6,658 | 4,369 | 2,289 |
| Operating expenditures | 950 | 935 | 1,709 | (774) |
| Total | 7,608 | 7,593 | 6,078 | 1,515 |
| Ambulance - | | | | |
| Operating expenditures | 169,300 | 169,300 | 166,300 | 3,000 |
| **Total Public Safety Expenditures** | 879,030 | 992,953 | 985,670 | 7,283 |

# TREUTLEN COUNTY, GEORGIA

## REQUIRED SUPPLEMENTARY INFORMATION
### BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
### FOR THE YEAR ENDED JUNE 30, 2014

| | Budgeted Amounts | | Actual | Variance with Final Budget - |
|---|---|---|---|---|
| | Original | Final | Amounts | Positive (Negative) |
| **Judicial:** | | | | |
| Office of the Judge of Probate/Magistrate Court: | | | | |
| Personal services | 91,205 | 91,236 | 91,417 | (181) |
| Operating expenditures | 11,841 | 35,527 | 34,427 | 1,100 |
| Total | 103,046 | 126,763 | 125,844 | 919 |
| Office of the Clerk of Courts: | | | | |
| Personal services | 64,312 | 64,312 | 64,818 | (506) |
| Operating expenditures | 600 | 600 | 50 | 550 |
| Total | 64,912 | 64,912 | 64,868 | 44 |
| Juvenile Court: | | | | |
| Operating expenditures | 13,200 | 16,200 | 14,076 | 2,124 |
| Superior Court: | | | | |
| Personal services | 30,913 | 36,913 | 44,169 | (7,256) |
| Operating expenditures | 150,991 | 146,041 | 137,308 | 8,733 |
| Total | 181,904 | 182,954 | 181,477 | 1,477 |
| State Court: | | | | |
| Personal services | 87,735 | 87,735 | 87,187 | 548 |
| Operating expenditures | 46,260 | 46,260 | 45,153 | 1,107 |
| Total | 133,995 | 133,995 | 132,340 | 1,655 |
| **Total Judicial Expenditures** | 497,057 | 524,824 | 518,605 | 6,219 |
| **Public Works:** | | | | |
| Roads and Bridges: | | | | |
| Personal services | 166,122 | 166,122 | 176,878 | (10,756) |
| Operating expenditures | 161,049 | 220,961 | 153,419 | 67,542 |
| Total | 327,171 | 387,083 | 330,297 | 56,786 |
| Recycling: | | | | |
| Personal services | 50,447 | 52,147 | 39,608 | 12,539 |
| Operating expenditures | 96,445 | 99,245 | 90,369 | 8,876 |
| Total | 146,892 | 151,392 | 129,977 | 21,415 |
| **Total Public Works Expenditures** | 474,063 | 538,475 | 460,274 | 78,201 |
| **Conservation of Natural Resources:** | | | | |
| Agriculture: | | | | |
| Personal services | 89,220 | 89,220 | 89,477 | (257) |
| Operating expenditures | 49,393 | 49,393 | 44,410 | 4,983 |
| Total | 138,613 | 138,613 | 133,887 | 4,726 |
| Tourism: | | | | |
| Personal services | 10,537 | 10,537 | 10,009 | 528 |
| Operating expenditures | 2,395 | 1,895 | 1,949 | (54) |
| Total | 12,932 | 12,432 | 11,958 | 474 |
| Recreation | 26,250 | 26,250 | 26,250 | - |
| Library | 13,245 | 13,795 | 13,720 | 75 |
| **Total Conservation of Natural Resources Expenditures** | 191,040 | 191,090 | 185,815 | 5,275 |

# TREUTLEN COUNTY, GEORGIA

## REQUIRED SUPPLEMENTARY INFORMATION
### BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
### FOR THE YEAR ENDED JUNE 30, 2014



| | Budgeted Amounts | | Actual | Variance with Final Budget - |
|---|---|---|---|---|
| | Original | Final | Amounts | Positive (Negative) |
| **Health and Welfare:** | | | | |
| Public Health | 97,890 | 97,890 | 97,890 | - |
| Family and Children Services | 900 | 900 | 447 | 453 |
| Senior Citizens Center | 44,617 | 58,420 | 60,825 | (2,405) |
| Public Transportation | 22,780 | 22,280 | 21,006 | 1,274 |
| **Total Health and Welfare Expenditures** | 166,187 | 179,490 | 180,168 | (678) |
| **Payments to Other Government Agencies:** | | | | |
| Chamber of Commerce | 2,000 | 2,000 | 2,000 | - |
| Development Authority | 40,000 | 40,000 | 40,000 | - |
| **Total Payments to Other Government Agencies Expenditures** | 42,000 | 42,000 | 42,000 | - |
| **Debt Service:** | | | | |
| Principal payments | 10,402 | 10,402 | 10,354 | 48 |
| Interest expenditures | 770 | 770 | 818 | (48) |
| **Total Debt Service** | 11,172 | 11,172 | 11,172 | - |
| **Total Expenditures** | 3,172,500 | 3,423,767 | 3,261,784 | 161,983 |
| **Excess of Revenues Over Expenditures** | 71,200 | (84,565) | 78,065 | 162,630 |
| **Other Financing Source (Use):** | | | | |
| Transfer in | - | 94 | 9,919 | 9,825 |
| Transfer out | (71,200) | (72,704) | (70,161) | 2,543 |
| **Total Other Financing Source (Use)** | (71,200) | (72,610) | (60,242) | 12,368 |
| **Excess of Revenues and Other Financing Source Over Expenditures and Other Financing Use** | - | (157,175) | 17,823 | 174,998 |
| **Fund Balance, Beginning** | 1,361,927 | 1,361,927 | 1,361,927 | - |
| **Fund Balance, Ending** | $ 1,361,927 | $ 1,204,752 | $ 1,379,750 | $ 174,998 |

## A. Budgets and Budgetary Accounting

Prior to the fiscal year end, the Commission prepares a proposed operating budget for the year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them. 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 Treutlen County. The budget is then revised and adopted or amended by the Commission shortly after the beginning of the year to which it applies. 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.

The budget for the General Fund is adopted on a basis consistent with generally accepted accounting principles (GAAP) inasmuch as encumbrances are not recorded. Budgeted amounts for the year are as originally adopted, with no amendments by the Commission. The County Financial Clerk is delegated to transfer sums within departments. No increases in the departmental budgets for the County may be made without the approval of the Board of Commissioners and amendments to the budget. The General Fund is subject to budgetary control on a departmental basis.

During the fiscal year ended June 30, 2014, a budget was not adopted for the Law Library Fund and the Sheriff Commissary Fund.

## B. Excess of Expenditures over Appropriations in Individual Funds

The individual funds, which had expenditures in excess of appropriations, as well as the object level within each fund at which the excess was incurred, are as follows:

| | Expenditures | Appropriations | Expenditures Over Appropriations |
|---|---|---|---|
| **GENERAL FUND:** | | | |
| **PUBLIC SAFETY - Office of Sheriff** | $ 624,859 | $ 610,793 | $ 14,066 |
| **HEALTH AND WELFARE - Senior Citizens Center** | 60,825 | 58,420 | 2,405 |
| **DRUG ABUSE TREATMENT AND EDUCATION FUND:** | | | |
| Salaries | 645 | - | 645 |
| Payroll taxes | 49 | - | 49 |
| Retirement expenditures | 35 | - | 35 |
| Unemployment insurance | 6 | - | 6 |
| Worker's compensation | 37 | - | 37 |
| Advertising | 978 | 823 | 155 |
| Dues and fees | 200 | 150 | 50 |
| Capital outlay | 10,798 | - | 10,798 |
| **CRIME VICTIMS ASSISTANCE FUND:** | | | |
| Payroll taxes | 2,040 | - | 2,040 |
| Retirement expenditures | 1,494 | - | 1,494 |
| Unemployment insurance | 112 | - | 112 |
| Worker's compensation | 424 | - | 424 |
| Administrative fees | 272 | - | 272 |
| Travel and training | 5,098 | 2,070 | 3,028 |
| Miscellaneous | 1,214 | - | 1,214 |

## C. Excess of Expenditures over Appropriations in Individual Funds - continued

| | Expenditures | Appropriations | Expenditures Over Appropriations |
|---|---|---|---|
| **LAW LIBRARY FUND:** | | | |
| Books | 10,041 | - | 10,041 |
| Repairs and maintenance | 3,626 | - | 3,626 |
| Supplies | 3,020 | - | 3,020 |
| Miscellaneous | 600 | - | 600 |
| **DRUG SEIZURE FUND - capital outlay** | 10,414 | - | 10,414 |
| **SHERIFF COMMISSARY FUND:** | | | |
| Concession purchases | 22,737 | - | 22,737 |
| Meals | 2,659 | - | 2,659 |
| Dues and fees | 525 | - | 525 |
| Miscellaneous | 621 | - | 621 |
| **E911 RESERVE FUND:** | | | |
| Salaries | 156,944 | 155,886 | 1,058 |
| Payroll taxes | 12,211 | 12,156 | 55 |
| Retirement expenditures | 5,820 | 5,574 | 246 |
| Unemployment insurance | 8,632 | 8,556 | 76 |
| Worker's compensation | 6,560 | 6,511 | 49 |
| Advertising | 1,112 | 319 | 793 |
| **JAIL FUND:** | | | |
| Travel and training | 3,282 | 13 | 3,269 |
| Supplies | 26,040 | 14,659 | 11,381 |
| Capital outlay | 95,256 | 58,409 | 36,847 |
| Principal payments | 304,984 | 33,358 | 271,626 |
| Transfer out | 6,886 | - | 6,886 |
| **LOAN RESERVE - JAIL FUND:** | | | |
| Transfer out | 21,797 | - | 21,797 |
| **LOAN RESERVE - VEHICLE FUND:** | | | |
| Transfer out | 3,033 | - | 3,033 |

# *Other Supplementary Information*

## ***Major Governmental Funds***

- ***2013 SPLOST Construction Fund*** accounts for the payment of various County capital outlay projects.

## *TREUTLEN COUNTY, GEORGIA*

***EXHIBIT 12***

***2013 SPLOST CONSTRUCTION FUND***
***STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL***
***FOR THE YEAR ENDED JUNE 30, 2014***

| | Original and Final Budgeted Amounts | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|
| **Revenue -** | | | |
| Interest income | $ 1,522 | $ 1,996 | $ 474 |
| **Expenditures:** | | | |
| Supplies | - | 25,524 | (25,524) |
| Repairs and maintenance | 1,015,263 | 104,937 | 910,326 |
| Intergovernmental payments | - | 1,880 | (1,880) |
| Capital outlay | - | 412,391 | (412,391) |
| Total expenditures | 1,015,263 | 544,732 | 470,531 |
| **Excess (Deficiency) of Revenue Over (Under) Expenditures** | (1,013,741) | (542,736) | 471,005 |
| **Net change in fund balance** | (1,013,741) | (542,736) | 471,005 |
| **Fund Balance, Beginning** | 1,015,470 | 1,015,470 | - |
| **Fund Balance, Ending** | $ 1,729 | $ 472,734 | $ 471,005 |

## ***Non-major Governmental Funds***

***Special Revenue Funds*** are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

- ***Drug Abuse Treatment and Education*** accounts for drug training fees collected on all drug related charges which are specifically designated for drug training expenditures or capital outlay.

- ***Crime Victims Assistance*** accounts for the portion of all state court fines designated to be used for crime victims who have been displaced.

- ***Law Library*** accounts for the law library fees included in all fines which are specifically designated for the County's law library.

- ***Drug Seizure*** accounts for drug seized drug funds which are specifically designated for drug enforcement or capital outlay.

- ***E911 Reserve*** accounts for surcharges collected on all local phone service which is specifically designated to fund the County's E911 system.

- ***Jail Fund*** accounts for the jail fees included in all fines which are specifically designated for the expansion of the County's jail.

- ***Sheriff Commissary*** accounts for the activities of the inmate canteen operated by the Sheriff's Department.

***Capital Project Funds*** are used to account for specific revenues that are legally restricted to capital expenditures.

- ***2006 SPLOST*** accounts for the accumulation of 2006 SPLOST proceeds and payment of general obligation bond principal and interest.

- ***2013 SPLOST*** accounts for the accumulation of 2013 SPLOST proceeds and payment of general obligation bond principal and interest.

- ***TSPLOST*** accounts for the accumulation of TSPLOST revenues and the related capital expenditures.

- ***LMIG*** accounts for the accumulation of LMIG revenues and the related capital expenditures.

***Debt Service Funds*** are used to account for the accumulation of resources for the payment of interest and principal on general long term debt.

- ***Loan Reserve - Jail*** accounts for payment of principal and interest of the jail construction note payable.

- ***Loan Reserve - Vehicle*** accounts for payment of principal and interest of the vehicle note payable.

# TREUTLEN COUNTY, GEORGIA

EXHIBIT 13

## COMBINING BALANCE SHEET
## NON-MAJOR GOVERNMENTAL FUNDS
## JUNE 30, 2014

| | Special Revenue | Capital Projects | Debt Service | Total Nonmajor Governmental Funds |
|---|---|---|---|---|
| **ASSETS** | | | | |
| Cash and cash equivalents | $ 278,314 | $ 219,241 | $ - | $ 497,555 |
| Accounts receivable | 13,338 | - | - | 13,338 |
| Intergovernmental receivable | - | 58,082 | - | 58,082 |
| Interfund receivable | 24,056 | - | - | 24,056 |
| **Total Assets** | $ 315,708 | $ 277,323 | $ - | $ 593,031 |
| **LIABILITIES AND FUND BALANCES** | | | | |
| **Liabilities:** | | | | |
| Accounts payable | $ 5,578 | $ - | $ - | $ 5,578 |
| Interfund payable | 24,828 | - | - | 24,828 |
| **Total liabilities** | 30,406 | - | - | 30,406 |
| **Fund Balances:** | | | | |
| Restricted for public safety | 151,098 | - | - | 151,098 |
| Restricted for other purposes | 40,962 | 223,386 | - | 264,348 |
| Restricted for debt service | 28,451 | 53,937 | - | 82,388 |
| Assigned to social services | 54,988 | - | - | 54,988 |
| Assigned to public safety | 9,803 | - | - | 9,803 |
| **Total fund balances** | 285,302 | 277,323 | - | 562,625 |
| **Total Liabilities and Fund Balances** | $ 315,708 | $ 277,323 | $ - | $ 593,031 |

# TREUTLEN COUNTY, GEORGIA

EXHIBIT 14

## COMBINING BALANCE SHEET
## NON-MAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS
## JUNE 30, 2014

| | Drug Abuse Treatment & Education | Crime Victims Assistance | Law Library | Drug Seizure | E911 | Jail | Sheriff Commissary | Total Nonmajor Special Revenue Funds |
|---|---|---|---|---|---|---|---|---|
| **ASSETS** | | | | | | | | |
| Cash and cash equivalents | $ 48,940 | $ 55,354 | $ 34,329 | $ 9,803 | $ 65,912 | $ 57,343 | $ 6,633 | $ 278,314 |
| Accounts receivable | - | - | - | - | 13,338 | - | - | 13,338 |
| Interfund receivable | - | - | - | - | - | 24,056 | - | 24,056 |
| **Total Assets** | $ 48,940 | $ 55,354 | $ 34,329 | $ 9,803 | $ 79,250 | $ 81,399 | $ 6,633 | $ 315,708 |
| **LIABILITIES AND FUND BALANCE** | | | | | | | | |
| **Liabilities:** | | | | | | | | |
| Accounts payable | $ - | $ 366 | $ - | $ - | $ - | $ 5,212 | $ - | $ 5,578 |
| Interfund payable | 24,828 | - | - | - | - | - | - | 24,828 |
| **Total liabilities** | 24,828 | 366 | - | - | - | 5,212 | - | 30,406 |
| **Fund Balances:** | | | | | | | | |
| Restricted for public safety | 24,112 | - | - | - | 79,250 | 47,736 | - | 151,098 |
| Restricted for other purposes | - | - | 34,329 | - | - | - | 6,633 | 40,962 |
| Restricted for debt service | - | - | - | - | - | 28,451 | - | 28,451 |
| Assigned to social services | - | 54,988 | - | - | - | - | - | 54,988 |
| Assigned to public safety | - | - | - | 9,803 | - | - | - | 9,803 |
| **Total fund balance** | 24,112 | 54,988 | 34,329 | 9,803 | 79,250 | 76,187 | 6,633 | 285,302 |
| **Total Liabilities and Fund Balance** | $ 48,940 | $ 55,354 | $ 34,329 | $ 9,803 | $ 79,250 | $ 81,399 | $ 6,633 | $ 315,708 |

# *TREUTLEN COUNTY, GEORGIA*

*EXHIBIT 15*

## *COMBINING BALANCE SHEET*
## *NON-MAJOR CAPITAL PROJECTS GOVERNMENTAL FUNDS*
## *JUNE 30, 2014*

| | T SPLOST | LMIG | 2013 SPLOST | 2006 SPLOST | Total Nonmajor Capital Project Funds |
|---|---|---|---|---|---|
| **ASSETS** | | | | | |
| Cash and cash equivalents | $ 197,423 | $ - | $ 21,818 | $ - | $ 219,241 |
| Intergovernmental receivable | 25,963 | - | 32,119 | - | 58,082 |
| **Total Assets** | $ 223,386 | $ - | $ 53,937 | $ - | $ 277,323 |
| **LIABILITY AND FUND BALANCES** | | | | | |
| **LIABILITY** | $ - | $ - | $ - | $ - | $ - |
| **FUND BALANCES:** | | | | | |
| Restricted for other purposes | 223,386 | - | - | - | 223,386 |
| Restricted for debt service | - | - | 53,937 | - | 53,937 |
| **Total fund balances** | 223,386 | - | 53,937 | - | 277,323 |
| **Total Liability and Fund Balances** | $ 223,386 | $ - | $ 53,937 | $ - | $ 277,323 |

# *TREUTLEN COUNTY, GEORGIA*

*EXHIBIT 16*

*COMBINING BALANCE SHEET*
*NON-MAJOR DEBT SERVICE GOVERNMENTAL FUNDS*
*JUNE 30, 2014*

| | Loan Reserve Jail | Loan Reserve Vehicles | Total Nonmajor Debt Service Funds |
|---|---|---|---|
| ASSET | $ - | $ - | $ - |
| LIABILITY | $ - | $ - | $ - |
| FUND BALANCE | - | - | - |
| TOTAL LIABILITY AND FUND BALANCE | $ - | $ - | $ - |

# TREUTLEN COUNTY, GEORGIA

EXHIBIT 17

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
## NON-MAJOR GOVERNMENTAL FUNDS
## FOR THE YEAR ENDED JUNE 30, 2014

| | Special Revenue | Capital Projects | Debt Service | Total Nonmajor Governmental Funds |
|---|---|---|---|---|
| **Revenues:** | | | | |
| Taxes | $ - | $ 529,095 | $ - | $ 529,095 |
| Fines and forfeitures | 154,714 | - | - | 154,714 |
| Intergovernmental revenue | 109,716 | 414,665 | - | 524,381 |
| Charges for services | 267,570 | - | - | 267,570 |
| Interest income | 1,481 | 1,768 | 72 | 3,321 |
| Other income | 3,019 | - | - | 3,019 |
| Total revenues | 536,500 | 945,528 | 72 | 1,482,100 |
| **Expenditures:** | | | | |
| Salaries | 185,099 | - | - | 185,099 |
| Payroll tax | 14,300 | - | - | 14,300 |
| Retirement expenditures | 10,161 | - | - | 10,161 |
| Unemployment insurance | 118 | - | - | 118 |
| Group insurance | 5,820 | - | - | 5,820 |
| Worker's compensation | 7,021 | - | - | 7,021 |
| Telephone | 16,556 | - | - | 16,556 |
| Administrative fee | 272 | - | - | 272 |
| Advertising | 978 | - | - | 978 |
| Dues and fees | 725 | - | | 725 |
| Travel and training | 9,924 | - | - | 9,924 |
| Supplies | 62,173 | 5,542 | - | 67,715 |
| Books | 10,041 | - | - | 10,041 |
| Repairs and maintenance | 25,842 | - | - | 25,842 |
| Concession purchases | 22,737 | - | - | 22,737 |
| Inmate meals | 50,845 | - | - | 50,845 |
| Meals | 6,695 | - | - | 6,695 |
| Community grants | 5,700 | - | - | 5,700 |
| Road expenditures | - | 422,665 | - | 422,665 |
| Miscellaneous | 10,044 | 10 | - | 10,054 |
| Debt service: | | | | |
| Principal payments | 304,984 | 592,213 | - | 897,197 |
| Interest expenditures | 22,914 | 37,125 | - | 60,039 |
| Capital outlay | 116,468 | 82,583 | - | 199,051 |
| Total expenditures | 889,417 | 1,140,138 | - | 2,029,555 |
| **Excess (Deficiency) of Revenues Over (Under) Expenditures** | (352,917) | (194,610) | 72 | (547,455) |
| **Other Financing Source(Use):** | | | | |
| Transfers in | 91,958 | - | - | 91,958 |
| Transfers out | (6,886) | - | (24,830) | (31,716) |
| Total Other Financing Source (Use) | 85,072 | - | (24,830) | 60,242 |
| **Net Change in Fund Balances** | (267,845) | (194,610) | (24,758) | (487,213) |
| **Fund Balance, Beginning** | 553,147 | 471,933 | 24,758 | 1,049,838 |
| **Fund Balance, Ending** | $ 285,302 | $ 277,323 | $ - | $ 562,625 |

# TREUTLEN COUNTY, GEORGIA

EXHIBIT 18

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
## NON-MAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS
## FOR THE YEAR ENDED JUNE 30, 2014

| | Drug Abuse Treatment & Education | Crime Victims Assistance | Law Library | Drug Seizure | E911 | Jail | Sheriff Commissary | Total Nonmajor Special Revenue Funds |
|---|---|---|---|---|---|---|---|---|
| **Revenues:** | | | | | | | | |
| Charges for services | $ - | $ - | $ - | $ 19,402 | $ 84,941 | $ 133,033 | $ 30,194 | $ 267,570 |
| Fines and forfeitures | 15,751 | 39,663 | 15,472 | - | - | 83,828 | - | 154,714 |
| Intergovernmental revenue | 39,555 | - | - | - | 70,161 | - | - | 109,716 |
| Interest income | 48 | 137 | 86 | 32 | 202 | 964 | 12 | 1,481 |
| Other income | - | 3,000 | - | - | - | - | 19 | 3,019 |
| Total revenues | 55,354 | 42,800 | 15,558 | 19,434 | 155,304 | 217,825 | 30,225 | 536,500 |
| **Expenditures:** | | | | | | | | |
| Salaries | 645 | 27,510 | - | - | 156,944 | - | - | 185,099 |
| Payroll tax | 49 | 2,040 | - | - | 12,211 | - | - | 14,300 |
| Retirement expenditures | 35 | 1,494 | - | | 8,632 | - | - | 10,161 |
| Unemployment insurance | 6 | 112 | - | | - | | | 118 |
| Group insurance | - | - | - | - | 5,820 | | | 5,820 |
| Worker's compensation | 37 | 424 | - | - | 6,560 | - | - | 7,021 |
| Telephone | - | 347 | - | - | 16,209 | - | - | 16,556 |
| Administrative fee | - | 272 | - | | | | | 272 |
| Advertising | 978 | - | - | - | - | - | - | 978 |
| Dues and fees | 200 | | | | | - | 525 | 725 |
| Travel and training | 1,544 | 5,098 | - | - | - | 3,282 | - | 9,924 |
| Supplies | 26,164 | - | 3,020 | 6,949 | - | 26,040 | - | 62,173 |
| Books | - | - | 10,041 | - | - | - | - | 10,041 |
| Repairs and maintenance | | - | 3,626 | - | 10,219 | 11,997 | - | 25,842 |
| Concession purchases | - | - | - | - | - | - | 22,737 | 22,737 |
| Inmate meals | - | - | - | - | - | 50,845 | - | 50,845 |
| Meals | - | 4,036 | - | - | - | - | 2,659 | 6,695 |
| Community grants | - | 5,700 | - | - | - | - | - | 5,700 |
| Miscellaneous | 3,665 | 1,214 | 600 | 185 | 1,112 | 2,647 | 621 | 10,044 |
| Debt service: | | | | | | | | |
| Principal payments | - | - | - | - | - | 304,984 | - | 304,984 |
| Interest expenditures | - | - | - | - | - | 22,914 | - | 22,914 |
| Capital outlay | 10,798 | - | - | 10,414 | - | 95,256 | - | 116,468 |
| Total expenditures | 44,121 | 48,247 | 17,287 | 17,548 | 217,707 | 517,965 | 26,542 | 889,417 |
| **Excess (Deficiency) of Revenues Over (Under) Expenditures** | 11,233 | (5,447) | (1,729) | 1,886 | (62,403) | (300,140) | 3,683 | (352,917) |
| **Other Financing Source(Use):** | | | | | | | | |
| Transfers in | - | - | - | - | 70,161 | 21,797 | - | 91,958 |
| Transfers out | - | - | - | - | - | (6,886) | - | (6,886) |
| Total Other Financing Source (Use) | - | - | - | - | 70,161 | 14,911 | - | 85,072 |
| **Net Change in Fund Balances** | 11,233 | (5,447) | (1,729) | 1,886 | 7,758 | (285,229) | 3,683 | (267,845) |
| **Fund Balance, Beginning** | 12,879 | 60,435 | 36,058 | 7,917 | 71,492 | 361,416 | 2,950 | 553,147 |
| **Fund Balance, Ending** | $ 24,112 | $ 54,988 | $ 34,329 | $ 9,803 | $ 79,250 | $ 76,187 | $ 6,633 | $ 285,302 |

# TREUTLEN COUNTY, GEORGIA

*EXHIBIT 19*

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
## NON-MAJOR CAPITAL PROJECTS GOVERNMENTAL FUNDS
## FOR THE YEAR ENDED JUNE 30, 2014

| | T SPLOST | LMIG | 2013 SPLOST | 2006 SPLOST | Total Nonmajor Capital Projects Funds |
|---|---|---|---|---|---|
| **Revenues:** | | | | | |
| Taxes | $ 154,995 | $ - | $ 374,100 | $ - | $ 529,095 |
| Intergovernmental revenue | - | 414,665 | - | - | 414,665 |
| Interest income | 576 | - | 524 | 668 | 1,768 |
| Total revenues | 155,571 | 414,665 | 374,624 | 668 | 945,528 |
| **Expenditures:** | | | | | |
| Supplies | - | - | - | 5,542 | 5,542 |
| Road expenditures | 8,000 | 414,665 | - | - | 422,665 |
| Miscellaneous | - | - | 10 | - | 10 |
| Debt service: | | | | | |
| Principal payments | - | - | 360,000 | 232,213 | 592,213 |
| Interest expenditures | - | - | 37,125 | - | 37,125 |
| Capital outlay | - | - | - | 82,583 | 82,583 |
| Total expenditures | 8,000 | 414,665 | 397,135 | 320,338 | 1,140,138 |
| **Net Change in Fund Balances** | 147,571 | - | (22,511) | (319,670) | (194,610) |
| **Fund Balance, Beginning** | 75,815 | - | 76,448 | 319,670 | 471,933 |
| **Fund Balance, Ending** | $ 223,386 | $ - | $ 53,937 | $ - | $ 277,323 |

# TREUTLEN COUNTY, GEORGIA

EXHIBIT 20

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
## NON-MAJOR DEBT SERVICE GOVERNMENTAL FUNDS
## FOR THE YEAR ENDED JUNE 30, 2014

| | Loan Reserve Jail | Loan Reserve Vehicles | Total Nonmajor Governmental Funds |
|---|---|---|---|
| **Revenue -** | | | |
| Interest income | $ 63 | $ 9 | $ 72 |
| **Expenditure -** | - | - | - |
| **Excess (Deficiency) of Revenues Over (Under) Expenditures** | 63 | 9 | 72 |
| **Other Financing Use -** | | | |
| Transfers out | (21,797) | (3,033) | (24,830) |
| Total Other Financing Use | (21,797) | (3,033) | (24,830) |
| **Net Change in Fund Balances** | (21,734) | (3,024) | (24,758) |
| **Fund Balance, Beginning** | 21,734 | 3,024 | 24,758 |
| **Fund Balance, Ending** | $ - | $ - | $ - |

# *TREUTLEN COUNTY, GEORGIA*

***EXHIBIT 21***

***BUDGETARY COMPARISON – DRUG ABUSE TREATMENT & EDUCATION FUND***
***FOR THE YEAR ENDED JUNE 30, 2014***

| | Original and Final Budgeted Amounts | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|
| **Revenues:** | | | |
| Fines and forfeitures | $ 21,501 | $ 15,751 | $ (5,750) |
| Interest income | 88 | 48 | (40) |
| Intergovernmental revenues | - | 39,555 | 39,555 |
| Total revenues | 21,589 | 55,354 | 33,765 |
| **Expenditures:** | | | |
| Salaries | - | 645 | (645) |
| Payroll taxes | - | 49 | (49) |
| Retirement expenditures | - | 35 | (35) |
| Unemployment insurance | - | 6 | (6) |
| Worker's compensation | - | 37 | (37) |
| Advertising | 823 | 978 | (155) |
| Dues and fees | 150 | 200 | (50) |
| Supplies | 28,300 | 26,164 | 2,136 |
| Travel and training | 7,842 | 1,544 | 6,298 |
| Miscellaneous | 19,501 | 3,665 | 15,836 |
| Capital outlay | - | 10,798 | (10,798) |
| Total expenditures | 56,616 | 44,121 | 12,495 |
| **Net Change in Fund Balance** | (35,027) | 11,233 | 46,260 |
| **Fund Balance, Beginning** | 12,879 | 12,879 | - |
| **Fund Balance, Ending** | $ (22,148) | $ 24,112 | $ 46,260 |

## TREUTLEN COUNTY, GEORGIA

EXHIBIT 22

### BUDGETARY COMPARISON – CRIME VICTIMS ASSISTANCE FUND
### FOR THE YEAR ENDED JUNE 30, 2014

| | Original and Final Budgeted Amounts | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|
| **Revenues:** | | | |
| Fines and forfeitures | $ 45,437 | $ 39,663 | $ (5,774) |
| Interest income | 145 | 137 | (8) |
| Other revenue | - | 3,000 | 3,000 |
| Total revenues | 45,582 | 42,800 | (2,782) |
| **Expenditures:** | | | |
| Salaries | 29,799 | 27,510 | 2,289 |
| Payroll taxes | - | 2,040 | (2,040) |
| Retirement expenditures | - | 1,494 | (1,494) |
| Unemployment insurance | - | 112 | (112) |
| Worker's compensation | - | 424 | (424) |
| Telephone | 525 | 347 | 178 |
| Administrative fees | - | 272 | (272) |
| Travel and training | 2,070 | 5,098 | (3,028) |
| Community grants | 23,351 | 5,700 | 17,651 |
| Purchased services for clients | 6,344 | 4,036 | 2,308 |
| Miscellaneous | - | 1,214 | (1,214) |
| Total expenditures | 62,089 | 48,247 | 13,842 |
| **Net Change in Fund Balance** | (16,507) | (5,447) | 11,060 |
| **Fund Balance, Beginning** | 60,435 | 60,435 | - |
| **Fund Balance, Ending** | $ 43,928 | $ 54,988 | $ 11,060 |

## *TREUTLEN COUNTY, GEORGIA*

*EXHIBIT 23*

*BUDGETARY COMPARISON – LAW LIBRARY FUND*
*FOR THE YEAR ENDED JUNE 30, 2014*

| | Original and Final Budgeted Amounts | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|
| **Revenues:** | | | |
| Fines and forfeitures | $ - | $ 15,472 | $ 15,472 |
| Interest income | - | 86 | 86 |
| Total revenues | - | 15,558 | 15,558 |
| **Expenditures:** | | | |
| Books | - | 10,041 | (10,041) |
| Repairs and maintenance | - | 3,626 | (3,626) |
| Supplies | - | 3,020 | (3,020) |
| Miscellaneous | - | 600 | (600) |
| Total expenditures | - | 17,287 | (17,287) |
| **Net Change in Fund Balance** | - | (1,729) | (1,729) |
| **Fund Balance, Beginning** | 36,058 | 36,058 | - |
| **Fund Balance, Ending** | $ 36,058 | $ 34,329 | $ (1,729) |

## *TREUTLEN COUNTY, GEORGIA*

*EXHIBIT 24*

*BUDGETARY COMPARISON – DRUG SEIZURE FUND*
*FOR THE YEAR ENDED JUNE 30, 2014*

| | Original and Final Budgeted Amounts | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|
| **Revenues:** | | | |
| Fines and forfeitures | $ 17,910 | $ 19,402 | $ 1,492 |
| Interest income | 23 | 32 | 9 |
| Total revenues | 17,933 | 19,434 | 1,501 |
| **Expenditures:** | | | |
| Supplies | 11,540 | 6,949 | 4,591 |
| Miscellaneous | 835 | 185 | 650 |
| Capital outlay | - | 10,414 | (10,414) |
| Total expenditures | 12,375 | 17,548 | (5,173) |
| **Net Change in Fund Balance** | 5,558 | 1,886 | (3,672) |
| **Fund Balance, Beginning** | 7,917 | 7,917 | - |
| **Fund Balance, Ending** | $ 13,475 | $ 9,803 | $ (3,672) |

## *TREUTLEN COUNTY, GEORGIA*

*EXHIBIT 25*

*BUDGETARY COMPARISON – E911 RESERVE FUND*
*FOR THE YEAR ENDED JUNE 30, 2014*

| | Original and Final Budgeted Amounts | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|
| **Revenues:** | | | |
| Charges for services | $ 76,257 | $ 84,941 | $ 8,684 |
| Intergovernmental revenue | 70,161 | 70,161 | - |
| Interest income | 171 | 202 | 31 |
| Total revenues | 146,589 | 155,304 | 8,715 |
| **Expenditures:** | | | |
| Salaries | 155,886 | 156,944 | (1,058) |
| Payroll taxes | 12,156 | 12,211 | (55) |
| Group insurance | 5,574 | 5,820 | (246) |
| Retirement expenditures | 8,556 | 8,632 | (76) |
| Workers compensation | 6,511 | 6,560 | (49) |
| Repairs and maintenance | 30,154 | 10,219 | 19,935 |
| Telephone | 17,262 | 16,209 | 1,053 |
| Supplies | 2,644 | - | 2,644 |
| Miscellaneous | 319 | 1,112 | (793) |
| Total expenditures | 239,062 | 217,707 | 21,355 |
| **Deficiency of Revenue Under Expenditures** | (92,473) | (62,403) | 30,070 |
| **Other Financing Source -** | | | |
| Transfer in | 94,361 | 70,161 | (24,200) |
| **Net Change in Fund Balance** | 1,888 | 7,758 | 5,870 |
| **Fund Balance, Beginning** | 71,492 | 71,492 | - |
| **Fund Balance, Ending** | $ 73,380 | $ 79,250 | $ 5,870 |

*BUDGETARY COMPARISON – JAIL FUND*
*FOR THE YEAR ENDED JUNE 30, 2014*

| | Original and Final Budgeted Amounts | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|
| **Revenues:** | | | |
| Fines and forfeitures | $ 105,780 | $ 83,828 | $ (21,952) |
| Charges for services | 146,748 | 133,033 | (13,715) |
| Interest income | 2,303 | 964 | (1,339) |
| Total revenues | 254,831 | 217,825 | (37,006) |
| **Expenditures:** | | | |
| Inmate meals | 57,450 | 50,845 | 6,605 |
| Travel and training | 13 | 3,282 | (3,269) |
| Suppies | 14,659 | 26,040 | (11,381) |
| Repairs and maintenance | 58,358 | 11,997 | 46,361 |
| Miscellaneous | 10,682 | 2,647 | 8,035 |
| Capital outlay | 58,409 | 95,256 | (36,847) |
| Debt Service: | | | |
| Principal payments | 33,358 | 304,984 | (271,626) |
| Interest expenditures | 33,182 | 22,914 | 10,268 |
| Total expenditures | 266,111 | 517,965 | (251,854) |
| **Deficiency of Revenues Under Expenditures** | (11,280) | (300,140) | (288,860) |
| **Other Financing Source (Use) :** | | | |
| Transfers in | - | 21,797 | 21,797 |
| Transfers out | - | (6,886) | (6,886) |
| Total Other Financing Source (Use) | - | 14,911 | 14,911 |
| **Net Change in Fund Balance** | (11,280) | (285,229) | (273,949) |
| **Fund Balance, Beginning** | 361,416 | 361,416 | - |
| **Fund Balance, Ending** | $ 350,136 | $ 76,187 | $ (273,949) |

# TREUTLEN COUNTY, GEORGIA

EXHIBIT 27

## BUDGETARY COMPARISON – SHERIFF COMMISSARY FUND
## FOR THE YEAR ENDED JUNE 30, 2014

| | Original and Final Budgeted Amounts | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|
| **Revenues:** | | | |
| Charges for services | $ - | $ 30,194 | $ 30,194 |
| Interest income | - | 12 | 12 |
| Other income | - | 19 | 19 |
| Total revenues | - | 30,225 | 30,225 |
| **Expenditures:** | | | |
| Concession purchases | - | 22,737 | (22,737) |
| Meals | | 2,659 | (2,659) |
| Dues and fees | | 525 | (525) |
| Miscellaneous | - | 621 | (621) |
| Total expenditures | - | 26,542 | (26,542) |
| **Net Change in Fund Balance** | - | 3,683 | 3,683 |
| **Fund Balance, Beginning** | 2,950 | 2,950 | - |
| **Fund Balance, Ending** | $ 2,950 | $ 6,633 | $ 3,683 |

## *TREUTLEN COUNTY, GEORGIA*

*EXHIBIT 28*

*BUDGETARY COMPARISON – 2013 SPLOST FUND*
*FOR THE YEAR ENDED JUNE 30, 2014*

| | Original and Final Budgeted Amounts | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|
| **Revenues:** | | | |
| Sales tax revenues | $ 348,000 | $ 374,100 | $ 26,100 |
| Interest income | 1,560 | 524 | (1,036) |
| Total revenues | 349,560 | 374,624 | 25,064 |
| **Expenditures:** | | | |
| Miscellaneous expenditures | - | 10 | (10) |
| Debt service: | | | |
| Principal payments | - | 360,000 | (360,000) |
| Interest expenditures | 18,562 | 37,125 | (18,563) |
| Total expenditures | 18,562 | 397,135 | (378,573) |
| **Net Change in Fund Balance** | 330,998 | (22,511) | (353,509) |
| **Fund Balance, Beginning** | 76,448 | 76,448 | - |
| **Fund Balance, Ending** | $ 407,446 | $ 53,937 | $ (353,509) |

## *TREUTLEN COUNTY, GEORGIA*

*EXHIBIT 29*

*BUDGETARY COMPARISON – T SPLOST FUND*
*FOR THE YEAR ENDED JUNE 30, 2014*

| | Original and Final Budgeted Amounts | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|
| **Revenues:** | | | |
| Sales tax revenues | $ 156,000 | $ 154,995 | $ (1,005) |
| Interest income | 240 | 576 | 336 |
| Total revenues | 156,240 | 155,571 | (669) |
| **Expenditures -** | | | |
| Road expenditures | 156,240 | 8,000 | 148,240 |
| **Net Change in Fund Balance** | - | 147,571 | 147,571 |
| **Fund Balance, Beginning** | 75,815 | 75,815 | - |
| **Fund Balance, Ending** | $ 75,815 | $ 223,386 | $ 147,571 |

## *TREUTLEN COUNTY, GEORGIA*

*EXHIBIT 30*

*BUDGETARY COMPARISON – LMIG FUND*
*FOR THE YEAR ENDED JUNE 30, 2014*

| | Original Budgeted Amount | Final Budgeted Amount | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| **Revenues -** | | | | |
| Intergovernmental revenues | $ 197,056 | $ 414,665 | $ 414,665 | $ - |
| **Expenditures -** | | | | |
| Road expenditures | 197,056 | 414,665 | 414,665 | - |
| **Net Change in Fund Balance** | - | - | - | - |
| **Fund Balance, Beginning** | - | - | - | - |
| **Fund Balance, Ending** | $ - | $ - | $ - | $ - |

## *TREUTLEN COUNTY, GEORGIA*

*EXHIBIT 31*

*BUDGETARY COMPARISON – 2006 SPLOST FUND*
*FOR THE YEAR ENDED JUNE 30, 2014*

| | Original and Final Budgeted Amounts | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|
| **Revenues:** | | | |
| Sales tax revenues | $ - | $ - | $ - |
| Interest income | 2,482 | 668 | (1,814) |
| Total revenues | 2,482 | 668 | (1,814) |
| **Expenditures:** | | | |
| Supplies | - | 5,542 | (5,542) |
| Road repairs | 15,448 | - | 15,448 |
| Capital outlay | 32,054 | 82,583 | (50,529) |
| Debt service - | | | |
| Principal payments | - | 232,213 | (232,213) |
| Total expenditures | 47,502 | 320,338 | (272,836) |
| **Net Change in Fund Balance** | (45,020) | (319,670) | (274,650) |
| **Fund Balance, Beginning** | 319,670 | 319,670 | - |
| **Fund Balance, Ending** | $ 274,650 | $ - | $ (274,650) |

## *TREUTLEN COUNTY, GEORGIA*

*EXHIBIT 32*

*BUDGETARY COMPARISON – LOAN RESERVE - JAIL*
*FOR THE YEAR ENDED JUNE 30, 2014*

| | Original and Final Budgeted Amounts | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|
| **Revenue -** | | | |
| Interest income | $ - | $ 63 | $ 63 |
| **Expenditure** | - | - | - |
| **Excess of Revenue Over Expenditure** | - | 63 | 63 |
| **Other Financing Use -** | | | |
| Transfer out | - | (21,797) | (21,797) |
| **Net Change in Fund Balance** | - | (21,734) | (21,734) |
| **Fund Balance, Beginning** | 21,734 | 21,734 | - |
| **Fund Balance, Ending** | $ 21,734 | $ - | $ (21,734) |

## *TREUTLEN COUNTY, GEORGIA*

*EXHIBIT 33*

*BUDGETARY COMPARISON – LOAN RESERVE - VEHICLE*
*FOR THE YEAR ENDED JUNE 30, 2014*

| | Original and Final Budgeted Amounts | Actual Amounts | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|
| **Revenue -** | | | |
| Interest income | $ - | $ 9 | $ 9 |
| **Expenditure** | - | - | - |
| **Excess of Revenue Over Expenditure** | - | 9 | 9 |
| **Other Financing Use -** | | | |
| Transfer out | - | (3,033) | (3,033) |
| **Net Change in Fund Balance** | - | (3,024) | (3,024) |
| **Fund Balance, Beginning** | 3,024 | 3,024 | - |
| **Fund Balance, Ending** | $ 3,024 | $ - | $ (3,024) |

# *Agency Funds*

## *TREUTLEN COUNTY, GEORGIA*

*EXHIBIT 34*

*AGENCY FUNDS*
*COMBINING STATEMENT OF FIDUCIARY NET POSITION*
*FOR THE YEAR ENDED JUNE 30, 2014*

| | Tax Commissioner's Office | Clerk of Superior Court | Probate Court | Clerk of Magistrate Court | Sheriff's Office | Total Agency Funds |
|---|---|---|---|---|---|---|
| **Asset -** | | | | | | |
| Cash | $ 918 | $ 104,360 | $ 535 | $ 1,694 | $ - | $ 107,507 |
| **Liability -** | | | | | | |
| Other liabilities | $ 918 | $ 104,360 | $ 535 | $ 1,694 | $ - | $ 107,507 |

# TREUTLEN COUNTY, GEORGIA

EXHIBIT 35

## AGENCY FUNDS
## COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
## FOR THE YEAR ENDED JUNE 30, 2014

| | Balance July 1, 2013 | Increases | Decreases | Balance June 30, 2014 |
|---|---|---|---|---|
| **TAX COMMISSIONER** | | | | |
| **Asset -** | | | | |
| Cash | $ 73,492 | $ 4,104,627 | $ 4,177,201 | $ 918 |
| **Liability -** | | | | |
| Other liabilities | $ 73,492 | $ 4,104,627 | $ 4,177,201 | $ 918 |
| **CLERK OF SUPERIOR COURT** | | | | |
| **Asset -** | | | | |
| Cash | $ 88,426 | $ 1,394,570 | $ 1,378,636 | $ 104,360 |
| **Liability -** | | | | |
| Other liabilities | $ 88,426 | $ 1,394,570 | $ 1,378,636 | $ 104,360 |
| **PROBATE COURT** | | | | |
| **Asset -** | | | | |
| Cash | $ 1,022 | $ 10,133 | $ 10,620 | $ 535 |
| **Liability -** | | | | |
| Other liabilities | $ 1,022 | $ 10,133 | $ 10,620 | $ 535 |
| **CLERK OF MAGISTRATE COURT** | | | | |
| **Asset -** | | | | |
| Cash | $ 2,575 | $ 38,512 | $ 39,393 | $ 1,694 |
| **Liability -** | | | | |
| Other liabilities | $ 2,575 | $ 38,512 | $ 39,393 | $ 1,694 |
| **SHERIFF'S OFFICE** | | | | |
| **Asset -** | | | | |
| Cash | $ - | $ 286,378 | $ 286,378 | $ - |
| **Liability -** | | | | |
| Other liabilities | $ - | $ 286,378 | $ 286,378 | $ - |

# *Other Reports*

TJS Deemer Dana LLP
CERTIFIED PUBLIC ACCOUNTANTS

tjsdd.com

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

To the Board of Commissioners
Treutlen County, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activity, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Treutlen County, Georgia, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Treutlen County, Georgia's basic financial statements and have issued our report thereon dated December 1, 2014. Our report includes a reference to other auditors who audited the financial statements of the Treutlen County Public Health Center and the Treutlen County Development Authority, as described in our report on Treutlen County, Georgia's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

### Internal Control Over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and responses, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency 2014-1, described in the accompanying schedule of findings and responses to be a material weakness.

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118 Park of Commerce Drive
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A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies 2014-2, 2014-3 and 2014-4, described in the accompany schedule of findings and responses to be significant deficiencies.

**Compliance and Other Matters**

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

We noted certain matters that we have reported to management of Treutlen County, Georgia in a separate letter dated December 1, 2014.

**Treutlen County, Georgia's Response to Findings**

Treutlen County, Georgia's response to the findings identified in our audit is described in the accompanying schedule of findings and responses. Treutlen County, Georgia's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

**Purpose of this Report**

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

Very truly yours,

TJS Deemer Dana LLP

December 1, 2014

Dublin, Georgia

## FINDINGS – FINANCIAL STATEMENT AUDIT

### MATERIAL WEAKNESS:

**2014-1 Segregation of Duties**

*Condition:* Due to the limited number of personnel, overlapping of duties exists in the County's operations primarily in the areas of cash receipts and disbursements.

*Criteria:* Internal controls should be in place that provide reasonable assurance that an individual cannot misappropriate funds without being detected during the normal course of business.

*Effect:* This overlapping of duties presents situations where unauthorized use of assets could occur and not be detected within a timely period.

*Recommendation:* The duties of recording, processing and reconciliation of cash accounts should be segregated between employees.

*Response:* We concur with the recommendation. Each elected official is working with the Treutlen County Board of Commissioners to evaluate and determine the most efficient and effective solution to properly segregate duties between recording, processing and reconciliation of cash accounts to provide reasonable assurance that an individual cannot misappropriate funds without being detected during the normal course of business.

### SIGNIFICANT DEFICIENCIES:

**2014-2 Budget**

*Condition:* No budget was adopted for the Law Library Fund and the Sheriff Commissary Fund (special revenue funds) as required by law.

*Criteria:* A balanced legal budget should be formulated and adopted for all Governmental Fund Types including all Special Revenue Funds.

*Effect:* Georgia State Law requires that balanced budgets be adopted for all Governmental Fund Types therefore, the lack of a balanced budget is a violation of State Law.

*Recommendation:* During the budget process for the General Fund, we recommend the County Commissioners verify that revenues equal expenditures to ensure a balanced budget.

*Response:* We concur with the recommendation. A balanced budget will be adopted for these funds for the fiscal year ending 2015.

**2014-3 Budgeting**

*Condition:* As a result of procedures performed, we noted instances whereby actual current operating expenditures of the General Fund, the Drug Abuse Treatment and Education Fund, the Crime Victims Assistance Fund, the Drug Seizure Fund and the Jail Fund exceeded budgeted expenditures.

*Criteria:* A comprehensive review of the budgeting and cash flow process is essential in effectively projecting the cash flow needs and to provide for sufficient funding to operate the County in an efficient and effective manner.

*Effect:* Failure to properly monitor the County's budget could lead to future cash flow problems.

*Recommendation:* The County should continue to monitor the budgeting and cash flow process, so that steps can be taken to project the cash flow needs and to provide for sufficient funding to operate the County in an efficient and effective manner.

*Response:* We concur with the recommendation. We will continue reviewing the budgeting process in order to provide a better monitoring system of the County's cash flows.

**2014-4 Crime Victims Assistance Fund Certification**

*Condition:* As a result of procedures performed, it was noted that the Crime Victim's Assistance Fund's certification status with the Georgia Criminal Justice Coordinating Council had expired.

*Criteria:* All victim's assistance programs in the State of Georgia are to be properly certified by the Georgia Criminal Justice Coordinating Council.

*Effect:* Failure to be properly certified by the State could cause the Fund's expenditures to be disallowed by the State.

*Recommendation:* The County should establish policies and procedures to ensure that the local Crime Victims Assistance program is properly certified in order to remain in compliance with State standards regarding the expenditure of the victims assistance fines collected.

*Response:* We concur with the recommendation. The County is in the process of obtaining the proper certification status for the program.

# *Schedule of Prior Audit Findings*

# *TREUTLEN COUNTY, GEORGIA*

***SCHEDULE OF PRIOR AUDIT FINDINGS***
***YEAR ENDED JUNE 30, 2014***

**MATERIAL WEAKNESS -**

**2013-1 Segregation of Duties**

*Condition:* Due to the limited number of personnel, overlapping of duties exists in the County's operations primarily in the areas of cash receipts and disbursements.

*Recommendation:* The duties of recording, processing and reconciliation of cash accounts should be segregated between employees.

*Current Status:* Each elected official is working with the Treutlen County Board of Commissioners to evaluate and determine the most efficient and effective solution to properly segregate duties between recording, processing and reconciliation of cash accounts to provide reasonable assurance that an individual cannot misappropriate funds without being detected during the normal course of business.

**SIGNIFICANT DEFICIENCIES:**

**2013-2 Budget**

*Condition:* No budget was adopted for the Law Library Fund, the Sheriff Commissary Fund (special revenue funds) and the 2013 SPLOST Fund as required by law.

*Recommendation:* During the budget process for the General Fund, we recommend the County Commissioners verify that revenues equal expenditures to ensure a balanced budget.

*Current Status:* This finding was not completely corrected during the fiscal year ending 2014.

**2013-3 Budgeting**

*Condition:* As a result of procedures performed, we noted instances whereby actual current operating expenditures of the General Fund, the 2013 SPLOST Fund and the 2013 SPLOST Construction Fund exceeded budgeted expenditures.

*Recommendation:* The County should continue to monitor the budgeting and cash flow process, so that steps can be taken to project the cash flow needs and to provide for sufficient funding to operate the County in an efficient and effective manner.

*Current Status:* This finding was not corrected during the fiscal year ending 2014.

# *Other Information*

# TREUTLEN COUNTY, GEORGIA

EXHIBIT 36

## SCHEDULE OF EXPENDITURES OF 2013 SPECIAL PURPOSE LOCAL OPTION SALES TAX
## YEAR ENDED JUNE 30, 2014

| Project Description Per SPLOST Referendum | Estimated Cost Original | Estimated Cost Current | Expenditures Prior Years | Expenditures Current Year | Expenditures Total |
|---|---|---|---|---|---|
| **Capital projects** | | | | | |
| Various public works and public safety projects | $ 1,101,335 | $ - | $ - | $ 10 | $ 10 |
| Debt service | 2,398,665 | - | 80,413 | 397,125 | 477,538 |
| | $ 3,500,000 | $ - | $ 80,413 | $ 397,135 | $ 477,548 |

# TREUTLEN COUNTY, GEORGIA

EXHIBIT 37

## SCHEDULE OF EXPENDITURES OF 2006 SPECIAL PURPOSE LOCAL OPTION SALES TAX
## YEAR ENDED JUNE 30, 2014

| Project Description Per SPLOST Referendum | Estimated Cost Original | Estimated Cost Current | Expenditures Prior Years | Expenditures Current Year | Total |
|---|---|---|---|---|---|
| **Capital projects** | | | | | |
| Courthouse roof replacement | $ 350,000 | $ 454,876 | $ 454,876 | $ - | $ 454,876 |
| Jail construction | 1,550,000 | 1,550,000 | 1,501,318 | - | 1,501,318 |
| Roads and bridges | - | 15,448 | 15,448 | 88,125 | 103,573 |
| Debt service | - | 2,015,000 | 2,014,803 | 232,213 | 2,247,016 |
| | $ 1,900,000 | $ 4,035,324 | $ 3,986,445 | $ 320,338 | $ 4,306,783 |