TREUTLEN COUNTY, GEORGIA

ANNUAL FINANACIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2016

TREUTLEN COUNTY, GEORGIA

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2016

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, 2016

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Financial Section

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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, 2016, 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 16 percent, respectively, of total assets at June 30, 2016, 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, 2016, 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 Schedule – General Fund, Schedule of the Net Pension Liability – ACCG Pension Plan for Treutlen County Employees, Schedule of Contributions – ACCG Pension Plan for Treutlen County Employees 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.

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 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 and the Schedule of Expenditures of 2013 Special Purpose Local Option Sales Tax 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 and the Schedule of Expenditures of 2013 Special Purpose Local Option Sales Tax are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 15, 2016 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,



November 15, 2016

Dublin, Georgia

Basic Financial Statements

TREUTLEN COUNTY, GEORGIA

EXHIBIT 1

STATEMENT OF NET POSITION
AS OF JUNE 30, 2016

	Primary Government			Component Units		
	Governmental Activities	Business-type Activities	Total	Treutlen County Development Authority	Treutlen County Public Health Center	Total
Assets						
Cash and cash equivalents	$ 2,387,916	$ 4,376	$ 2,392,292	$ 117,563	$ 230,316	$ 2,740,171
Certificate of deposit	355,826	-	355,826	-	-	355,826
Receivables, net of allowances for uncollectibles:						-
Taxes	102,339	-	102,339	-	-	102,339
Accounts	32,444	-	32,444	800	-	33,244
Intergovernmental	597,455	-	597,455	-	27,894	625,349
Prepaid expenses	112,013	-	112,013	-	-	112,013
Other asset	-	-	-	100	-	100
Capital assets:						
Land and other non-depreciable assets	320,305	16,957	337,262	275,698	-	612,960
Other capital assets, net of depreciation	5,526,149	5,542	5,531,691	1,519,904	497	7,052,092
Total assets	9,434,447	26,875	9,461,322	1,914,065	258,707	11,634,094
Deferred Outflows of Resources						
Pension Expense	51,971	-	51,971	-	34,834	86,805
Total Deferred outflows of resources	51,971	-	51,971	-	34,834	86,805
Total assets and deferred outflows of resources	9,486,418	26,875	9,513,293	1,914,065	293,541	11,720,899
Liabilities						
Accounts payable	582,284	-	582,284	-	-	582,284
Intergovernmental payable	-	-	-	-	3,218	3,218
Accrued expenses	52,132	-	52,132	1,570	-	53,702
Compensated absences payable - current	12,401	-	12,401	-	1,877	14,278
Long-term obligations:						
Compensated absences payable - noncurrent	12,400	-	12,400	-	-	12,400
Proportionate share of collective net pension liability	342,578	-	342,578	-	195,075	537,653
Due within one year	-	14,500	14,500	114,916	-	129,416
Due in more than one year	1,155,000	168,316	1,323,316	718,814	7,510	2,049,640
Total liabilities	2,156,795	182,816	2,339,611	835,300	207,680	3,382,591
Deferred Inflows of Resources	-	-	-	7,532	18,343	25,875
Net Position						
Net investment in capital assets	4,691,454	22,499	4,713,953	961,872	497	5,676,322
Restricted for:						
Public safety	124,817	-	124,817	-	-	124,817
Debt service	44,314	-	44,314	-	-	44,314
Public health center	-	-	-	-	41,713	41,713
Special programs	853,063	-	853,063	-	-	853,063
Unrestricted	1,615,975	(178,440)	1,437,535	109,361	25,308	1,572,204
Total Net Position	$ 7,329,623	$ (155,941)	$ 7,173,682	$ 1,071,233	$ 67,518	$ 8,312,433

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, 2016

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	Primary Government: Business-type Activities	Primary Government: Total	Component Units: Treutlen County Development Authority	Component Units: Treutlen County Public Health Center
Primary Government									
Governmental Activities:									
General government	$ 1,153,937	$ 245,267	$ -	$ -	$ (908,670)	$ -	$ (908,670)	$ -	$ -
Public works	551,158	-	220,944	-	(330,214)	-	(330,214)	-	-
Public safety	1,599,658	428,432	46,767	801	(1,123,658)	-	(1,123,658)	-	-
Judicial	627,056	1,042,664	104,414	-	520,022	-	520,022	-	-
Conservation of natural resources	191,269	-	138,657	-	(52,612)	-	(52,612)	-	-
Health and welfare	201,104	-	-	-	(201,104)	-	(201,104)	-	-
Road Expenditures	978,446				(978,446)		(978,446)		
Intergovernmental payments to other governments or agencies	40,000	-	-	-	(40,000)	-	(40,000)	-	-
Interest on long-term debt	28,817	-	-	-	(28,817)	-	(28,817)	-	-
Total governmental activities	5,371,445	1,716,363	510,782	801	(3,143,499)	-	(3,143,499)	-	-
Business-type activities -									
Solid waste management	18,789	-	17,909	-	-	(880)	(880)	-	-
Total business-type activities	18,789	-	17,909	-	-	(880)	(880)	-	-
Total primary government	$ 5,390,234	$ 1,716,363	$ 528,691	$ 801	(3,143,499)	(880)	(3,144,379)	-	-
Component Units									
Treutlen County Development Authority	$ 154,257	$ -	$ -	$ -	-	-	-	(154,257)	-
Treutlen County Public Health Center	308,989	94,556	234,025	-	-	-	-	-	19,592
Total component units	$ 463,246	$ 94,556	$ 234,025	$ -	-	-	-	(154,257)	19,592
General revenues:									
Property taxes					1,367,662	-	1,367,662	-	-
Local option sales tax					209,241	-	209,241	-	-
Other taxes					1,659,355	-	1,659,355	-	-
Unrestricted investment earnings					8,867	12	8,879	-	-
Intra/inter agency					-	-	-	-	16,572
Intergovernmental					-	-	-	40,000	-
Rental income					-	-	-	90,390	-
Other local funds					-	-	-	-	600
Miscellaneous					13,705	-	13,705	800	-
Gain (Loss) on disposal of capital assets					(67,011)	-	(67,011)	21,921	-
Total general revenues and transfers					3,191,819	12	3,191,831	153,111	17,172
Change in net position					48,320	(868)	47,452	(1,146)	36,764
Net position-beginning					7,307,053	(155,073)	7,151,980	1,072,379	30,754
Prior period adjustment - correction of an error					(25,750)	-	(25,750)	-	-
Net position-beginning, as restated					7,281,303	(155,073)	7,126,230	1,072,379	30,754
Net position-ending					$ 7,329,623	$ (155,941)	$ 7,173,682	$ 1,071,233	$ 67,518

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, 2016

	General	T SPLOST	LMIG	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	$ 1,328,744	$ 493,443	$ 31,127	$ 534,602	$ 2,387,916
Certificate of deposit	355,826	-	-	-	355,826
Receivables, net of allowances for uncollectibles:					
Taxes	102,339	-	-	-	102,339
Accounts	14,934	-	-	17,510	32,444
Intergovernmental	45,925	13,634	505,610	32,286	597,455
Interfund receivable	22,565	505,610	-	-	528,175
Prepaid expenditures	112,013	-	-	-	112,013
Total Assets	$ 1,982,346	$ 1,012,687	$ 536,737	$ 584,398	$ 4,116,168
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$ 53,126	529,158	-	$ -	$ 582,284
Interfund payable	-	-	505,610	22,565	528,175
Accrued expenses	48,292	-	-	3,840	52,132
Total liabilities	101,418	529,158	505,610	26,405	1,162,591
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenues	94,701	-	-	-	94,701
Total Liabilities and Deferred Inflows of Resources	196,119	529,158	505,610	26,405	1,257,292
Fund Balances:					
Nonspendable for prepaid expenditures	112,013	-	-	-	112,013
Restricted for:					
Public safety	-	-	-	124,817	124,817
Public works					
Other purposes	-	483,529	31,127	338,407	853,063
Debt Service	-	-	-	44,314	44,314
Assigned to:					
Social services	-	-	-	47,515	47,515
Public safety	-	-	-	2,940	2,940
Subsequent year's budget: appropriation of fund balance	649,150	-	-	-	649,150
Unassigned	1,025,064	-	-	-	1,025,064
Total fund balances	1,786,227	483,529	31,127	557,993	2,858,876
Total Liabilities and Fund Balances	$ 1,982,346	$ 1,012,687	$ 536,737	$ 584,398	$ 4,116,168

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, 2016

Fund balance - total governmental funds	$	2,858,876
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		5,846,454
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.		94,701
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:		
Bonds payable		(1,155,000)
Net Pension liability		(342,578)
Net deferred inflows(outflows) - pension expense		51,971
Compensated absences		(24,801)
Net position of governmental activities	$	7,329,623

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, 2016

	General	T SPLOST	LMIG	Other Governmental Funds	Total Governmental Funds
Revenues:					
Taxes	$ 2,166,577	$ 680,414	$ -	$ 380,265	$ 3,227,256
Fines and forfeitures	944,107	-	-	177,602	1,121,709
Intergovernmental revenues	204,424	-	220,944	85,414	510,782
Charges for services	380,908	-	-	213,746	594,654
Interest income	6,020	1,652	58	1,938	9,668
Other revenues	2,418	-	-	11,287	13,705
Total revenues	3,704,454	682,066	221,002	870,252	5,477,774
Expenditures:					
Current:					
General government	951,740	-	-	-	951,740
Public safety	1,039,305	-	-	404,721	1,444,026
Judicial	518,377	-	-	56,363	574,740
Public works	421,272	-	-	62,727	483,999
Conservation of Natural Resources	178,508	-	-	-	178,508
Health and welfare	188,121	-	-	-	188,121
Road expenditures	-	571,991	406,455	-	978,446
Payments to other governments	40,000	-	-	-	40,000
Debt Service:					
Principal payments	2,717	-	-	511,900	514,617
Interest payments	10	-	-	28,807	28,817
Total expenditures	3,340,050	571,991	406,455	1,064,518	5,383,014
Excess (Deficiency) of Revenues Over (Under) Expenditures	364,404	110,075	(185,453)	(194,266)	94,760
Other Financing Source (Use):					
Transfers in	34,413	-	-	85,431	119,844
Transfers out	(77,931)	-	-	(41,913)	(119,844)
Total other financing source (use)	(43,518)	-	-	43,518	-
Net change in fund balances	320,886	110,075	(185,453)	(150,748)	94,760
Fund balances - beginning	1,465,341	373,454	216,580	708,741	2,764,116
Fund balances - ending	$ 1,786,227	$ 483,529	$ 31,127	$ 557,993	$ 2,858,876

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, 2016

Net change in fund balances - total governmental funds	$ 94,760
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.	179,307
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.	(417,862)
In the Statement of Activities, only the loss on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the cost of the assets disposed of.	(67,011)
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	8,663
Net pension liability is not available during the current period and therefore is not reported in the funds.	
End of year	(342,578)
Beginning of year	79,187
Contributions made after pension measurement date are reported in deferred outflows.	
End of year	51,971
Beginning of year	(61,736)
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 Position	514,617
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	9,002
Change in net position of governmental activities	$ 48,320

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, 2016

	Enterprise Fund Treutlen - Wheeler Solid Waste Management District Sanitary Landfill
ASSETS:	
Current Assets:	
Cash	$ 4,376
Total current assets	4,376
Capital Assets	
Land and other non-depreciable assets	16,957
Other capital assets, net of depreciation	5,542
Total capital assets	22,499
Total Assets	26,875
LIABILITIES:	
Current Liabilities:	
Post-closure care costs - current portion	14,500
Total current liabilities	14,500
Non-current Liability -	
Long-Term Debt - estimated liability for landfill closure and post-closure care costs	168,316
Total liabilities	182,816
NET POSITION:	
Investment in capital assets	22,499
Unrestricted	(178,440)
Total Net Positon	$ (155,941)

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, 2016

	Enterprise Fund Treutlen - Wheeler Solid Waste Management District Sanitary Landfill
Operating Revenue	$ 17,909
Operating Expenses:	
Professional services	3,000
Depreciation Expense	1,400
Provision for post-closure costs	14,389
Total operating expenses	18,789
Operating income	(880)
Non-operating Revenue -	
Interest income	12
Change in Net Position	(868)
Total Net Position, Beginning	(155,073)
Total Net Postion, Ending	$ (155,941)

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, 2016

	Enterprise Fund Treutlen - Wheeler Solid Waste Management District Sanitary Landfill
Cash Flows from Operating Activities:	
Cash receipts from other governments	$ 17,909
Cash payments to others	(3,273)
Cash payments for accrued post-closure costs	(14,389)
Net cash provided by operating activities	247
Cash Flows from Investing Activities -	
Interest income	12
Net increase in cash and cash equivalents	259
Cash Balance, Beginning of year	4,117
Cash Balance - End of year	$ 4,376
Reconciliation of change in net position to net cash provided by operating activities:	
Operating income	$ (880)
Adjustments to reconcile change in net position to net cash provided by operating activities:	
Depreciation expense	1,400
Net change in assets and liabilities attributable to operations:	
Interfund receivable	565
Due from other governments	745
Accounts payable	(1,583)
Net cash provided by operating activities	$ 247

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, 2016

	Agency Funds
ASSET -	
Cash	$ 130,558
LIABILITY -	
Other liabilities	$ 130,558

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, 2016, the Authority received $40,000 from the Treutlen County general fund. At June 30, 2016, 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, 2016, the Center received participating and non-participating revenue of $12,327 and $67,673 respectively, from the Treutlen County general fund. At June 30, 2016, 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 2016, the County had expenditures in the amount of $412 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 *LMIG* accounts for the accumulation of LMIG revenues and the related capital expenditures.

The *TSPLOST Capital Project Fund* accounts for the accumulation of TSPLOST revenues and the related capital expenditures.

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 Fund is used by Treutlen County, Georgia: 2013 SPLOST Construction Fund.

The *Debt Service Funds* account for specific revenue sources that are legally restricted to expenditure for debt service. The following Debt Service Fund is used by Treutlen County, Georgia: 2013 SPLOST Fund.

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 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 20 percent of outstanding property taxes at June 30, 2016. 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 $5,000 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 $28,817. 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
Improvements other than land	10-39

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 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. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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, 2016, a budget was not adopted for the Sheriff Commissary Fund.

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Investments – The Government owns no investments as of June 30, 2016.

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, 2016, 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 2016 collected during the current year and within 60 days of year-end has been recognized as revenue.

Property taxes receivable at June 30, 2016, is composed of the following:

Year of Levy:	
2015	$ 113,710
2014	64,700
2013	25,130
2012	4,638
2011	3,729
Prior to 2011	11,546
Total	223,453
Less - allowance for uncollectible	121,114
Net receivable	$ 102,339

C. Accounts Receivable

Primary Government

Receivables at June 30, 2016 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	T SPLOST	LMIG	Other Governmental Funds	Total
Receivables:					
Taxes	$ 223,453	$ -	$ -	$ -	$ 223,453
Accounts	14,934	-	-	17,510	32,444
Intergovernmental	45,925	13,634	505,610	32,286	597,455
Gross receivables	284,312	13,634	505,610	49,796	853,352
Less: allowance for uncollectibles	(121,114)	-	-	-	(121,114)
Net total receivables	$ 163,198	$ 13,634	$ 505,610	$ 49,796	$ 732,238

Discretely Presented Component Units

Receivables of the Treutlen County Development Authority and Treutlen County Public Health Center as of June 30, 2016 are as follows:

	Development Authority	Public Health Center	Total
Receivables:			
Accounts	$ 800	$ -	$ 800
Intergovernmental	-	27,894	27,894
Gross receivables	800	27,894	28,694
Less - allowance for Uncollectibles	-	-	-
Net total receivables	$ 800	$ 27,894	$ 28,694

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:

Grant drawdowns not yet available	$ -
Resources billed, but not yet received	$ 94,701

D. Capital Assets

Primary Government

Capital asset activity for the year ended June 30, 2016 was as follows:

	Primary Government			
	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets not being depreciated -				
Land	$ 328,574	$ -	$ 8,269	$ 320,305
Total capital assets not being depreciated	328,574	-	8,269	320,305
Other capital assets:				
Improvements other than land	1,439,973	-	1,900	1,438,073
Buildings and other improvements	6,068,349	-	50,473	6,017,876
Equipment	4,224,687	179,307	564,768	3,839,226
Total other capital assets	11,733,009	179,307	617,141	11,295,175
Less accumulated depreciation for:				
Improvements other than land	608,491	51,355	1,900	657,946
Buildings and other improvements	1,876,197	153,199	23,222	2,006,174
Equipment	3,424,875	213,308	533,277	3,104,906
Total accumulated depreciation	5,909,563	417,862	558,399	5,769,026
Other capital assets, net	5,823,446	(238,555)	58,742	5,526,149
Governmental activities capital assets, net	$ 6,152,020	$ (238,555)	$ 67,011	$ 5,846,454
Business-type activities				
Capital assets not being depreciated:				
Land	$ 16,957	$ -	$ -	$ 16,957
Total capital assets not being depreciated	16,957	-	-	16,957
Other capital assets:				
Equipment	7,000	-	-	$ 7,000
Total other capital assets	7,000	-	-	7,000
Less accumulated depreciation for:				
Equipment	1,000	1,400	-	2,400
Total accumulated depreciation	1,000	1,400	-	2,400
Other capital assets, net	6,000	(1,400)	-	4,600
Business-type activities capital assets, net	$ 22,957	$ (1,400)	$ -	$ 21,557

D. Capital Assets (Continued)

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

Governmental activities:	
General government	$ 134,953
Judicial	40,154
Public safety	190,320
Public works	52,435
Total governmental activities depreciation expense	$ 417,862
Business-type activities:	
Solid waste management	$ 1,400

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, 2016 was as follows:

	Discretely Presented Component Units			
	Beginning Balance	Increases	Decreases	Ending Balance
Treutlen County Development Authority				
Capital assets not being depreciated:				
Land	$ 275,698	$ -	$ -	$ 275,698
Construction in progress	98,079	-	98,079	-
Total capital assets not being depreciated	373,777	-	98,079	275,698
Other capital asset -				
Equipment and buildings	1,709,085	-	-	1,709,085
Less accumulated depreciation for:				
Equipment and buildings	(143,978)	(45,203)	-	(189,181)
Other capital assets:	1,565,107	(45,203)	-	1,519,904
Capital assets, net	$ 1,938,884	$ (45,203)	$ 98,079	$ 1,795,602
Treutlen County Public Health Center				
Other capital assets -				
Furniture, fixtures and equipment	$ 36,137	$ 405	$ (32,647)	$ 3,895
Less accumulated depreciation	(35,907)	(138)	32,647	(3,398)
Other capital assets, net	230	267	-	497
Capital assets, net	$ 230	$ 267	$ -	$ 497

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, 2016, the composition of interfund balances, were as follows:

	Interfund Receivable	Interfund Payable
Major Funds:		
General Fund	$ 22,565	$ -
T SPLOST	505,610	-
LMIG	-	505,610
Non-major Funds:		
Crime Victims Assistance	-	586
Emergency 911 Fund	-	4,538
2013 SPLOST	-	17,441
	$ 528,175	$ 528,175

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 transfers is as follows:

	Transfers Out	Transfers In
General Fund	$ 77,931	$ 34,413
DATE	7,500	7,500
Jail Fund	41,913	7,500
Emergency 911 Fund	-	77,931
Total interfund transfers	$ 127,344	$ 127,344

F. Due from Other Governments

Amounts due from other governmental entities at June 30, 2016 are as follows:

	Federal	State	Other	Total
General Fund	$ -	$ 45,925	$ -	$ 45,925
LMIG	-	505,610	-	505,610
2013 SPLOST Fund	-	32,286	-	32,286
T SPLOST Fund	-	13,634	-	13,634
Total	$ -	$ 597,455	$ -	$ 597,455

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	Amount
General government	1.65%	$ 1,155,000

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending June 30	Principal	Interest
2017	$ -	$ 9,529
2018	380,000	15,922
2019	385,000	9,611
2020	390,000	3,218
	$ 1,155,000	$ 38,280

* July 1, 2016 payment paid in June 2016.

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) proceeds, which was passed by voters on November 6, 2012. The SPLOST will cease to exist on December 31, 2018.

G. Long - Term Debt (Continued)

Changes in Long-term Liabilities

Long-term liability activity for the year ended June 30, 2016 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	$ 1,525,000	$ -	$ 370,000	$ 1,155,000	$ -	$ 1,155,000
Construction loan	141,900	-	141,900	-	-	-
Capital asset purchase loan	2,717	-	2,717	-	-	-
Net pension liability	79,187	346,175	82,784	342,578	-	342,578
Compensated absences payable	33,464	-	8,663	24,801	12,401	12,400
Total Governmental Activities	$ 1,782,268	$ 346,175	$ 606,064	$ 1,522,379	$ 12,401	$ 1,509,978
Business-Type Activities						
Accrued landfill closure and postclosure care costs	$ 182,816	$ -	$ -	$ 182,816	$ 14,500	$ 168,316
Total Business-Type Activities	$ 182,816	$ -	$ -	$ 182,816	$ 14,500	$ 168,316
Discretely Presented Component Units						
Treutlen County Development Authority						
General obligation notes payable	$ 982,608	$ -	$ 148,878	$ 833,730	$ 114,916	$ 718,814
Total Development Authority	$ 982,608	$ -	$ 148,878	$ 833,730	$ 114,916	$ 718,814
Treutlen County Public Health Center						
Net pension liability	$ 172,903	$ 51,266	$ 29,094	$ 195,075	$ -	$ 195,075
Compensated absences payable	14,041	-	4,654	9,387	1,877	7,510
Total Public Health Center	$ 14,041	$ -	$ 4,654	$ 9,387	$ 1,877	$ 7,510

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, 2016:

	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.	$ 752,558	$ 33,744	$ 718,814
Note Payable - Bank of Soperton, assignment and deed to secure land in 130.16 acres Highway 29, Soperton, Georgia. Payable in one payment of $84,418.88, interest at 4.0%. Maturity date 1/16/17.	81,172	81,172	-
Total	$ 833,730	$ 114,916	$ 718,814

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, 2016, the five-year maturity schedule of these notes payable is as follows:

Year Ending June 30	Principal	Interest
2017	$ 114,916	$ 36,311
2018	35,294	31,515
2019	36,916	29,892
2020	38,612	28,196
2021	40,386	26,422
2022-2026	231,522	102,518
2027-2031	289,818	44,222
2032	46,266	743
	$ 833,730	$ 299,819

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, 2016.

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 $182,816 at June 30, 2016. Of this amount, $14,500 represented costs expected to be incurred during the year ended June 30, 2016. 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, 191 Peachtree Street NE, Suite 700, Atlanta, Georgia 30303.

   The County's payroll for employees participating in the Plan as of January 1, 2016, (the most recent actuarial valuation date) was $968,101 (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, 2015, the date of the latest actuarial valuation:

Retirees and beneficiaries currently receiving benefits	15
Terminated plan members entitled to but not yet receiving benefits	6
Disabled in Pay Status	2
Active employees participating in the Plan	43
Total	66

   ***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. Net Pension Liability

The County's net pension liability was measured as of December 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2015.

The total pension liability as of the January 1, 2015 valuation was determined by an actuarial valuation using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation..... ....3%
Salary Increases... .... ……2.5%-5% based on age
Investment Rate of return... ....7.5%

Mortality rates were based on the RP-2000 Combined Mortality Table.

The Trustees shall rebalance the portfolio at least annually for asset allocation purposes. The guidelines for allocation are: equities shall not exceed 70% of total Plan assets, valued at cost. Fixed Income shall be targeted at 30% of total Plan assets, valued at cost.

The Trustees' guidelines for asset allocation are as follows:

	Target Allocation	Range
Fixed Income:	30%	25% - 35%
Equities:	70%	65% - 75%
Large Cap	30%	25% - 35%
Mid Cap	5%	2.5% - 10%
Small Cap	5%	2.5% - 10%
REIT	5%	2.5% - 10%
International	15%	10% - 20%
Multi Cap	5%	2.5% - 10%
Global Allocation	5%	2.5% - 10%

Change in the Net Pension Liability:

	Total Pension Liability	Fiduciary Net Position	Net Pension Liability
Balance at June 30, 2015	$ 929,973	$ 850,786	$ 79,187
Changes for the year:			
Service Cost	32,753	-	32,753
Interest	66,935	-	66,935
Liability experience (gain)/loss	194,520	-	194,520
Assumption Change	38,137	-	38,137
Employer Contributions	-	56,971	(56,971)
Employee Contributions	-	20,057	(20,057)
Net Investment Income	-	5,756	(5,756)
Benefit Payments	(75,022)	(75,022)	-
Administrative Expense	-	(8,050)	8,050
Other Changes	-	(5,780)	5,780
Net Changes	257,323	(6,068)	263,391
Balance at June 30, 2016	$ 1,187,296	$ 844,718	$ 342,578

The following presents the County's net pension liability calculated using the discount rate of 7.5%, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate the is 1-percentage –point lower (6.5%) or 1-percentage-point higher (8.5%) that the current rate:

	6.50%	7.50%	8.50%
Total Pension Liability	$ 1,344,866	$ 1,187,296	$ 1,056,113
Fiduciary Net Position	844,718	844,718	844,718
Net Pension Liability	$ 500,148	$ 342,578	$ 211,395

Detailed information about the pension plan's fiduciary net pension is available in separately issued financial report. That report may be obtained by writing to Treutlen County Board of Commissioners, 1830 Martin Luther King Jr. Drive, Soperton, Georgia 30457.

e. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2016, the County recognized pension expense of $121,002. At June 30, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	$ -
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	-
Changes in proportion and difference between County contributions and proportionate share of contributions	-	-
County contributions subsequent to the measurement date	51,971	-
Total:	$ 51,971	$ -

County contributions of $51,971 subsequent to the measurement date are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year June 30, 2017.

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 seventeen county Middle 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, 2016 to impair the County's financial position.

G. Prior Period Adjustment

The County determined an error of $25,750 was made during the prior year resulting in an overstatement of ending Net Position on the Statement of Activities as of June 30, 2015. The error was the result of an overstatement in Capital Assets, Post employment benefits, and Compensated absences. This correction has been made as an adjustment to the beginning Net Position on the Statement of Activities as of June 30, 2016. The error had no effect on the other financial statements.

H. Subsequent Events

The County performed an evaluation of subsequent events through November 15, 2016, 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

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REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget -
	Original	Final	Amounts	Positive (Negative)
Revenues:				
Taxes Revenues:				
General property taxes and public utilities	$ 1,252,000	$ 1,252,000	$ 1,298,299	$ 46,299
Timber taxes	62,000	62,000	60,361	(1,639)
Intangible taxes	10,000	10,000	11,926	1,926
Vehicle taxes	250,000	250,000	237,145	(12,855)
Mobile home taxes	10,000	10,000	20,027	10,027
Beer tax	17,000	17,000	18,259	1,259
Local option sales tax	235,000	235,000	209,241	(25,759)
Insurance premium tax	195,000	195,000	198,021	3,021
Other tax	105,100	105,100	113,298	8,198
Total taxes revenues	2,136,100	2,136,100	2,166,577	30,477
Fines and Forfeitures:				
Superior Court fines	45,000	45,000	56,171	11,171
State Court fines	797,000	797,000	877,966	80,966
Magistrate Court fines	6,000	6,000	9,344	3,344
Juvenile Court fines	3,200	3,200	626	(2,574)
Total fines and forefeitures	851,200	851,200	944,107	92,907
Intergovernmental Revenues:				
Public transportation	-	-	-	-
Other grants:				
Bomb dog grant	1,500	1,500	4,329	2,829
Heart of Georgia Area on Aging	45,000	45,000	42,438	(2,562)
EMA grant	5,000	5,000	19,000	14,000
Other grants	100,000	100,000	138,657	38,657
Total intergovernmental revenues	151,500	151,500	204,424	52,924

TREUTLEN COUNTY, GEORGIA

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REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget -
	Original	Final	Amounts	Positive (Negative)
Charges for Services:				
Public safety:				
Miscellaneous reimbursements	56,000	56,000	100,142	44,142
General government:				
Superior Court fees	18,000	18,000	17,114	(886)
Probate Court fees	9,700	9,700	18,385	8,685
Tax Commissioner fees	36,000	36,000	35,702	(298)
Miscellaneous reimbursements	160,900	160,900	209,565	48,665
Total charges for services	280,600	280,600	380,908	100,308
Interest Income	5,000	5,000	6,020	1,020
Other Revenues:				
Senior Center contributions	4,000	4,000	2,189	(1,811)
Welcome Center	1,000	1,000	229	(771)
Total other revenues	5,000	5,000	2,418	(2,582)
Total Revenues	**$ 3,429,400**	**$ 3,429,400**	**$ 3,704,454**	**$ 275,054**

TREUTLEN COUNTY, GEORGIA

EXHIBIT 11
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REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget -
	Original	Final	Amounts	Positive (Negative)
General Government:				
Office of the Commissioners:				
Personal services	412,601	412,601	375,718	$ 36,883
Operating expenditures	274,539	303,039	354,796	(51,757)
Total	687,140	715,640	730,514	(14,874)
Tax Commissioner:				
Personal services	77,297	80,297	79,191	1,106
Operating expenditures	15,300	15,300	16,320	(1,020)
Total	92,597	95,597	95,511	86
Tax Assessor:				
Personal services	59,746	59,746	41,936	17,810
Operating expenditures	39,900	41,800	44,706	(2,906)
Total	99,646	101,546	86,642	14,904
Board of Registrars:				
Personal services	30,680	30,680	28,169	2,511
Operating expenditures	8,550	8,550	10,904	(2,354)
Total	39,230	39,230	39,073	157
Total General Government Expenditures	918,613	952,013	951,740	273
Public Safety:				
Office of Sheriff:				
Personal services	468,496	468,496	440,488	28,008
Operating expenditures	147,625	147,625	160,824	(13,199)
Total	616,121	616,121	601,312	14,809
Jail:				
Personal services	86,536	86,536	74,004	12,532
Operating expenditures	91,983	103,983	116,442	(12,459)
Total	178,519	190,519	190,446	73
Fire Protection:				
Personal services	12,802	12,802	10,230	2,572
Operating expenditures	27,600	27,600	26,146	1,454
Total	40,402	40,402	36,376	4,026
Emergency Management:				
Personal services	4,612	5,612	5,571	41
Operating expenditures	5,525	23,020	22,296	724
Capital outlay	-	-	-	-
Total	10,137	28,632	27,867	765
Coroner:				
Personal services	6,530	6,530	4,364	2,166
Operating expenditures	1,135	1,135	435	700
Total	7,665	7,665	4,799	2,866
Ambulance -				
Operating expenditures	168,736	179,200	178,505	695
Total Public Safety Expenditures	1,021,580	1,062,539	1,039,305	23,234

TREUTLEN COUNTY, GEORGIA

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REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget -
	Original	Final	Amounts	Positive (Negative)
Judicial:				
Office of the Judge of Probate/Magistrate Court:				
Personal services	106,684	106,684	105,105	1,579
Operating expenditures	28,500	39,750	41,271	(1,521)
Total	135,184	146,434	146,376	58
Office of the Clerk of Courts:				
Personal services	87,784	87,784	82,143	5,641
Operating expenditures	13,450	13,450	13,268	182
Total	101,234	101,234	95,411	5,823
Juvenile Court:				
Operating expenditures	13,640	15,140	14,907	233
Superior Court:				
Personal services	12,000	12,000	14,992	(2,992)
Operating expenditures	129,412	129,412	111,485	17,927
Total	141,412	141,412	126,477	14,935
State Court:				
Personal services	92,261	92,261	90,132	2,129
Operating expenditures	44,600	44,600	45,074	(474)
Total	136,861	136,861	135,206	1,655
Total Judicial Expenditures	528,331	541,081	518,377	22,704
Public Works:				
Roads and Bridges:				
Personal services	169,011	169,011	163,493	5,518
Operating expenditures	159,200	159,200	102,730	56,470
Total	328,211	328,211	266,223	61,988
Recycling:				
Personal services	46,263	46,263	48,720	(2,457)
Operating expenditures	94,200	113,200	106,329	6,871
Total	140,463	159,463	155,049	4,414
Total Public Works Expenditures	468,674	487,674	421,272	66,402
Conservation of Natural Resources:				
Agriculture:				
Personal services	104,158	104,158	75,323	28,835
Operating expenditures	56,391	56,391	46,997	9,394
Total	160,549	160,549	122,320	38,229
Tourism:				
Personal services	1,615	3,615	3,189	426
Operating expenditures	1,050	1,050	1,174	(124)
Total	2,665	4,665	4,363	302
Recreation	35,000	35,000	35,000	-
Library	21,800	21,800	16,825	4,975
Total Conservation of Natural Resources Expenditures	220,014	222,014	178,508	43,506

TREUTLEN COUNTY, GEORGIA

EXHIBIT 11
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REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance with Final Budget -
	Original	Final	Amounts	Positive (Negative)
Health and Welfare:				
Public Health	84,128	84,128	84,128	-
Family and Children Services	450	450	412	38
Senior Citizens Center	99,323	103,823	103,581	242
Public Transportation	-	-	-	-
Total Health and Welfare Expenditures	183,901	188,401	188,121	280
Payments to Other Government Agencies:				
Chamber of Commerce	-	-	-	-
Development Authority	40,000	40,000	40,000	-
Total Payments to Other Government Agencies Expenditures	40,000	40,000	40,000	-
Debt Service:				
Principal payments	2,989	2,989	2,717	272
Interest expenditures	86	86	10	76
Total Debt Service	3,075	3,075	2,727	348
Total Expenditures	3,384,188	3,496,797	3,340,050	156,747
Excess of Revenues Over Expenditures	45,212	(67,397)	364,404	431,801
Other Financing Source (Use):				
Transfer in	-	-	34,413	34,413
Transfer out	(77,931)	(77,931)	(77,931)	-
Total Other Financing Source (Use)	(77,931)	(77,931)	(43,518)	34,413
Excess of Revenues and Other Financing Source Over Expenditures and Other Financing Use	(32,719)	(145,328)	320,886	466,214
Fund Balance, Beginning	-	-	1,465,341	(1,465,341)
Fund Balance, Ending	$ (32,719)	$ (145,328)	$ 1,786,227	$ (999,127)

TREUTLEN COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE NET PENSION LIABILITY – ACCG PENSION PLAN FOR TREUTLEN COUNTY EMPLOYEES
FOR THE YEAR ENDED JUNE 30, 2016
"Unaudited"

Schedule of the Net Pension Liability – ACCG Pension Plan for Treutlen County Employees for the year ended June 30, 2015 "Unaudited":

Year ended June 30,	2015	2016
	$ 79,187	$ 342,578
Net Pension Liability		
Covered-employee payroll	995,622	1,078,840
Net pension liabiilty as a percentage of covered payroll	8.0%	31.8%
Plan fiduciary net position as a percentage of the total pension liability	91.5%	71.2%

NOTE: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

TREUTLEN COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS – ACCG PENSION PLAN FOR TREUTLEN COUNTY EMPLOYEES
FOR THE YEAR ENDED JUNE 30, 2016
"Unaudited"

Schedule of Contributions– ACCG Pension Plan for Treutlen County Employees for the year ended June 30, 2015 "Unaudited":

Year ended December 31,		Annual Required Contribution	Percentage Contributed
2009	$	52,391	103.6%
2010		50,901	100.0%
2011		40,756	100.0%
2012		38,863	100.0%
2013		39,610	100.0%
2014		40,619	100.0%
2015		54,107	105.3%

NOTE: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

The following are the actuarial assumptions used in the plan:

Valuation date	January 1, 2015
Actuarial cost method	Projected Unit Credit
Amortization method	Level Percent of Pay (Closed)
Actuarial assumptions*:	
Investment rate of return	7.50% per annum
Projected salary increases	2.5% - 5.0% per annum
Inflation adjustments	3% per annum

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

Other Supplementary Information

Major Governmental Funds

- ***LMIG*** accounts for the accumulation of LMIG revenues and the related road maintenance and improvement expenditures.

- ***TSPLOST Fund*** accounts for the accumulation of TSPLOST revenues and the related specifically identified transportation improvements.

TREUTLEN COUNTY, GEORGIA

EXHIBIT 12

LMIG FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Original Budgeted Amount	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues -				
Intergovernmental revenues	$ -	$ 220,944	$ 220,944	$ -
Interest income	-	-	58	(58)
Total revenues	-	220,944	221,002	(58)
Expenditures -				
Road expenditures	-	407,000	406,455	545
Net Change in Fund Balance	-	(186,056)	(185,453)	(185,453)
Fund Balance, Beginning	216,580	216,580	216,580	-
Fund Balance, Ending	$ 216,580	$ 30,524	$ 31,127	$ (185,453)

TREUTLEN COUNTY, GEORGIA

EXHIBIT 13

TSPLOST FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:				
Sales tax revenues	$ 160,000	$ 674,332	$ 680,414	$ 6,082
Interest income	-	-	1,652	1,652
Total revenues	160,000	674,332	682,066	7,734
Expenditures -				
Road expenditures	160,000	674,332	571,991	102,341
Total Expenditures	160,000	674,332	571,991	102,341
Excess of Revenues Over Expenditures	-	-	110,075	(94,607)
Net Change in Fund Balance	-	-	110,075	110,075
Fund Balance, Beginning	373,454	373,454	373,454	-
Fund Balance, Ending	$ 373,454	$ 373,454	$ 483,529	$ 110,075

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 or jail operations.

- ***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.

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

Debt Service Funds are used to account for specific revenues that are legally restricted to debt service expenditures.

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

TREUTLEN COUNTY, GEORGIA

EXHIBIT 14

COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2016

	Special Revenue	Capital Projects	Debt Service	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	$ 215,865	$ 289,268	$ 29,469	$ 534,602
Accounts receivable	17,510	-	-	17,510
Intergovernmental receivable	-	-	32,286	32,286
Total Assets	$ 233,375	$ 289,268	$ 61,755	$ 584,398
LIABILITIES AND FUND BALANCES				
Liabilities:				
Other liabilities	$ 3,840	$ -	$ -	$ 3,840
Interfund payable	5,124	-	17,441	22,565
Total liabilities	8,964	-	17,441	26,405
Fund Balances:				
Restricted for public safety	124,817	-	-	124,817
Restricted for other purposes	49,139	289,268	-	338,407
Restricted for debt service	-	-	44,314	44,314
Assigned to social services	47,515	-	-	47,515
Assigned to public safety	2,940	-	-	2,940
Total fund balances	224,411	289,268	44,314	557,993
Total Liabilities and Fund Balances	$ 233,375	$ 289,268	$ 61,755	$ 584,398

TREUTLEN COUNTY, GEORGIA

EXHIBIT 15

COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS
JUNE 30, 2016

	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	$ 8,750	$ 44,132	$ 39,191	$ 2,940	$ 61,381	$ 45,683	$ 13,788	$ 215,865
Accounts receivable	954	3,969	-	-	12,587	-	-	17,510
Total Assets	$ 9,704	$ 48,101	$ 39,191	$ 2,940	$ 73,968	$ 45,683	$ 13,788	$ 233,375
LIABILITIES AND FUND BALANCE								
Liabilities:								
Other liabilities	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,840	$ 3,840
Interfund payable	-	586	-	-	4,538	-	-	5,124
Total liabilities	-	586	-	-	4,538	-	3,840	8,964
Fund Balances:								
Restricted for public safety	$ 9,704	$ -	$ -	$ -	$ 69,430	$ 45,683	$ -	$ 124,817
Restricted for other purposes	-	-	39,191	-	-	-	9,948	49,139
Assigned to social services	-	47,515	-	-	-	-	-	47,515
Assigned to public safety	-	-	-	2,940	-	-	-	2,940
Total fund balance	9,704	47,515	39,191	2,940	69,430	45,683	9,948	224,411
Total Liabilities and Fund Balance	$ 9,704	$ 48,101	$ 39,191	$ 2,940	$ 73,968	$ 45,683	$ 13,788	$ 233,375

TREUTLEN COUNTY, GEORGIA

EXHIBIT 16

NON-MAJOR CAPITAL PROJECTS GOVERNMENTAL FUNDS
JUNE 30, 2016

	2013 SPLOST Construction
ASSETS	
Cash and cash equivalents	$ 289,268
LIABILITY AND FUND BALANCES	
FUND BALANCES:	
Restricted for other purposes	289,268
Total fund balances	289,268
Total Liability and Fund Balances	$ 289,268

TREUTLEN COUNTY, GEORGIA

EXHIBIT 17

NON-MAJOR DEBT SERVICE GOVERNMENTAL FUNDS
JUNE 30, 2016

	2013 SPLOST
ASSETS	
Cash and cash equivalents	$ 29,469
Intergovernmental receivable	32,286
Total Assets	$ 61,755
LIABILITY AND FUND BALANCES	
LIABILITY	
Interfund payable	$ 17,441
FUND BALANCES:	
Restricted for debt service	44,314
Total fund balances	44,314
Total Liability and Fund Balances	$ 61,755

TREUTLEN COUNTY, GEORGIA

EXHIBIT 18

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	Special Revenue	Capital Projects	Debt Service	Total Nonmajor Governmental Funds
Revenues:				
Taxes	$ -	$ -	$ 380,265	$ 380,265
Fines and forfeitures	177,602	-	-	177,602
Intergovernmental revenue	85,414	-	-	85,414
Charges for services	213,746	-	-	213,746
Interest income	641	801	496	1,938
Other income	1,000	10,287	-	11,287
Total revenues	478,403	11,088	380,761	870,252
Expenditures:				
Salaries and benefits	248,747	-	-	248,747
Telephone	15,291	-	-	15,291
Dues and fees	450	-	-	450
Travel and training	6,417	-	-	6,417
Supplies	21,723	-	-	21,723
Books	4,721	-	-	4,721
Repairs and maintenance	45,341	13,009	-	58,350
Concession purchases	22,646	-	-	22,646
Inmate meals	36,405	-	-	36,405
Meals	5,780	-	-	5,780
Community grants	9,800	-	-	9,800
Miscellaneous	17,918	-	-	17,918
Debt service:				
Principal payments	141,900	-	370,000	511,900
Interest expenditures	3,644	-	25,163	28,807
Capital outlay	25,845	49,718	-	75,563
Total expenditures	606,628	62,727	395,163	1,064,518
Excess (Deficiency) of Revenues Over (Under) Expenditures	(128,225)	(51,639)	(14,402)	(194,266)
Other Financing Source(Use):				
Transfers in	92,931	-	-	92,931
Transfers out	(49,413)	-	-	(49,413)
Total Other Financing Source (Use)	43,518	-	-	43,518
Net Change in Fund Balances	(84,707)	(51,639)	(14,402)	(150,748)
Fund Balance, Beginning	309,118	340,907	58,716	708,741
Fund Balance, Ending	$ 224,411	$ 289,268	$ 44,314	$ 557,993

TREUTLEN COUNTY, GEORGIA

EXHIBIT 19

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	Drug Abuse Treatment & Education	Crime Victims Assistance	Law Library	Drug Seizure	E911	Jail	Sheriff Commissary	Total Nonmajor Special Revenue Funds
Revenues:								
Charges for services	$ -	$ -	$ -	$ -	$ 83,125	$ 94,018	$ 36,603	$ 213,746
Fines and forfeitures	20,785	49,034	14,024	-	-	93,759	-	177,602
Intergovernmental revenue	958	-	-	-	84,456	-	-	85,414
Interest income	10	98	79	8	169	254	23	641
Other income	-	1,000	-	-	-	-	-	1,000
Total revenues	21,753	50,132	14,103	8	167,750	188,031	36,626	478,403
Expenditures:								
Salaries and benefits	4,984	35,743	-	-	208,020	-	-	248,747
Telephone	-	-	-	-	15,291	-	-	15,291
Dues and fees	-					-	450	450
Travel and training	2,702	2,104	-	-	-	1,611	-	6,417
Supplies	9,769	-	-	-	276	11,678	-	21,723
Books	-	-	4,721	-	-	-	-	4,721
Repairs and maintenance		-	755	-	18,358	26,228	-	45,341
Concession purchases	-	-	-	-	-	-	22,646	22,646
Inmate meals	-	-	-	-	-	36,405	-	36,405
Meals	-	2,415	-	-	-	-	3,365	5,780
Community grants	-	9,800	-	-	-	-	-	9,800
Miscellaneous	891	275	550	-	505	10,168	5,529	17,918
Debt service:								
Principal payments	-	-	-	-	-	141,900	-	141,900
Interest expenditures	-	-	-	-	-	3,644	-	3,644
Capital outlay	-	-	-	-	-	25,845	-	25,845
Total expenditures	18,346	50,337	6,026	-	242,450	257,479	31,990	606,628
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,407	(205)	8,077	8	(74,700)	(69,448)	4,636	(128,225)
Other Financing Source(Use):								
Transfers in	7,500	-	-	-	77,931	7,500	-	92,931
Transfers out	(7,500)	-	-	-	-	(41,913)	-	(49,413)
Total Other Financing Source (Use)	-	-	-	-	77,931	(34,413)	-	43,518
Net Change in Fund Balances	3,407	(205)	8,077	8	3,231	(103,861)	4,636	(84,707)
Fund Balance, Beginning	6,297	47,720	31,114	2,932	66,199	149,544	5,312	309,118
Fund Balance, Ending	$ 9,704	$ 47,515	$ 39,191	$ 2,940	$ 69,430	$ 45,683	$ 9,948	$ 224,411

TREUTLEN COUNTY, GEORGIA

EXHIBIT 20

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR CAPITAL PROJECTS GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	2013 SPLOST Construction
Revenues:	
Interest income	$ 801
Other income	10,287
Total revenues	11,088
Expenditures:	
Repairs and maintenance	13,009
Capital outlay	49,718
Total expenditures	62,727
Net Change in Fund Balances	(51,639)
Fund Balance, Beginning	340,907
Fund Balance, Ending	$ 289,268

TREUTLEN COUNTY, GEORGIA

EXHIBIT 21

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR DEBT SERVICE GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	2013 SPLOST
Revenues:	
Taxes	$ 380,265
Interest income	496
Total revenues	380,761
Expenditures:	
Debt service:	
Principal payments	370,000
Interest expenditures	25,163
Total expenditures	395,163
Net Change in Fund Balances	(14,402)
Fund Balance, Beginning	58,716
Fund Balance, Ending	$ 44,314

TREUTLEN COUNTY, GEORGIA

EXHIBIT 22

BUDGETARY COMPARISON – DRUG ABUSE TREATMENT & EDUCATION FUND
FOR THE YEAR ENDED JUNE 30, 2016

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Fines and forfeitures	$ 16,000	$ 20,785	$ 4,785
Interest income	-	10	10
Intergovernmental revenues	-	958	958
Total revenues	16,000	21,753	5,753
Expenditures:			
Salaries and benefits	10,950	4,984	5,966
Advertising	1,500	-	1,500
Dues and fees	125	-	125
Supplies	16,000	9,769	6,231
Travel and training	1,500	2,702	(1,202)
Miscellaneous	-	891	(891)
Total expenditures	30,075	18,346	11,729
Net Change in Fund Balance	(14,075)	3,407	17,482
Other Financing Sources (Uses):			
Transfers in	-	7,500	7,500
Transfers out	-	(7,500)	(7,500)
Total Other Financing Sources (Uses)	-	-	-
Excess (Deficiency) of Revenues and Other Financing Source Over (Under) Expenditures	(14,075)	3,407	17,482
Fund Balance, Beginning	6,297	6,297	-
Fund Balance, Ending	$ (7,778)	$ 9,704	$ 17,482

TREUTLEN COUNTY, GEORGIA

EXHIBIT 23

BUDGETARY COMPARISON – CRIME VICTIMS ASSISTANCE FUND
FOR THE YEAR ENDED JUNE 30, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:				
Fines and forfeitures	$ 43,000	$ 43,000	$ 49,034	$ 6,034
Interest income	100	100	98	(2)
Other revenue	1,500	1,500	1,000	(500)
Total revenues	44,600	44,600	50,132	5,532
Expenditures:				
Salaries and benefits	31,000	31,000	35,743	(4,743)
Travel and training	1,800	1,800	2,104	(304)
Community grants	-	-	-	-
Program services	10,500	15,500	9,800	700
Purchased services for clients	6,300	6,300	2,415	3,885
Miscellaneous	-	-	275	(275)
Total expenditures	49,600	54,600	50,337	(737)
Net Change in Fund Balance	(5,000)	(10,000)	(205)	4,795
Fund Balance, Beginning	47,720	-	47,720	-
Fund Balance, Ending	$ 42,720	$ (10,000)	$ 47,515	$ 4,795

TREUTLEN COUNTY, GEORGIA

EXHIBIT 24

BUDGETARY COMPARISON – LAW LIBRARY FUND
FOR THE YEAR ENDED JUNE 30, 2016

	Original Budgeted Amounts	Final Budgeted Amount	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:				
Fines and forfeitures	$ -	$ 15,500	$ 14,024	$ (1,476)
Interest income	-	-	79	79
Total revenues	-	15,500	14,103	(1,397)
Expenditures:				
Books	12,500	25,000	4,721	20,279
Repairs and maintenance	-	-	755	(755)
Miscellaneous	-	-	550	(550)
Total expenditures	12,500	25,000	6,026	18,974
Net Change in Fund Balance	(12,500)	(9,500)	8,077	17,577
Fund Balance, Beginning	31,114	31,114	31,114	-
Fund Balance, Ending	$ 18,614	$ 21,614	$ 39,191	$ 17,577

TREUTLEN COUNTY, GEORGIA

EXHIBIT 25

BUDGETARY COMPARISON – DRUG SEIZURE FUND
FOR THE YEAR ENDED JUNE 30, 2016

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Interest income	$ -	$ 8	$ 8
Expenditures:			
Supplies	2,000	-	2,000
Net Change in Fund Balance	(2,000)	8	2,008
Fund Balance, Beginning	2,932	2,932	-
Fund Balance, Ending	$ 932	$ 2,940	$ 2,008

TREUTLEN COUNTY, GEORGIA

EXHIBIT 26

BUDGETARY COMPARISON – E911 RESERVE FUND
FOR THE YEAR ENDED JUNE 30, 2016

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Charges for services	$ 87,000	$ 83,125	$ (3,875)
Intergovernmental revenue	77,931	84,456	6,525
Interest income	-	169	169
Total revenues	164,931	167,750	2,819
Expenditures:			
Salaries and benefits	189,862	208,020	(18,158)
Repairs and maintenance	28,000	18,358	9,642
Telephone	22,000	15,291	6,709
Supplies	2,000	276	1,724
Miscellaneous	1,000	505	495
Total expenditures	242,862	242,450	412
Expenditures in Excess of Revenues	(77,931)	(74,700)	3,231
Other Financing Source -			
Transfer in	77,931	77,931	-
Net Change in Fund Balance	-	3,231	3,231
Fund Balance, Beginning	66,199	66,199	-
Fund Balance, Ending	$ 66,199	$ 69,430	$ 3,231

TREUTLEN COUNTY, GEORGIA

EXHIBIT 27

BUDGETARY COMPARISON – JAIL FUND
FOR THE YEAR ENDED JUNE 30, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:				
Fines and forfeitures	$ 89,500	$ 89,500	$ 93,759	$ 4,259
Charges for services	94,000	94,000	94,018	18
Interest income	-	-	254	254
Total revenues	183,500	183,500	188,031	4,531
Expenditures:				
Inmate meals	36,405	36,405	36,405	-
Travel and training	1,612	1,612	1,611	1
Supplies	11,678	11,678	11,678	-
Repairs and maintenance	26,303	34,303	26,228	8,075
Miscellaneous	21,597	21,597	10,168	11,429
Capital outlay	14,639	34,639	25,845	8,794
Debt Service:				
Principal payments	141,820	141,820	141,900	(80)
Interest expenditures	3,644	3,644	3,644	-
Total expenditures	257,698	285,698	257,479	28,219
Deficiency of Revenues Under Expenditures	(74,198)	(102,198)	(69,448)	32,750
Other Financing Source (Use) :				
Transfers in	-	-	7,500	7,500
Transfers out	(34,412)	(45,307)	(41,913)	3,394
Total Other Financing Source (Use)	(34,412)	(45,307)	(34,413)	10,894
Net Change in Fund Balance	(108,610)	(147,505)	(103,861)	43,644
Fund Balance, Beginning	149,544	149,544	149,544	-
Fund Balance, Ending	$ 40,934	$ 2,039	$ 45,683	$ 43,644

TREUTLEN COUNTY, GEORGIA

EXHIBIT 28

BUDGETARY COMPARISON – SHERIFF COMMISSARY FUND
FOR THE YEAR ENDED JUNE 30, 2016

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Charges for services	$ -	$ 36,603	$ 36,603
Interest income	-	23	23
Total revenues	-	36,626	36,626
Expenditures:			
Concession purchases	-	22,646	(22,646)
Meals	-	3,365	(3,365)
Dues and fees	-	450	(450)
Miscellaneous	-	5,529	(5,529)
Total expenditures	-	31,990	(31,990)
Net Change in Fund Balance	-	4,636	4,636
Fund Balance, Beginning	5,312	5,312	-
Fund Balance, Ending	$ 5,312	$ 9,948	$ 4,636

TREUTLEN COUNTY, GEORGIA

EXHIBIT 29

BUDGETARY COMPARISON – 2013 SPLOST FUND
FOR THE YEAR ENDED JUNE 30, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:				
Sales tax revenues	$ 395,000	$ 395,000	$ 380,265	$ (14,735)
Interest income	-	-	496	496
Total revenues	395,000	395,000	380,761	(14,239)
Expenditures:				
Debt service:				
Principal payments	370,000	375,000	370,000	5,000
Interest expenditures	28,174	28,174	25,163	3,011
Total expenditures	398,174	403,174	395,163	8,011
Net Change in Fund Balance	(3,174)	(8,174)	(14,402)	(6,228)
Fund Balance, Beginning	58,716	-	58,716	-
Fund Balance, Ending	$ 55,542	$ (8,174)	$ 44,314	$ (6,228)

TREUTLEN COUNTY, GEORGIA

EXHIBIT 30

BUDGETARY COMPARISON – 2013 SPLOST CONSTRUCTION FUND
FOR THE YEAR ENDED JUNE 30, 2016

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenue -			
Grant income	$ -	$ 10,287	$ 10,287
Interest income	2,500	801	(1,699)
Total revenues	2,500	11,088	8,588
Expenditures:			
Repairs and maintenance	-	13,009	(13,009)
Capital outlay	175,000	49,718	125,282
Total expenditures	175,000	62,727	112,273
Excess (Deficiency) of Revenue Over (Under) Expenditures	(172,500)	(51,639)	(103,685)
Net change in fund balance	(172,500)	(51,639)	(103,685)
Fund Balance, Beginning	340,907	340,907	-
Fund Balance, Ending	$ 168,407	$ 289,268	$ (103,685)

Agency Funds

TREUTLEN COUNTY, GEORGIA

EXHIBIT 31

AGENCY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2016

	Tax Commissioner's Office	Clerk of Superior Court	Probate Court	Clerk of Magistrate Court	Sheriff's Office	Total Agency Funds
Asset -						
Cash	$ -	$ 128,809	$ 44	$ 1,705	$ -	$ 130,558
Liability -						
Other liabilities	$ -	$ 128,809	$ 44	$ 1,705	$ -	$ 130,558

Other Reports

TJS Deemer Dana LLP
CERTIFIED PUBLIC ACCOUNTANTS

tjsdd.com

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

To the Board of Commissioners
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, 2016, 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 November 15, 2016. Our report was modified to include a reference to other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United State of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. 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

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financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency 2016-1, described in the accompanying schedule of findings and responses to be a material weakness.

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 *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 2016-2, 2016-3, 2016-4 and 2016-5, 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 Standards*.

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

November 15, 2016

Dublin, Georgia

FINDINGS – FINANCIAL STATEMENT AUDIT

MATERIAL WEAKNESS:

2016-1 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. As a result of the lack of segregation of duties, we noted an authorized signer on the General Fund Juror account sign a check that was written to themselves.

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. We also recommend two individuals sign each check to ensure to no one authorized signer is able to write, sign, and cash checks autonomously.

Response: The County concurs with the importance of segregation of duties. To mitigate this issue, incumbent in small counties, we have additional internal controls over the cash accounts and check writing procedures. All check processing is handled by a separate employee. The Manager approves payment of the invoices, verifies the check process report and matches the final check process report to the check register produced when printing the checks. All checks issued by the Treutlen County Board of Commissioners have two required signatures. One of the required signatures is from the Chairman or Vice-Chairman and the second signature is from the County Manager or County Clerk. No two staff members or elected officials can complete a check process request through the issuance of a check. This process applies to all checks issued in accounts payable, payroll and small fund accounts.

SIGNIFICANT DEFICIENCIES:

2016-2 Budget

Condition: No budget was adopted for the Sheriff Commissary Fund (special revenue fund) 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, we recommend the County Commissioners verify that an approved budget has been prepared for all Governmental Fund Types.

Response: We concur with the recommendation. A balanced budget will be adopted for this fund for the fiscal year ending 2017.

2016-3 Timber tax

Condition: As a result of procedures performed, we determined the record keeping and controls over timber tax assessment and collection is considered inadequate.

Criteria: Controls should be in place whereby the tax assessor assesses and records all tax bills on timber that has been harvested. The tax commissioner should then bill out and collect payments on the tax owed by the land owner. A reconciliation should be performed showing the taxes assessed by the tax assessor and taxes billed by the tax commissioner for timber tax.

Effect: Failure to properly monitor timber tax billing and collections could lead to errors in the timber tax revenue received by the County.

Recommendation: The County should continue to become more organized regarding timber tax assessment, billing and collection. The County should also strive to maintain segregation of duties over this process.

Response: We concur with the recommendation. The timber tax assessment, billing, and collection process will be reviewed and improvements will be made to become more organized and to ensure segregation of duties is obtained.

2016-4 Agency - Clerk of Superior Court – Due to Others

Condition: As a result of procedures performed, we determined the record keeping and controls over the "Due to Others" account in the Superior Court fund is considered inadequate.

Criteria: Controls should be in place whereby the amounts due to third parties can be accounted for and are paid out in a timely fashion.

Effect: Failure to properly monitor amounts due to third parties leads to inaccurate reporting regarding cash and liabilities.

Recommendation: The County should become more organized regarding amounts due to third parties. The County should ensure this money is appropriately accounted for and paid out in a timely manner.

Response: We concur with the recommendation. Procedures will be enhanced to ensure all money due to third parties is paid out in a timely fashion.

2016-5 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 required 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, 2016

MATERIAL WEAKNESS:

2015-1 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. We also noted that cash disbursement invoices were not approved by two individuals. Furthermore, we noted one individual no longer employed by the County is still listed as an authorized signer on the Bank signature card.

Recommendation: The duties of recording, processing and reconciliation of cash accounts should be segregated between employees. We also recommend two individuals sign off on all approved invoices. Furthermore, all individuals listed on Bank signature cards that are no longer employed by the County should be removed.

Current Status: We concur with the recommendation. Each elected official is working with the Treutlen County Board of Commissioners to evaluate and determine the most efficient 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:

2015-2 Budget

Condition: No budget was adopted for the Law Library Fund and the Sheriff Commissary Fund (special revenue funds) 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 corrected during the fiscal year ending 2015 in each fund except for the Sheriff Commissary Fund.

2015-3 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 Law Library Fund, the Drug Seizure Fund, the Sheriff Commissary Fund, the E911 Reserve Fund and the Jail 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 corrected during the fiscal year ending 2016.

Other Information

SCHEDULE OF EXPENDITURES OF 2013 SPECIAL PURPOSE LOCAL OPTION SALES TAX
YEAR ENDED JUNE 30, 2016

Project Description Per SPLOST Referendum	Estimated Cost Original	Current	Expenditures Prior Years	Current Year	Total
Capital projects					
Various public works and public safety projects	$ 1,101,335	$ -	$ 10	$ -	$ 10
Debt service	2,398,665	-	873,723	395,163	1,268,886
	$ 3,500,000	$ -	$ 873,733	$ 395,163	$ 1,268,896