FINANCIAL STATEMENTS
AND
ADDITIONAL INFORMATION

WARE COUNTY, GEORGIA

For The Fiscal Year Ended June 30, 2014

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WARE COUNTY, GEORGIA
FINANCIAL STATEMENTS AND ADDITIONAL INFORMATION
For The Year Ending June 30, 2014

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FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners
of Ware County, Georgia
Waycross, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Ware County, Georgia, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents. We did not audit the component unit financial statements of the Ware County Board of Health or the Okefenokee Area Development Authority, which collectively comprises 100% of the assets, net position and revenues of the County's aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion on the basic financial statements, insofar as it relates to the amounts included for the Ware County Board of Health and the Okefenokee Area Development Authority is based on the reports of the other auditors.

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

We did not audit the financial statements of the Ware County Board of Health or the Okefenokee Area Development Authority, which collectively comprises all of the County's aggregate discretely presented component units. Those 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 these component units, is based solely 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. The financial statements of the Ware County Board of Health and the Okefenokee Area Development Authority were audited in accordance with Government Auditing Standards, issued by the Comptroller General of the United States.

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

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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 other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Ware County, Georgia, as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4 through 14 and 59 through 67 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Ware County, Georgia's basic financial statements as a whole. The combining and individual nonmajor fund financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of Ware County, Georgia.

The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The combining and individual nonmajor fund financial statements, schedules listed in the table of contents and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

The accompanying Schedules of Projects Constructed with Special Sales Tax Proceeds is presented for purposes of additional analysis as required by Official Code of Georgia 48-8-121, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 17, 2015, on our consideration of Ware County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Ware County, Georgia's internal control over financial reporting and compliance.

Carr, Riggs & Ingram, L.L.C.

February 18, 2015
Tifton, Georgia

MANAGEMENT DISCUSSION AND ANALYSIS

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

As Management of Ware County, Georgia, we offer readers of the County's basic financial statements this narrative overview and analysis of the financial activities of the County for the year ending June 30, 2014. We encourage our readers to consider the information presented within this Management's discussion and analysis in conjunction with the basic financial statements. The intent of this discussion and analysis is to look at the County's financial performance as a whole.

Financial Highlights

Key financial highlights for FY14 are as follows:

The County's total net position decreased by $1,373,504 to $107,291,751. The County's investment in capital assets net of related debt is $88,963,948 and there is $16,562,409 of net position that are restricted for various purposes, leaving a $1,765,394 in unrestricted net position.

At the end of the current year, the County's governmental funds reported an ending fund balance of $20,638,587, an increase of $3,674,692 from the prior year fund balance. A large portion of the fund balance is restricted for various purposes in the amount of $16,637,650 and $3,402,586 is assigned for property tax rollback and $598,351 is assigned for an internal advance, leaving no unreserved fund balance. The County is working toward having more unassigned fund balance to assure adequate cash reserves and to reduce tax anticipation loan balances or eliminate the need for them.

Net position for business-type activities increased $512,384 to $9,846,970.

The County spent most of their remaining SPLOST funds from prior SPLOST on road improvements as most other capital projects have been completed. The SPLOST that ended in June 2014 has been used to obtain public safety and public works equipment as well as acquire property near the Courthouse to provide more space for County government. The new SPLOST that began in July 2014 will also provide public safety and public works equipment as well as recreation facilities and pay off the remaining Courthouse debt and the hanger debt at the airport. Improvements for roads and bridges will also be a large portion of this SPLOST.

Overview of the Financial Statements

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

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

Government-Wide Financial Statements

The Government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

Statement of Net Position and the Statement of Activities

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

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

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

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

Business-Type Activities—These services are provided on a charge for goods or services basis to recover all or most of the cost of the services provided. The County's Emergency Telephone, Airport and Regional Landfill operations are reported here.

Component Units—The County's financial statements include financial data of the Ware County Board of Health and the Okefenokee Area Development Authority. These component units are described in the notes to the financial statements. The component units are separate and may buy, sell, lease, and mortgage property in their own name and can sue or be sued in their own name.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objects. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial statements provide detailed information about the County's major funds. Based on the restriction on the use of moneys, the County has established many funds that account for the multitude of services provided to our residents.

The County's major governmental funds are the General Fund and the Capital Projects Funds which include the Public Roads Fund and 2008 Special Purpose Sales Tax Funds.

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

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

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

The County maintains a multitude of individual governmental funds. Information is presented separately on the governmental fund balance sheet and on the governmental fund statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary Funds— Enterprise funds are used to report the same functions presented as business-type activities on the government-wide financial statements. The County uses enterprise funds to account for the Emergency Telephone, Airport and Regional Landfill. Internal Service funds are used to account for the financing of goods or services provided by one department to other departments of the County on a cost-reimbursement basis. The County used internal service funds to account for Workers Compensation and Health Insurance.

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

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

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

Government-Wide Financial Analysis

The following table reflects the condensed Statement of Net Position for the years ending June 30, 2013 and 2014:

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

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2013	2014	2013	2014	2013	2014	2013-2014
Assets							
Current and other assets	$ 19.56	$ 23.39	$ 0.08	$ 0.42	$ 19.64	$ 23.81	21.23%
Capital assets, net	86.48	81.34	10.50	10.29	96.98	91.63	-5.52%
Total Assets	**106.04**	**104.73**	**10.58**	**10.71**	**116.62**	**115.44**	**-1.01%**
Liabilities							
Current and other liabilities	1.72	2.19	0.77	0.54	2.49	2.73	9.64%
Long-term liabilities	4.94	5.04	0.45	0.30	5.39	5.34	-0.93%
Total Liabilities	**6.66**	**7.23**	**1.22**	**0.84**	**7.88**	**8.07**	**2.41%**
Deferred Inflows of Resources	**0.05**	**0.05**	**0.03**	**0.02**	**0.08**	**0.07**	**0.00%**
Net Position							
Net investment in capital assets	84.19	79.21	9.65	9.76	93.84	88.97	-5.19%
Restricted	13.81	16.56	-	-	13.81	16.56	19.91%
Unrestricted	1.33	1.68	(0.32)	0.09	1.01	1.77	75.25%
Total Net Position	**$ 99.33**	**$ 97.45**	**$ 9.33**	**$ 9.85**	**$ 108.66**	**$ 107.30**	**-1.25%**

As noted earlier, the County's net position, when reviewed over time, may serve as a useful indicator of the County's financial position. In the case of the County, assets exceeded liabilities by $107,291,751 ($97,444,781 in governmental activities and $9,846,970 in business-type activities) as of June 30, 2014. The largest portion of the County's net position (82.92 percent) reflects its investment in capital assets (e.g., land and improvements, buildings and building improvements, improvements other than buildings, machinery and equipment, vehicles, and infrastructure) less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities. Another 13.68 percent of net position is restricted for use on capital projects.

An additional portion of the County's net position (1.75 percent) represents resources that are subject to other restrictions on how they can be used. The remaining balance of unrestricted assets (1.65 percent) amounts to $1,765,394.

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

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

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2013	2014	2013	2014	2013	2014	2013-2014
Revenues							
Program Revenues							
Charges for services	$ 5.13	$ 5.09	$ 1.00	$ 0.99	$ 6.13	$ 6.08	(0.82) %
Operating grants and contributions	1.34	1.31	-	-	1.34	1.31	(2.24) %
Capital grants and contributions	0.71	1.01	0.01	0.13	0.72	1.14	58.33 %
Total Program Revenues	7.18	7.41	1.01	1.12	8.19	8.53	4.15 %
General Revenues							
Property taxes	11.72	11.72	-	-	11.72	11.72	- %
Sales taxes	10.30	9.85	-	-	10.30	9.85	(4.37) %
Occupation taxes	0.18	0.22	-	-	0.18	0.22	22.22 %
Other taxes	1.27	1.30	-	-	1.27	1.30	2.36 %
Miscellaneous	0.10	0.03	-	-	0.10	0.03	(70.00) %
Total General Revenues	23.57	23.12	-	-	23.57	23.12	(1.91) %
Total Revenues	**30.75**	**30.53**	**1.01**	**1.12**	**31.76**	**31.65**	**(0.35) %**

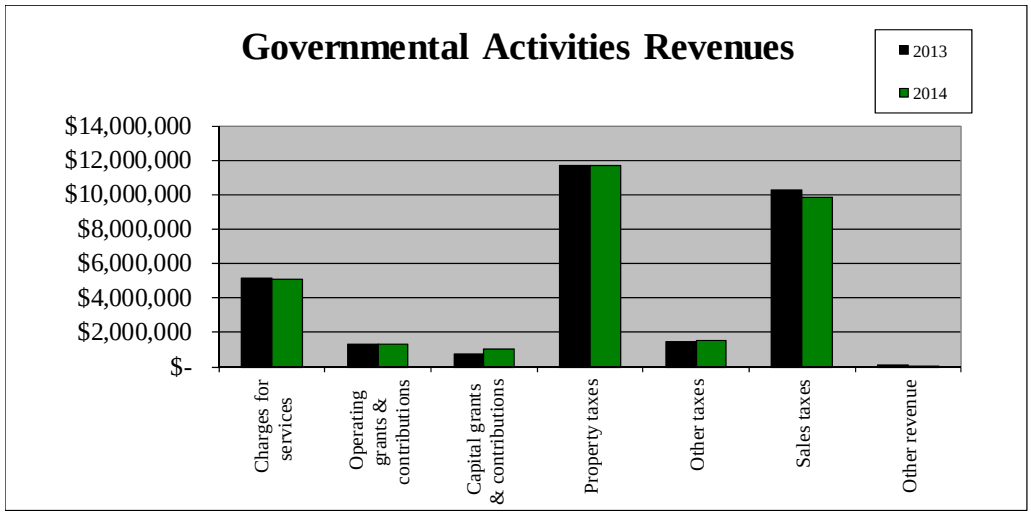
Overall revenues declined in FY14 with the largest reductions in sales tax revenue.

Changes in Ware County's Net Position

(in millions of dollars)

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2013	2014	2013	2014	2013	2014	2013-2014
Expenses							
Governmental Activities:							
General Government							
Legislative and executive	$ 4.17	$ 4.05	$ -	$ -	$ 4.17	$ 4.05	(2.88) %
Judicial	3.16	3.21	-	-	3.16	3.21	1.58 %
Public safety	12.14	11.90	-	-	12.14	11.90	(1.98) %
Public works	6.45	7.90	-	-	6.45	7.90	22.48 %
Health and welfare	0.78	0.75	-	-	0.78	0.75	(3.85) %
Culture and recreation	1.58	1.55	-	-	1.58	1.55	(1.90) %
Housing and development	0.23	0.24	-	-	0.23	0.24	4.35 %
Intergovernmental	1.85	1.77	-	-	1.85	1.77	(4.32) %
Interest on long-term debt	0.05	0.03	-	-	0.05	0.03	(40.00) %
Business-type Activities:							
Emergency telephone	-	-	0.73	0.71	0.73	0.71	(2.74) %
Substance abuse	-	-	0.04	-	0.04	-	(100.00) %
Airport	-	-	1.00	0.89	1.00	0.89	(11.00) %
Regional landfill	-	-	0.01	0.01	0.01	0.01	- %
Total Expenses	**30.41**	**31.40**	**1.78**	**1.61**	**32.19**	**33.01**	**2.55** %
Revenue Over (Under) Expenses	**0.34**	**(0.87)**	**(0.77)**	**(0.49)**	**(0.43)**	**(1.36)**	**216.28**
Transfers	(1.22)	(1.01)	1.22	1.01	-	-	- %
Increase (Decrease) in Net Position	**(0.88)**	**(1.88)**	**0.45**	**0.52**	**(0.43)**	**(1.36)**	**216.28** %
Net Position, Beginning	100.21	99.33	8.88	9.33	109.09	108.66	(0.39) %
Net Position, Ending	**$ 99.33**	**$ 97.45**	**$ 9.33**	**$ 9.85**	**$ 108.66**	**$ 107.30**	**(1.25)** %

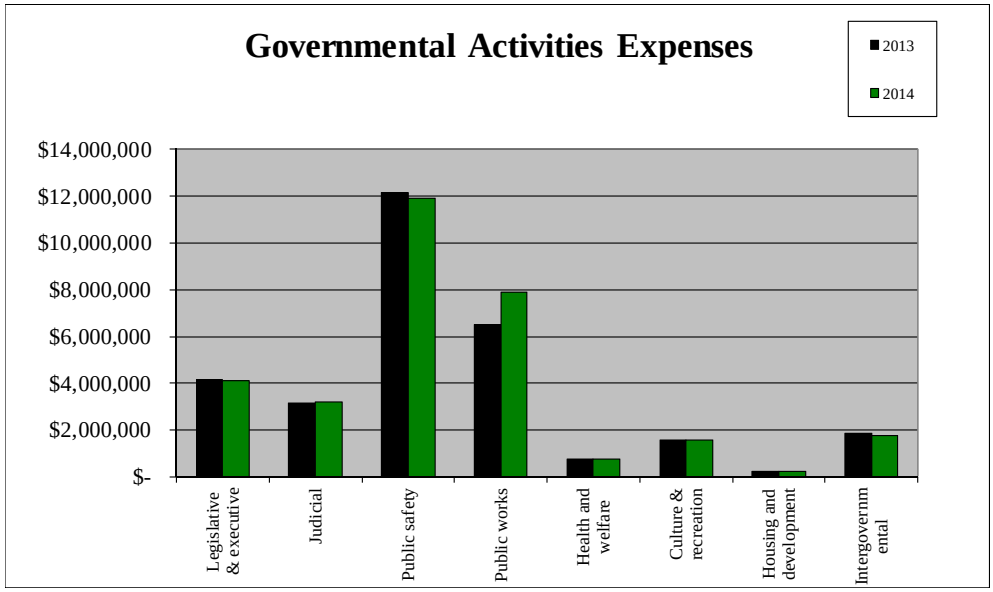
Government Activities



The largest portion of the County's program revenue is from charges for services which accounted for $5,086,517 or 69% of total program revenues. These charges include licenses and permits, fines and forfeitures related to judicial activity, fees for real estate transfers, fees associated with the collection of property taxes and fees charged through various County governmental departments.

Property tax revenues are the major contributor to general revenues and account for $11,715,120 or 51% of total general revenues. Another major component was sales taxes, which accounted for $9,852,245 or 43% of total general revenues.

The following chart compares governmental activities expenses for the year ending June 30, 2013 and 2014:



Government Activities – Continued

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

Net Cost of Ware County's Governmental Activities

(in millions of dollars)

Function	Total Cost of Services 2013	Total Cost of Services 2014	Percentage Change 2013-2014	Net Cost of Services 2013	Net Cost of Services 2014	Percentage Change 2013-2014
General Government						
Legislative and executive	$ 4.17	$ 4.05	(2.88) %	$ 2.76	$ 2.75	(0.43) %
Judicial	3.16	3.21	1.58 %	1.13	1.22	8.27 %
Public safety	12.14	11.90	(1.98) %	9.43	9.16	(2.84) %
Public works	6.45	7.90	22.48 %	5.76	6.89	19.61 %
Health and welfare	0.78	0.75	(3.85) %	0.71	0.69	(2.96) %
Culture and recreation	1.58	1.55	(1.90) %	1.31	1.28	(2.21) %
Housing and development	0.23	0.24	4.35 %	0.23	0.24	5.23 %
Intergovernmental	1.85	1.77	(4.32) %	1.85	1.77	(4.28) %
Interest on long-term debt	0.05	0.03	(40.00) %	0.05	0.03	(39.40) %
Total	**$ 30.41**	**$ 31.40**	**3.26** %	**$ 23.23**	**$ 24.03**	**3.45** %

Business-Type Activities

The net position for business-type activities increased by $512,384 during the year ending June 30, 2014. The major source of revenue was from charges for services which amounted to $990,001.

Financial Analysis of County Funds

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

Governmental Funds

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

As of June 30, 2014, the County's governmental funds reported a combined ending fund balance of $20,638,587 an increase of $3,674,692. Most of the of the fund balance is restricted to indicate that it is not available for new spending because it has already been committed to a variety of other restricted purposes. An amount of $3,402,586 is assigned for a property tax roll back from prior year local option sales tax.

Major Funds

The General Fund is the primary operating fund of the County. At the end of June 30, 2014, the assigned fund balance for property tax relief was $3,402,586 and non-spendable funds for inventory were $75,241. As a measure of the General Fund's liquidity, it may be useful to compare total fund balance to total fund expenditures. Total fund balance represents 20.67% percent of the total fund expenditures.

The Capital Projects 2008 SPLOST Fund expended $3,039,167 in capital improvement funds, debt service, public works and amounts transferred to the City of Waycross and received $6,481,329 in sales tax revenues and investment income. The revenues exceeded expenditures resulting in an increase in the fund balance of $3,447,986 to $13,277,644, which is restricted for capital projects.

The Public Roads Fund is a new fund which account for road funds received from the Georgia Department of Transportation's LMIG program. The fund received $662,208 in intergovernmental funds and interest income. The fund spent $271,150 in capital outlay for roads and that left a fund balance of $391,058 which is restriced for future capital outlay for roads.

Enterprise Funds

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

The Emergency Telephone Fund oversees the operations of the 911 call center. The fund is supported by fees assessed to all telephone users and assistance from the County general fund.

The Regional Landfill Fund oversees the operations of a landfill that was constructed but never opened.

The Airport Fund oversees the operations of the airport. The fund is supported by charges for services and assistance from the County general fund.

Budgetary Highlights

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

For the General Fund, changes from the original to the final budget created no net change in fund balance. The budget changes were for personnel changes and capital outlay changes during the year and were all covered by higher than expected revenues or lower than expected expenditures in other departments. For the Special Revenue Funds, changes from the original to the final budget were due to higher than expected expenditures of current revenues and prior year fund balances.

Capital Assets

The County's investment in capital assets for governmental and business-type activities as of June 30, 2014, was $88,963,948 (net of accumulated depreciation and debt). This investment in capital assets includes land and improvements, buildings and improvements, improvements other than buildings, machinery and equipment, vehicles, and infrastructure.

Major capital asset events during FY14 included continued improvements to roads, renovations of buildings for government services, acquisition of public safety and public works equipment and completion of recreation facilities.

Note 6 (Capital Assets) provides additional information about capital asset activity during FY14.

Debt

At June 30, 2014 the County had outstanding debt through capital leases in the amount of $2,132,951.

In addition to this debt, the County's long-term obligations include compensated absences and closure/postclosure liability. Additional information on the County's long-term debt can be found in Notes 12 to 16 of this report.

Economic Factors

The Net M&O tax digest growth grew by 1.28%. Effective April 2013, vehicle property tax will be paid at the time of purchase and the annual property tax will be phased out. This eliminates any growth in the digest from new vehicle purchases.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Ware County Clerk, P.O. Box 1069, Waycross, GA 31502.

BASIC FINANCIAL STATEMENTS

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

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total Primary Government	Okefenokee Area Development Authority	Ware County Board of Health
ASSETS					
Cash	$ 19,513,501	$ 223,278	$ 19,736,779	$ -	$ 1,477,816
Certificates of deposit	197,816	-	197,816	-	-
Receivables (net of allowance for doubtful accounts)					
Taxes	738,930	-	738,930	-	-
Accounts	983,060	124,111	1,107,171	376,334	25,820
Sales tax	876,793	-	876,793	-	-
Internal balances	474	(474)	-	-	-
Prepaid items	461,657	-	461,657	1,100	226,855
Due from other governments	425,030	-	425,030	-	2,217,985
Inventory	75,240	70,824	146,064	-	-
Net pension obligation asset	113,487	-	113,487	-	-
Nondepreciable capital assets	992,815	5,548,712	6,541,527	770,000	-
Depreciable capital assets, net	80,346,467	4,740,370	85,086,837	34,388	3,118,849
TOTAL ASSETS	104,725,270	10,706,821	115,432,091	1,181,822	7,067,325

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

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

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total Primary Government	Okefenokee Area Development Authority	Ware County Board of Health
LIABILITIES					
Accounts payable	$ 977,491	$ 21,954	$ 999,445	$ 1,656	$ 1,617,000
Accrued wages	153,040	8,511	161,551	-	-
Accrued liabilities	24,461	-	24,461	-	-
Due to other governments	164,870	330,000	494,870	770,000	33,976
Long-term liabilities:					
Due within one year:					
Compensated absences payable	617,247	21,476	638,723	-	234,714
Capital lease obligations	158,337	153,835	312,172	-	-
Landfill postclosure cost	94,023	-	94,023	-	-
Due in more than one year					
Compensated absences payable	411,498	14,318	425,816	-	352,071
Capital lease obligations	1,974,614	284,776	2,259,390	-	-
Notes payable	-	-	-	89,621	-
Net other postemployment benefits	1,360,167	-	1,360,167	-	-
Landfill postclosure cost	1,295,482	-	1,295,482	-	-
TOTAL LIABILITIES	7,231,230	834,870	8,066,100	861,277	2,237,761
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue	49,259	24,981	74,240	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	49,259	24,981	74,240	-	-
NET POSITION					
Net investment in capital assets	79,206,331	9,757,617	88,963,948	714,767	3,118,849
Restricted for:					
Drug education and treatment	794,757	-	794,757	-	-
Fire protection	8,953	-	8,953	-	-
Capital projects	14,681,522	-	14,681,522	-	-
Jail operations	332,326	-	332,326	-	-
Drug enforcement operations	148,745	-	148,745	-	-
Law library	237,135	-	237,135	-	-
Victim assistance	358,971	-	358,971	-	-
Special programs	-	-	-	-	471,102
Prior year program fee income	-	-	-	-	672,947
Unrestricted	1,676,041	89,353	1,765,394	(394,222)	566,666
TOTAL NET POSITION	$ 97,444,781	$ 9,846,970	$ 107,291,751	$ 320,545	$ 4,829,564

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

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

FUNCTION/PROGRAM	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants, Contributions, and Interest	Program Revenues: Capital Grants, Contributions, and Interest
GOVERNMENTAL ACTIVITIES				
General Government				
Legislative and Executive	$ 4,061,220	$ 769,974	$ 543,196	$ -
Judicial	3,209,884	1,425,842	560,570	-
Public Safety	11,903,380	2,598,714	152,693	-
Public Works	7,909,049	7,450	5,823	1,006,197
Health and Welfare	753,456	14,000	50,488	-
Culture and Recreation	1,551,621	270,537	-	-
Housing and Development	242,030	-	-	-
Intergovernmental	1,770,735	-	-	-
Interest on Long-term Debt	30,301	-	-	-
TOTAL GOVERNMENTAL ACTIVITIES	31,431,676	5,086,517	1,312,770	1,006,197
BUSINESS-TYPE ACTIVITIES				
Emergency Telephone	712,443	500,623	-	-
Airport	893,353	489,378	-	125,127
Regional Landfill	7,500	-	-	-
TOTAL BUSINESS-TYPE ACTIVITIES	1,613,296	990,001	-	125,127
TOTAL PRIMARY GOVERNMENT	$ 33,044,972	$ 6,076,518	$ 1,312,770	$ 1,131,324
COMPONENT UNITS				
Okefenokee Area Development Authority	$ 15,516	$ -	$ 12,500	$ -
Ware County Board of Health	17,325,731	744,339	16,369,281	-
TOTAL COMPONENT UNITS	$ 17,341,247	$ 744,339	$ 16,381,781	$ -
GENERAL REVENUES				
Property Taxes Levied for:				
General Operating				
Alcoholic Beverage Taxes				
Occupational Taxes				
Franchise Taxes				
Insurance Premium Taxes				
Sales Taxes				
Excise Taxes				
Surplus Sales				
Miscellaneous				
Interest				
TOTAL GENERAL REVENUES				
EXCESS BEFORE TRANSFERS				
TRANSFERS IN (OUT)				
CHANGES IN NET POSITION				
NET POSITION, BEGINNING OF YEAR				
NET POSITION, END OF YEAR				

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

Net (Expense) Revenue and Changes in Net Position					
Primary Government				Component Units	
Governmental Activities	Business-Type Activities	Total		Okefenokee Area Development Authority	Ware County Board of Health
$ (2,748,050)	$ -	$ (2,748,050)		$ -	$ -
(1,223,472)	-	(1,223,472)		-	-
(9,151,973)	-	(9,151,973)		-	-
(6,889,579)	-	(6,889,579)		-	-
(688,968)	-	(688,968)		-	-
(1,281,084)	-	(1,281,084)		-	-
(242,030)	-	(242,030)		-	-
(1,770,735)	-	(1,770,735)			
(30,301)	-	(30,301)		-	-
(24,026,192)	-	(24,026,192)		-	-
-	(211,820)	(211,820)		-	-
-	(278,848)	(278,848)		-	-
-	(7,500)	(7,500)		-	-
-	(498,168)	(498,168)		-	-
$ (24,026,192)	$ (498,168)	$ (24,524,360)		$ -	$ -
$ -	$ -	$ -		$ (3,016)	$ -
-	-	-		-	(212,111)
$ -	$ -	$ -		$ (3,016)	$ (212,111)
11,715,120	-	11,715,120		-	-
170,393	-	170,393		-	-
223,833	-	223,833		-	-
125,558	-	125,558		-	-
1,006,489	-	1,006,489		-	-
9,852,245	-	9,852,245		-	-
28,360	-	28,360			
14,852	-	14,852		-	-
13,879	-	13,879		-	-
-	128	128		-	-
23,150,729	128	23,150,857		-	-
(875,463)	(498,040)	(1,373,503)		(3,016)	(212,111)
(1,010,425)	1,010,424	(1)		-	-
(1,885,888)	512,384	(1,373,504)		(3,016)	(212,111)
99,330,669	9,334,586	108,665,255		323,561	5,041,675
$ 97,444,781	$ 9,846,970	$ 107,291,751		$ 320,545	$ 4,829,564

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

	General	Capital Projects Funds: Public Roads Fund	Capital Projects Funds: 2008 SPLOST	Other Governmental Funds	Total
ASSETS					
Cash	$ 3,151,476	$ 607,147	$ 12,869,913	$ 2,638,652	$ 19,267,188
Certificates of deposit	-	-	-	197,816	197,816
Receivables (net of allowance for doubtful accounts):					
Taxes	738,930	-	-	-	738,930
Accounts	923,675	-	-	57,426	981,101
Sales Tax	299,986	-	576,807	-	876,793
Inventory	75,241	-	-	-	75,241
Due from other governments	116,425	-	-	308,605	425,030
Interfund receivable	12,648	-	-	-	12,648
TOTAL ASSETS	$ 5,318,381	$ 607,147	$ 13,446,720	$ 3,202,499	$ 22,574,747

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

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

	General	Public Roads Fund	2008 SPLOST	Governmental Funds	Total
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	$ 370,805	$ 216,089	$ 3,880	$ 252,774	$ 843,548
Accrued liabilities	174,962	-	1,339	1,199	177,500
Due to other governments	1,055	-	157,584	6,231	164,870
Interfund payable	-	-	6,273	5,901	12,174
TOTAL LIABILITIES	546,822	216,089	169,076	266,105	1,198,092
DEFERRED INFLOWS OF RESOURCES					
Deferred property taxes	688,809	-	-	-	688,809
Unavailable revenue	6,572	-	-	42,687	49,259
TOTAL DEFERRED INFLOWS OF RESOURCES	695,381	-	-	42,687	738,068
FUND BALANCES					
Nonspendable:					
Inventory	75,241	-	-	-	75,241
Restricted for:					
Drug education and treatment	-	-	-	794,757	794,757
Fire protection	-	-	-	8,953	8,953
Capital projects	-	391,058	13,277,644	1,012,820	14,681,522
Jail operations	-	-	-	332,326	332,326
Drug enforcement operations	-	-	-	148,745	148,745
Law library	-	-	-	237,135	237,135
Victim assistance	-	-	-	358,971	358,971
Assigned for:					
Property tax roll back	3,402,586	-	-	-	3,402,586
Unassigned reported in:					
General Fund	598,351	-	-	-	598,351
TOTAL FUND BALANCES	4,076,178	391,058	13,277,644	2,893,707	20,638,587
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	$ 5,318,381	$ 607,147	$ 13,446,720	$ 3,202,499	$ 22,574,747

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

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

Total Governmental Funds Balances	$ 20,638,587
Amounts reported for governmental activities on the statement of Net Position are different because of the following:	
Net Pension Obligation	
Pension assets resulting from contributions in excess on the annual required contribution	113,487
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	81,339,282
Internal service funds are used by management to charge the cost of certain activities, such as health insurance and workers compensation to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the government-wide statement of Net Position.	
Net Position	575,984
Revenues are not available to pay for current period expenditures and, therefore, are not reported in the funds.	
Deferred property taxes	688,809
Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds:	
Landfill postclosure cost	(1,389,505)
Compensated absences payable	(1,028,745)
Net other postemployment benefits	(1,360,167)
Capital leases payable	(2,132,951)
Net Position of Governmental Activities	$ 97,444,781

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

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

	General	Capital Project Funds: Public Roads Fund	Capital Project Funds: 2008 SPLOST	Other Governmental Funds	Total
REVENUES:					
Taxes	$ 16,899,975	$ -	$ 6,481,329	$ -	$ 23,381,304
Licenses and permits	223,833	-	-	-	223,833
Intergovernmental revenues	480,300	661,964	-	1,093,358	2,235,622
Charges for services	3,172,185	-	-	584,062	3,756,247
Fines and forfeitures	650,965	-	-	247,414	898,379
Investment income	1,829	244	5,824	2,878	10,775
Miscellaneous	222,360	-	-	53,097	275,457
TOTAL REVENUES	21,651,447	662,208	6,487,153	1,980,809	30,781,617
EXPENDITURES					
Current					
General Government					
Legislative and executive	3,319,920	-	-	136,074	3,455,994
Judicial	2,520,879	-	-	593,496	3,114,375
Public safety	10,437,019	-	-	543,107	10,980,126
Public works	1,282,643	-	716,141	-	1,998,784
Health and welfare	728,452	-	-	47,400	775,852
Culture and recreation	1,190,509	-	-	-	1,190,509
Housing and development	237,045	-	-	-	237,045
Intergovernmental	-	-	1,770,735	-	1,770,735
Capital outlay	-	271,150	307,649	1,749,641	2,328,440
Debt service					
Principal retirement	12,300	-	139,785	-	152,085
Interest	(12,301)	-	104,857	-	92,556
TOTAL EXPENDITURES	19,716,466	271,150	3,039,167	3,069,718	26,096,501
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,934,981	391,058	3,447,986	(1,088,909)	4,685,116
OTHER FINANCING SOURCES (USES):					
TRANSFER OUT	(1,010,424)	-	-	-	(1,010,424)
TOTAL OTHER FINANCING SOURCES (USES)	(1,010,424)	-	-	-	(1,010,424)
NET CHANGES IN FUND BALANCE	924,557	391,058	3,447,986	(1,088,909)	3,674,692
FUND BALANCE, BEGINNING OF YEAR	3,151,621	-	9,829,658	3,982,616	16,963,895
FUND BALANCE, END OF YEAR	$ 4,076,178	$ 391,058	$ 13,277,644	$ 2,893,707	$ 20,638,587

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

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

Net Change in Fund Balances - Total Governmental Funds		$ 3,674,692
Amounts reported for governmental activities on the statement of activities are different because of the following:		
Net Pension Obligation		
Change in pension assets resulting from contributions in excess of the annual required contribution		(91,176)
Governmental funds report capital outlays as expenditures. However, on the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current year:		
Capital outlay - construction in progress	824,974	
Capital outlay - depreciable capital assets	332,489	
Depreciation	(6,295,240)	
		(5,137,777)
Revenues on the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds:		
Property taxes	(225,404)	
		(225,404)
Some expenses reported on the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:		
Internal service funds	(2,167)	
Landfill postclosure cost	70,730	
Other postemployment benefits	(339,192)	
Compensated absences	12,320	
		(258,309)
Repayment of principle is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of activities.		
Capital lease payments	152,086	
		152,086
Changes in Net Position of Governmental Activities		$ (1,885,888)

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

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

	Business-Type Activities-Enterprise Funds				Governmental Activities
	Emergency Telephone	Airport	Regional Landfill	Total	Internal Service Funds
ASSETS					
CURRENT ASSETS					
Cash	$ 135,597	$ 87,681	$ -	$ 223,278	$ 246,313
Receivables (net of allowance for doubtful accounts):					
Accounts	75,310	48,801	-	124,111	1,958
Prepaid items	-	-	-	-	461,657
Inventory	-	70,824	-	70,824	-
TOTAL CURRENT ASSETS	210,907	207,306	-	418,213	709,928
NONCURRENT ASSETS					
Capital Assets					
Land	-	1,043,408	4,412,450	5,455,858	-
Construction in progress	-	92,854	-	92,854	-
Depreciable capital assets, net	94,546	4,645,824	-	4,740,370	-
TOTAL NONCURRENT ASSETS	94,546	5,782,086	4,412,450	10,289,082	-
TOTAL ASSETS	305,453	5,989,392	4,412,450	10,707,295	709,928

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

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

	Business-Type Activities-Enterprise Funds				Activities
	Emergency Telephone	Airport	Regional Landfill	Total	Internal Service Funds
LIABILITIES					
CURRENT LIABILITIES					
Accounts payable	1,500	20,454	-	21,954	133,944
Accrued expenses	7,025	1,486	-	8,511	-
Current portion of compensated absences payable	11,729	9,748	-	21,476	-
Due to other governments	-	-	330,000	330,000	-
Interfund payable	361	113	-	474	-
Current portion of capital lease obligations	-	153,835	-	153,835	-
TOTAL CURRENT LIABILITIES	20,615	185,636	330,000	536,250	133,944
LONG-TERM LIABILITIES					
Compensated absences payable	7,819	6,498	-	14,318	-
Capital lease obligations	-	284,776	-	284,776	-
TOTAL LONG-TERM LIABILITIES	7,819	291,274	-	299,094	-
TOTAL LIABILITIES	28,434	476,910	330,000	835,344	133,944
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue	-	24,981	-	24,981	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	24,981	-	24,981	-
NET POSITION					
Net investment in capital assets	94,546	5,250,621	4,412,450	9,757,617	-
Restricted for workers compensation and health claims	-	-	-	-	575,984
Unrestricted	182,473	236,880	(330,000)	89,353	-
TOTAL NET POSITION	$ 277,019	$ 5,487,501	$ 4,082,450	$ 9,846,970	$ 575,984

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

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

	Business-Type Activities-Enterprise Funds				Governmental Activities
	Emergency Telephone	Airport	Regional Landfill	Total	Internal Service Funds
OPERATING REVENUES					
Charges for services	$ 500,623	$ 489,378	$ -	$ 990,001	$ 3,433,253
Contributions	-	-	-	-	17,554
TOTAL OPERATING REVENUES	500,623	489,378	-	990,001	3,450,807
OPERATING EXPENSES					
Personal services	441,846	101,739	-	543,585	-
Payroll taxes	30,851	6,985	-	37,836	-
Fringe benefits	124,711	33,728	-	158,439	-
Contractual services	72,856	76,408	-	149,264	-
Materials and supplies	8,359	373,873	-	382,232	-
Claims paid	-	-	-	-	59,694
Other services and charges	13,675	-	-	13,675	3,393,478
Depreciation	20,145	279,420	-	299,565	-
TOTAL OPERATING EXPENSES	712,443	872,153	-	1,584,596	3,453,172
OPERATING INCOME (LOSS)	(211,820)	(382,775)	-	(594,595)	(2,365)
NON-OPERATING REVENUES (EXPENSES)					
Interest income	72	56	-	128	198
Intergovernmental revenue	-	125,127	-	125,127	-
Interest expense	-	(21,200)	(7,500)	(28,700)	-
TOTAL NON-OPERATING REVENUES (EXPENSES)	72	103,983	(7,500)	96,555	198
INCOME (LOSS) BEFORE TRANSFERS	(211,748)	(278,792)	(7,500)	(498,040)	(2,167)
TRANSFERS IN (OUT)	281,718	153,000	575,706	1,010,424	-
CHANGE IN NET POSITION	69,970	(125,792)	568,206	512,384	(2,167)
NET POSITION AT BEGINNING OF YEAR	207,049	5,613,293	3,514,244	9,334,586	578,151
NET POSITION AT END OF YEAR	$ 277,019	$ 5,487,501	$ 4,082,450	$ 9,846,970	$ 575,984

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

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

	Business-Type Activities-Enterprise Funds				Governmental Activities-Internal Service Funds
	Emergency Telephone	Airport	Regional Landfill	Total	
Increase (Decrease) in Cash and Cash Equivalents					
Cash Flows From Operating Activities					
Cash received from customers	$ 487,363	$ 505,394	$ -	$ 992,757	$ 3,487,039
Cash received from interfund transactions	361	-	-	361	(239,502)
Cash payments for personal services	(593,181)	(139,492)	-	(732,673)	(59,694)
Cash payments for contractual services	(78,094)	(76,408)	-	(154,502)	-
Cash payments for other services and charges	(13,675)	-	-	(13,675)	(3,282,285)
Cash payments for interfund transactions	-	888	-	888	-
Cash payments for materials and supplies	(8,359)	(343,232)	-	(351,591)	-
Net Cash Provided by (Used For) Operating Activities	(205,585)	(52,850)	-	(258,435)	(94,442)
Cash Flows From Noncapital Financing Activities					
Cash received from transfer-in	281,718	153,000	-	434,718	-
Net Cash Provided By Noncapital Financing Activities	281,718	153,000	-	434,718	-
Cash Flows From Capital and Related Financing Activities					
Cash received from intergovernmental revenue	-	141,365	-	141,365	-
Cash payments for principle on debt	-	(147,689)	-	(147,689)	-
Cash payments for interest on debt	-	(21,200)	-	(21,200)	-
Cash payments for capital assets	-	(92,854)	-	(92,854)	-
Net Cash Provided by (Used For) Capital and Related Financing Activities	-	(120,378)	-	(120,378)	-
Cash Flows From Investing Activities					
Cash received from interest	72	56	-	128	198
Net Cash Flows Provided By Investing Activities	72	56	-	128	198
Net Increase (Decrease) in Cash and Cash Equivalents	76,205	(20,172)	-	56,033	(94,244)
Cash and Cash Equivalents at Beginning of Year	$ 59,392	$ 124,091	$ -	$ 183,483	$ 340,557
Cash and Cash Equivalents at End of Year	$ 135,597	$ 103,919	$ -	$ 239,516	$ 246,313

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

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

	Business-Type Activities-Enterprise Funds				Governmental Activities-Internal Service Funds
	Emergency Telephone	Airport	Regional Landfill	Total	
Reconciliation of Operating Income (Loss) To Net Cash Provided by (Used For) Operating Activities					
Operating Income (Loss)	$ (211,820)	$ (382,775)	$ -	$ (594,595)	$ (2,365)
Adjustments to Reconcile Operating Income (Loss) To Net Cash Provided by (Used For) Operating Activities					
Depreciation	20,145	279,420	-	299,565	-
Changes in Assets and Liabilities:					
(Increase) decrease in accounts receivable	(13,260)	22,784	-	9,524	36,232
(Increase) decrease in inventory	-	14,040	-	14,040	-
(Increase) decrease in prepaid items	-	-	-	-	(15,561)
(Increase) decrease in interfund receivable	-	775	-	775	-
Increase (decrease) in accounts payable	(5,238)	16,601	-	11,363	126,754
Increase (decrease) in compensated absences payable	5,195	3,405	-	8,600	-
Increase (decrease) in interfund payable	361	113	-	474	(239,502)
Increase (decrease) in cash inflows	-	(6,768)	-	(6,768)	-
Increase (decrease) in accrued expenses	(968)	(445)	-	(1,413)	-
Net Cash Provided By (Used For) Operating Activities	$ (205,585)	$ (52,850)	$ -	$ (258,435)	$ (94,442)

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

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

	Agency Funds
ASSETS	
Cash	$ 1,718,383
TOTAL ASSETS	$ 1,718,383
LIABILITIES	
Due to others governments	$ 324,919
Due to others	1,393,464
TOTAL LIABILITIES	1,718,383
NET POSITION	$ -

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

Note 1 – Reporting Entity

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

Ware County Board of Health

The Ware County Board of Health is a component unit based on the criteria of the County appointing a voting majority to the board and the County's ability to impose its will upon the Ware County Board of Health. The financial statements for the Ware County Board of Health are presented in these financial statements using the method of discrete presentation. The Ware County Board of Health fiscal year end is June 30. A complete set of financial statements for the Ware County Board of Health is presented in a separate report and can be obtained from the Ware County Board of Health, 1101 Church Street, Waycross, Georgia 31501.

Okefenokee Area Development Authority

The Okefenokee Area Development Authority is a component unit based on the criteria of the County appointing a voting majority to the board. The financial statements for the Okefenokee Area Development Authority are presented in these financial statements using the method of discrete presentation. The Okefenokee Area Development Authority fiscal year end is December 31. A complete set of financial statements for the Okefenokee Area Development Authority is presented in a separate report and can be obtained from the Okefenokee Area Development Authority, 402 Elizabeth Street, Waycross, Georgia 31501.

Joint Ventures

Based on the criteria of GASB 2100, the following entities are considered joint venture organizations between the City of Waycross and Ware County:

The Southeast Georgia Regional Commission is a joint venture of the members in the South Georgia 8 county area. Further information is provided in Note 19.

Note 1 – Reporting Entity – Continued

Related Organizations

The Ware County Board of Commissioners are also responsible for appointing board members to other organizations, but the County's accountability for these organizations does not extend beyond making appointments. The Commissioners appoint members to the boards of the Clean Community Committee, Satilla Community Services Board, South Georgia Regional Community Services Board, Ware County Airport Advisory Committee, Ware County Department of Family and Children Services Board, Ware County Forestry Board, Ware County Hospital Authority, Ware County Recreation Board, Ware County Tax Assessors Board, Waycross-Ware County Board of Zoning Appeals, Waycross-Ware County Development Authority, Waycross-Ware County Library Board and the Waycross Ware County Planning Commission.

Note 2 - Summary of Significant Accounting Policies

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

The following are the more significant of the County's accounting policies.

A. Basis of Presentation

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

Government-Wide Financial Statements

The statement of net position and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the County that are governmental in nature and those that are considered business-type activities.

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

Note 2 - Summary of Significant Accounting Policies - Continued

Fund Financial Statements

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

B. Fund Accounting

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

Governmental Funds

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

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

Public Roads Fund. The Capital Projects Public Roads Fund accounts for the revenue received through the Georgia Department of Transportation LMIG Program. The revenue is restricted to road projects.

Capital Projects Special Sales Tax 2008 Fund. The Capital Projects Special Sales Tax 2008 Fund accounts for the special purpose local option sales tax that was renewed for the sixth time by referendum. The revenue is restricted to the stated purposes of the referendum.

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

Note 2 - Summary of Significant Accounting Policies - Continued

Proprietary Funds

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

Emergency Telephone Fund. The fund accounts for fees collected to provide the emergency 911 call center.

Airport Fund. The fund accounts for the operations of the Ware County Airport.

Regional Landfill. The fund accounts for the development and future operations of a regional landfill.

Internal Service Funds

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

Health Fund. The fund accounts for charges to other funds and contributions from employees and for the payment of health insurance premiums and benefits.

Workers Compensation Fund. The fund accounts for transactions related to worker's compensation claims by the County.

In the Statement of Activities, internal service fund transactions have been eliminated, however those transactions between governmental and business-type activities have not been eliminated.

Note 2 - Summary of Significant Accounting Policies - Continued

Fund Financial Statements - Continued

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The County's agency funds account for assets held by the County for political subdivisions in which the County acts as fiscal agent and for taxes, state-levied shared revenues, and fines and forfeitures collected and distributed to other political subdivisions.

C. Measurement Focus

Government-Wide Financial Statements

The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of the County are included on the statement of net position.

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balance reflects the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared.

Governmental fund financial statements, therefore, include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the fund financial statements for governmental funds.

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

D. Basis of Accounting

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

Note 2 – Summary of Significant Accounting Principles – Continued

D. Basis of Accounting - Continued

Revenue—Exchange and Nonexchange Transactions

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

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

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

Deferred Outflows/Inflows of Resources

Deferred outflows of resources represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditures) until then. The County has no deferred outflows.

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

Property taxes for which there was an enforceable legal claim at June 30, 2014, but were levied to finance FY14 operations are deferred and recognized as an inflow of resources in the period that amounts become available. The unavailable revenues from property taxes amount to $688,809.

Note 2 - Summary of Significant Accounting Policies - Continued

D. Basis of Accounting - Continued

Expenses/Expenditures

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

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

E. Budgetary Process

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

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

1. Prior to July 1, the County Manager submits to the Board of Commissioners a proposed budget for the fiscal year commencing on that date. The operating budget includes proposed expenditures and the means of financing them.

2. Public hearings are conducted to obtain taxpayer comments. Notice is given at least ten days in advance by publication in the official organ of Ware County.

3. The budget is legally enacted through passage of an ordinance.

4. The County has a policy of budgeting on a departmental basis.

5. Formal budgetary integration is employed as a management control device during the year for the general fund, special revenue, capital project, internal service and enterprise funds.

6. Budgeted amounts are shown as amended throughout the year.

7. Departments can, with County Manager approval, amend their budgets without Board approval on all expenditures excluding personal services.

F. Encumbrances

Encumbrance accounting, under which major purchase orders, contracts, and other commitments for the expenditures of monies are recorded to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration. Ware County does not utilize encumbrance accounting.

Note 2 - Summary of Significant Accounting Policies - Continued

G. Cash and Cash Equivalents

For the proprietary fund types a statement of cash flows is presented, as is required by GASB Statement 9, instead of a statement of changes in financial position. For this statement, cash equivalents are defined as short term, highly liquid investments with a maturity of three months or less when purchased, that are readily convertible to known amounts of cash and so near their maturity that they present insignificant rates of changes in value because of changes in interest rates.

H. Investments

All investments are recorded at fair value based on quoted market prices. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties.

I. Prepaid Items

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

J. Inventory

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

K. Restricted Assets

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset.

L. Capital Assets

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated capital assets are recorded at their fair market value on the date donated. The County maintains a capitalization threshold of $5,000. The County's infrastructure consists of roads, bridges, and culverts. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. All infrastructure acquired prior to the implementation of GASB 34 has been capitalized and reported. Interest incurred during the construction of enterprise fund capital assets is also capitalized.

Note 2 - Summary of Significant Accounting Policies - Continued

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

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

M. Interfund Receivables/Payables

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

N. Compensated Absences

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

Sick leave benefits are not accrued as a liability.

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

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

O. Accrued Liabilities and Long-Term Obligations

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

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

Note 2 - Summary of Significant Accounting Policies – Continued

O. 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 County Board of Commissioners through the adoption of a resolution. Only the Board of Commissioners may modify or rescind the commitment.

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

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

Flow Assumptions

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

Note 2 - Summary of Significant Accounting Policies – Continued

O. Fund Equity - Continued

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

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

P. Operating Revenues and Expenses

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

Q. Interfund Transactions

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

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

R. Management Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Q. Change in Presentation

In conformity with GAAP, as set forth in the Statement of Governmental Accounting Standards No. 65. *Items Previously Recognized as Assets and Liabilities,* items previously reported as assets and liabilities are now shown as deferred outflows of resources or deferred in flows of resources. This reclassification had no affect on the prior year net positions of Ware County.

Note 3 – Deposits and Investments

Interest Rate Risk. The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. State statutes authorize the County to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by the U. S. government or by a government agency of the United States; obligations of any corporation of the U. S. government; prime banker's acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia.

Custodial Credit Risk – Deposits. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the County will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U. S. government, or bonds of public authorities, counties or municipalities.

Custodial Credit Risk – Investments. Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require all investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U. S. government, or bonds of public authorities, counties or municipalities.

Note 4 – Property Taxes

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

The property tax calendar is as follows:

January 1	-	Assessment date
July 1	-	Tax Assessors send returns to Tax Commissioner
July 25	-	Millage rate is set by the County Commission
July 28	-	County tax digest is submitted to the State Revenue Commissioner
September 30	-	Bills are mailed by Tax Commissioner
December 20	-	Due date for property taxes other than motor vehicles
December 21	-	Execution date for unpaid taxes

Taxes are collected throughout the year.

Note 5 – Receivables

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

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

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

General Fund	
District Attorney Cost - Other Counties	$ 85,477
Cable franchise tax	30,948
Total - General Fund	$ 116,425
Special Revenue Funds	
Nonmajor funds:	
Victim Assistance Fines - Other Governments	$ 17,652
Coffee County - Drug Fines	5,139
Criminal Justice Coordinating Council	207
Georgia Emergency Management Agency	8,009
Georgia Department of Transportation	21,065
Department of Justice	18,069
Drug Fines - Other Governments	165,004
Total - Special Revenue Funds	$ 235,145
Capital Projects Funds	
Nonmajor funds:	
Department of Community Affairs	$ 73,460
Total - Capital Projects Funds	$ 73,460
Total - Due From Other Governments	$ 425,030

Note 6 – Capital Assets

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

	Balance at July 1, 2013	Additions	Reductions	Balance at June 30, 2014
Primary Government				
Governmental Activities:				
Nondepreciable Capital Assets:				
Land and improvements	$ 194,860	$ -	$ -	$ 194,860
Construction in progress	1,737,784	824,974	1,764,803	797,955
Total Nondepreciable Capital Assets	1,932,644	824,974	1,764,803	992,815
Depreciable Capital Assets:				
Buildings and building improvements	$ 27,918,116	$ 11,236	$ -	$ 27,929,352
Improvements other than buildings	10,894,279	-	-	10,894,279
Infrastructure	161,276,385	1,764,803	-	163,041,188
Machinery and equipment	12,330,093	321,253	8,504	12,642,842
Total Depreciable Capital Assets	212,418,873	2,097,292	8,504	214,507,661
Less Accumulated Depreciation for:				
Buildings and building improvements	8,512,956	539,577	-	9,052,533
Improvements other than buildings	2,531,143	371,480	-	2,902,623
Infrastructure	108,987,563	4,656,427	-	113,643,990
Machinery and equipment	7,842,796	727,756	8,504	8,562,048
Total Accumulated Depreciation	127,874,458	6,295,240	8,504	134,161,194
Total Depreciable Capital Assets, Net	84,544,415	(4,197,948)	-	80,346,467
Governmental Activities Capital Assets, Net	$ 86,477,059	$ (3,372,974)	$ 1,764,803	$ 81,339,282

Note 6 – Capital Assets – Continued

	Balance at July 1, 2013	Additions	Reductions	Balance at June 30, 2014
Business Type Activities:				
Nondepreciable Capital Assets:				
Land and improvements	$ 5,455,858	$ -	$ -	$ 5,455,858
Construction in progress	-	92,854	-	92,854
Total Nondepreciable Capital Assets	5,455,858	92,854	-	5,548,712
Depreciable Capital Assets:				
Buildings and building improvements	$ 2,039,286	$ -	$ -	$ 2,039,286
Improvements other than buildings	6,173,355	-	-	6,173,355
Machinery and equipment	651,237	-	-	651,237
Total Depreciable Capital Assets	8,863,878	-	-	8,863,878
Less Accumulated Depreciation for:				
Buildings and building improvements	615,879	66,594	-	682,473
Improvements other than buildings	2,748,400	205,835	-	2,954,235
Machinery and equipment	459,664	27,136	-	486,800
Total Accumulated Depreciation	3,823,943	299,565	-	4,123,508
Total Depreciable Capital Assets, Net	5,039,935	(299,565)	-	4,740,370
Business Type Activities Capital Assets, Net	$ 10,495,793	$ (206,711)	$ -	$ 10,289,082

Depreciation was charged to governmental functions as follows:

Governmental activities:	
General Government	
Legislative and Executive	$ 193,355
Judicial	29,950
Public Safety	822,697
Public Works	4,883,683
Health and Welfare	353,235
Culture and Recreation	12,320
Total Depreciation Expense - Governmental Activities	$ 6,295,240
Business-type activities:	
Emergency Telephone	$ 20,145
Airport	279,420
Total Depreciation Expense - Business-type Activities	$ 299,565

Note 7 – Interfund Balances and Transfers

The composition of interfund balances and transfers as of June 30, 2014, is as follows:

	Interfund Receivable	Interfund Payable	Transfer In	Transfer Out
General Fund				
Emergency Telephone Fund	$ 361	$ -	$ -	$ 281,718
Airport Fund	113	-	-	153,000
Regional Landfill Fund	-	-	-	575,706
SPLOST 2003 Fund	2,412	-	-	-
SPLOST 2008 Fund	6,273	-	-	-
Intergovernmental Fund	3,489	-	-	-
	12,648	-	-	1,010,424
Special Revenue Funds				
Intergovernmental Fund				
General Fund	-	3,489	-	-
	-	3,489	-	-
Capital Project Fund				
SPLOST 2003 Fund				
General Fund	-	2,412	-	-
SPLOST 2008 Fund				
General Fund	-	6,273	-	-
	-	8,685	-	-
Total Governmental Funds	$ 12,648	$ 12,174	$ -	$ 1,010,424
Enterprise Funds				
Emergency Telephone Fund				
General Fund	$ -	$ 361	$ 281,718	$ -
Airport Fund				
General Fund	-	113	153,000	-
Regional Landfill Fund				
General Fund	-	-	575,706	-
Total Enterprise Funds	-	474	1,010,424	-
Total All Funds	$ 12,648	$ 12,648	$ 1,010,424	$ 1,010,424

Note 7 – Interfund Balances and Transfers - Continued

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

Funds were advanced from the General Fund to cover payroll liabilities for the 2003 and 2008 SPLOST Funds and the Emergency Telephone and Airport Funds and were paid back in July 2014. Funds were advanced to the Intergovernmental Fund to cover grant expenditures until grant revenues could be received. Funds were transferred from the General Fund to the Regional Landfill Fund to provide funds needed for a note payment. The General Fund provides budgeted appropriations to the Emergency Telephone Fund and the Airport Fund annually.

Note 8 – Risk Management

A. Property and Liability

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 established a Workers' Compensation Fund (internal service fund) to account for and finance its uninsured risks of loss. Under this program, the Workers' Compensation Fund provides coverage for up to a maximum of $250,000 for each worker's compensation claim, $2,500 for each enforcement claim. The coverage has a $1,000,000 cap. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

All funds of the County participate in the program and make payments to the Workers' Compensation Fund based on estimates of the amounts needed to pay prior and current-year claims and to establish a reserve for catastrophe losses. The Workers' Compensation Fund had a net position of $193,785 as of June 30, 2014. At June 30, 2014, the Workers' Compensation Fund had a claims liability of $19,612 reported based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

B. Health Care

The County is fully insured for medical claims by the employees and employee's dependents that are covered under the medical plan. The County pays monthly premiums for the employee coverage. Employees contribute a fixed amount through payroll deduction that is a small percentage of their premium.

C. Workers' Compensation

The County participates in the ACCG - Group Self-Insurance Workers' Compensation Fund 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.

Settled claims in the past three years have not exceeded the coverage. There was no significant reduction in insurance coverage from the prior year. The County is fully insured for workers compensation claims with no deductible.

Note 9 – Defined Benefit Pension Plan

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

The Plan provides retirement, disability, and death benefits to plan participants and beneficiaries. The Plan, through execution of the adoption agreement, is affiliated with the Association County Commissioners of Georgia Third Restated Defined Benefit Plan (The ACCG Plan), an agent multiple-employer pension plan, administered by GEBCorp. The ACCG, in its role as the Plan Sponsor, has the sole authority to amend the provisions of the ACCG Plan, as provided in Section 19.03 of the ACCG Plan document. The County has authority to amend the adoption agreement, which defines the specific benefit provisions of The Plan as provided in Section 19.02 of the ACCG Plan document.

Membership

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

Retirees and beneficiaries receiving benefits		62
Disabled in pay status		5
Terminated plan members entitled to but not yet receiving benefits		97
Active plan members		8
Total number of plan participants		172
Covered compensation for active participants	$	255,001

Funding Policy

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

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

Note 9 – Defined Benefit Pension Plan – Continued

Annual Pension Cost

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

Derivation of Net Pension Obligation		
Annual pension cost for prior year	$	91,176
Actual contributions to plan		-
Increase in net pension obligation (asset)		91,176
Net pension obligation (asset) beginning of year		(204,663)
Net pension obligation (asset) end of year	$	(113,487)

Derivation of Annual Pension Cost:		
Annual required contribution	$	86,138
Interest on net pension obligation		(8,512)
Amortization of net pension obligation (asset)		9,246
Annual pension cost	$	86,872

Basis of Valuation and Actuarial Assumptions

Current valuation date	January 1, 2014
Annual return on invested plan assets	7.50%
Projected annual salary increases	2.0%-4.5% based on age
Expected annual inflation	3.00%
Actuarial value of assets	Market Value
Actuarial funding method	Projected Unit Credit
Amortization method	Level Percent of Pay (Closed)

The following is a schedule of funding progress:

Calendar Year	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded AAL UAAL	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
2013	$ 2,292,833	$ 3,004,151	$ 711,318	76.3%	$ 336,091	211.6%
2012	2,316,012	3,049,314	733,302	76.0%	349,757	209.7%

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

Note 9 – Defined Benefit Pension Plan – Continued

Trend Information for the Plan

Fiscal Year Ending	Annual Pension Cost	Actual County Contribution	Percentage of APC Contributed	Net Pension Obligation (Asset)
June 30, 2014	$ 86,872	N/A	N/A	$ (113,487)
June 30, 2013	91,176	-	0%	(204,663)
June 30, 2012	73,007	-	0%	(277,670)
June 30, 2011	53,424	-	0%	(331,094)
June 30, 2010	41,162	-	0%	(372,256)
June 30, 2009	39,142	-	0%	(411,398)

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

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

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

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

Note 10 – Other Retirement Plans

Defined Contribution Plan

The County sponsors the Association County Commissioners of Georgia Defined Contribution Plan. The plan is an IRC Section 401(a)/457 Match Plan.

Under the plan, all full time employees are eligible for participation from the date of employment and can participate in the matching program after completing ninety days of service. The plan provides retirement, disability and death benefits to plan participants and beneficiaries and, is administered by Government Employee Benefits Corporation of Georgia. The provisions of the plan may be amended at any time and from time to time by written amendment approved by the County.

The County makes a base contribution to the 401(a) plan equal to four percent (4%) of each participating employee’s salary if hired prior to September 1, 2012 and three percent (3%) if hired after that date. For employees participating in the deferred compensation program, the County will make an additional matching contribution to the 401(a) plan equal to one percent (1%) for every two percent (2%) the employee contributes up to a maximum match of two percent (2%) if hired prior to September 1, 2012. For employees hired after that date, the match by the County is one percent (1%) for an employee contribution of three percent (3%). During the year ended June 30, 2014, the plan members contributed $420,404 and the County contributed $476,707 to the plan.

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

Deferred Compensation Plan

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code (IRC) Section 457. The plan, available to all employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

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

Note 11 – Post Employment Health Care Benefits

Plan Description

In addition to providing pension benefits, in accordance with County resolution, the County provides certain health care benefits for retired employees under the Ware County Other Post Employment Benefits Plan (the Plan). Retirees who are full time employees with at least 15 years of service and who have reached age 59 ½ may stay on the health care plan until they become eligible for Medicare by making the required monthly contribution. Dependents are not eligible for this benefit. These benefits are provided by the Ware County Board of Commissioners each year and are not statutory, contractual, or required by other authority. Currently, 2 retirees are receiving group health benefits under the Plan.

The plan is a a single employer plan and does not issue separate financial statements. OPEB obligations are generally liquidated by the General Fund. The Ware County Board of Commissioners administers the plan.

Funding Policy

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

The monthly retiree contributions are as follows:

Medical Tier	Non-Medicare Eligible Retiree
Retiree Only	$ 129.74

Annual OPEB Cost and Net OPEB Obligation

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

Note 11 – Post Employment Health Care Benefits - Continued

Funded Status and Funding Progress

Funding is provided through the general fund as required to the self- insurance fund. Premiums paid by retired employees were $7,442 and the County's funding was $25,349.

The annual required contribution amount was determined using actuarial methods.

Annual Required Contribution	$ 364,253
Interest on net OPEB Obligation	40,839
Adjustment to annual required contribution	(39,014)
Annual OPEB cost	366,078
Employer contributions for period ending June 30, 2014	(26,886)
Increase in net OPEB Obligation	339,192
Net OPEB obligation beginning of year	1,020,975
Net OPEB obligation end of year	$ 1,360,167

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

Fiscal Year Ending	Annual OPEB Cost (AOC)	Percentage of AOC Contributed	Net OPEB Obligation
6/30/2014	$ 366,078	7.38%	$ 1,360,167
6/30/2013	365,480	8.45%	1,020,975

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

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded AAL UAAL	Funded Ratio	Covered Payroll	UAAL as a Percentage Covered Payroll
1/1/2011	$ -	$ 2,675,545	$ 2,675,545	0.0%	$ 8,370,156	31.97%
1/1/2013	$ -	$ 1,512,422	$ 1,512,422	0.0%	$ 8,925,252	16.95%

Note 11 – Post Employment Health Care Benefits - Continued

Actuarial Methods and Assumptions

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

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members at that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and plan members in the future.

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

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

Note 12 – Compensated Absences

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

	Balance at July 1, 2013	Additions	Reductions	Balance at June 30, 2014	Amount Due In One Year
Primary Government:					
Governmental Activities:					
Compensated absences	$ 1,041,065	$ 612,319	$ 624,639	$ 1,028,745	$ 617,247
Business Type Activities:					
Compensated absences	27,194	24,916	16,316	35,794	21,476
Total Primary Government	$ 1,068,259	$ 637,235	$ 640,955	$ 1,064,539	$ 638,723
Component Unit - Board of Health:					
Compensated absences	$ 601,696	$ 346,107	$ 361,018	$ 586,785	$ 234,714

Note 13 – Notes Payable

The County entered into a Georgia Tax Anticipation Note, Series 2013, on December 10, 2012 for $5,000,000 at a fixed interest rate of 1.14% and a maturity date of December 31, 2013. The loan provides assistance with cash flow shortages due to property tax collections not occurring until September through November. The County drew down $1,800,000 during calendar year 2013 and paid that back by December 31, 2013.

	July 1, 2013	Additions	Reductions	June 30, 2014	In One Year
Governmental Activities					
Note Payable	$ -	$ 1,800,000	$ 1,800,000	$ -	$ -
Total Governmental Activities	$ -	$ 1,800,000	$ 1,800,000	$ -	$ -

Note 14 - Capital Leases

Various capital leases have been entered into for the acquisition of a public works and public safety equipment and for building improvements over several years. The assets acquired through capital leases are as follows:

Governmental Activities:	
Buildings	$ 1,522,918
Equipment	899,754
Less: Accumulated Depreciation	(477,418)
	$ 1,945,254

The FY14 amortization included in depreciation expense was $128,157.

Business Type Activities:	
Buildings	$ 1,497,759
Less Accumulated Depreciation	(279,526)
	$ 1,218,233

The FY14 amortization included in depreciation expense was $50,064

Additional information is provided on each capital lease in Note 15.

Note 15 – Long-Term Debt

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

	Balance at July 1, 2013	Additions	Reductions	Balance at June 30, 2014	Amount Due In One Year
Governmental Activities					
Capital leases	$ 2,285,037	$ -	$ 152,086	$ 2,132,951	$ 158,337
Total Governmental Activities	$ 2,285,037	$ -	$ 152,086	$ 2,132,951	$ 158,337

Note 15 – Long-Term Debt - Continued

	Balance at July 1, 2013	Additions	Reductions	Balance at June 30, 2014	Amount Due In One Year
Business - Type Activities					
Capital leases	$ 586,300	$ -	$ 147,689	$ 438,611	$ 153,835
Notes payable	250,000	-	250,000	-	-

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

	Purpose	Original Issue Date	Interest Rate	Original Issue Amount	Maturity Date	Annual Installments
Governmental Activities						
Capital Lease	Courthouse Improvements	2007	4.48%	$ 2,000,000	2026	$ 152,884
Capital Lease	Wheel Loader	2011	3.40%	$ 129,404	2016	$ 15,684
Capital Lease	Motor Graders	2013	3.40%	$ 771,050	2016	$ 76,265
Business Activities						
Capital Lease	T Hangers	2007	4.08%	$ 1,529,036	2017	$ 186,502

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

	Governmental Activities	
	Capital Leases	
Year Ending June 30,	Principal	Interest
2015	$ 158,337	$ 86,256
2016	729,812	77,933
2017	97,993	54,891
2018	102,520	50,363
2019	107,257	45,627
2020-2024	615,175	149,243
2025-2027	321,857	18,390
Total	$ 2,132,951	$ 482,703

	Business Activities	
	Capital Lease	
Year Ending June 30,	Principal	Interest
2015	$ 153,835	$ 15,055
2016	160,237	8,653
2017	124,539	2,128
Total	$ 438,611	$ 25,836

Note 16 – Landfill Postclosure Cost

State and federal laws and regulations require the County to cover a landfill and maintain monitoring functions for thirty years after closure. The County has accrued the expected postclosure cost for the landfill that closed in 1997. The amount accrued of $1,389,505 represents 100% of the total estimated remaining postclosure cost which is made up of estimated monitoring costs and maintenance costs. This estimate is subject to change based on changes in technology or applicable laws and regulations. The County plans to fund post closure costs through its general fund budget.

	Balance at July 1, 2013	Additions	Reductions	Balance at June 30, 2014	Due Within One Year
Governmental Activities:					
Postclosure care cost	$ 1,460,235	$ -	$ 70,730	$ 1,389,505	$ 94,023

Note 17 – Component Unit

A. Ware County Board of Health

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

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

Cash and Cash Equivalents The Board considers all highly liquid instruments purchased with a maturity of less than three months to be cash equivalents.

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

Equipment	$ 8,446,866
Less Accumulated Depreciation	(5,328,017)
Net Capital Assets	$ 3,118,849

Note 17 – Component Unit – Continued

A. Ware County Board of Health - Continued

Retirement Plan

The employees of the Health Department participate in the Georgia State Employees Retirement System, a multi-employer, defined contribution plan. The Plan is administered by the State of Georgia, and accumulated benefits and Plan assets are not determined or allocated to the individual participating governmental entities. The Georgia State Employees' Retirement System of Georgia requires ten years of continuous service to become fully vested. The total retirement contributions to the Georgia State Employees Retirement System for the year ended June 30, 2014 were $1,115,203. Ten-year historical trend information and relevant actuarial information may be obtained from the Employee's Retirement System, Two Northside 75, Suite 300, Atlanta, Georgia 30316-7778 or calling 1-407-352-6400.

B. Okefenokee Area Development Authority

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

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

B. Okefenokee Area Development Authority - Continued

Cash and Cash Equivalents The Authority considers all highly liquid instruments purchased with a maturity of less than three months to be cash equivalents.

Property and Equipment Property and equipment are carried at cost or, if donated, the fair value on the date donated. Depreciation is computed using the straight-line method over the estimated useful life of the asset. Property and equipment as of December 31, 2013, was as follows:

Land	$ 770,000
Furniture, Fixtures and Equipment	34,388
Net Capital Assets	$ 804,388

Note 18 – Insurance Pools

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

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

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

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

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

Note 19 – Joint Ventures

The County, in conjunction with cities and counties in the (18) county South Georgia area are members of the Southern Georgia Regional Commission. Membership in a Regional Commission is automatic for each municipality and county in the state. The official Code Georgia Section 50-8-34 (Georgia Planning Act of 1989) provides for the organizational structure of the Regional Commissions. Each county and municipality in the state is required by law to pay minimum annual dues to the Regional Commission. The County paid annual dues in the amount of $26,874 to the South Georgia Regional Commission for the year ended June 30, 2014. The Regional Commission Board membership includes the Chief elected official of each county and the Chief elected official of each municipality. The County Board members and municipal Board members from the same county elect one member of the Board who is a resident (but not an elected or appointed official or employee of the County or municipality to serve as the non-public Board member from a County.

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

A copy of the financial report can be obtained at the following address:
Southern Georgia Regional Commission
3395 Harris Road
Waycross, Georgia 31503

Note 20 – Contingent Liabilities

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

Commitments. On June 4, 1990, the County entered into an agreement proposed by the Hospital Authority of Ware County for the construction of a psychiatric and substance abuse hospital and for the expansion and renovation of Satilla Regional Medical Center. Whereby, the Board of Commissioners shall provide, by a contract to be entered into with the Authority, for the payment out of the general funds or tax revenues of Ware County, Georgia, amounts necessary, if any, to pay the principal and interest on the principal amount up to $13,000,000 of revenue anticipation certificates. These certificates are to be retired from revenues generated from the operations of Satilla Regional Medical Center and the proposed psychiatric and substance abuse facility.

On February 1, 1992, the County entered into a lease agreement with the Hospital Authority of Ware County whereby Ware County has agreed to provide funds sufficient to meet the obligations (described in Section 5.01 of the Lease Agreement) relating to $1,600,000 in bonds issued in accordance with the resolution dated March 5, 1992. These bonds have been recorded as a liability in the Substance Abuse Center Fund (Enterprise Fund). These bonds were paid off during FY2014 with the sale of the facilities.

On March 12, 2001 the County entered into an agreement proposed by the Hospital Authority of Ware County for the construction of a three-story addition to the Southwest side of Satilla Regional Medical Center. Whereby, the Board of Commissioners shall provide, by a contract to be entered into with the Authority, for the payment out of the general funds or tax revenues of Ware County, Georgia, amounts necessary, if any, to pay the principal and interest on the principal amount up to $30,700,000 of revenue anticipation certificates. These certificates are to be retired from revenues generated from the operations of Satilla Regional Medical Center.

On April 4, 2001, the County entered into an agreement with the Hospital Authority of Ware County which obligated the County to make monthly payments to the Authority in amounts sufficient to enable the Authority to pay the principal and interest coming due on the next payment date, whether at maturity or mandatory sinking fund redemption, for the Prior Certificates and the Series 2001 Certificates to the extent the revenues of the Hospital on deposit in the Sinking Fund established under the Resolution are insufficient. Such amounts may be used by the Authority only to provide for the payment of the principal of and interest on the Prior Certificates and the Series 2001 Certificates as they become due and payable. Such payments shall be made by the County directly to the Authority and deposited into the Sinking Fund established under the Resolution. The Contract requires the County to levy, within and subject to the seven mill limitation now provided by law, or such greater millage as may be hereafter authorized by law, an annual ad valorem tax on all property subject to taxation for such purpose in the County sufficient to enable the County to make the payments required by the Contract if necessary. Amounts available for payment under the Contract may be reduced to the extent proceeds of such tax are applied to payment of amounts due under the 1992B Lease.

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

Note 20 – Contingent Liabilities

Liability Insurance. The County acquires insurance for liability claims. The County is responsible for the first $5,000 per occurrence for general liability and the first $10,000 per occurrence for Public Officials Liability, Law Enforcement Liability, errors, and omissions.

Contract Negotiations. The County entered into a contract with a third party company to lease a landfill that was never opened by the County. The County has cancelled that contract and reached a financial settlement.

Note 21 – Subsequent Events

Subsequent events were evaluated through February 18, 2015 which is the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTAL INFORMATION

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

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES:				
Taxes	$ 16,363,100	$ 16,363,100	$ 16,899,975	$ 536,875
Licenses and permits	180,000	180,000	223,833	43,833
Intergovernmental revenues	560,309	560,309	480,300	(80,009)
Charges for services	3,095,955	3,115,455	3,172,185	56,730
Fines and forfeitures	647,250	647,250	650,965	3,715
Investment income	1,300	1,300	1,829	529
Miscellaneous	100,600	100,600	222,360	121,760
TOTAL REVENUES	**20,948,514**	**20,968,014**	**21,651,447**	**683,433**
EXPENDITURES:				
GENERAL GOVERNMENT				
Board of Commissioners				
Personal services	428,539	428,539	391,741	(36,798)
Supplies	9,000	9,000	9,023	23
Other services and charges	74,060	74,060	74,847	787
	511,599	511,599	475,611	(35,988)
Human Resources				
Personal services	92,600	92,600	55,726	(36,874)
Other services and charges	24,700	24,700	28,696	3,996
	117,300	117,300	84,422	(32,878)
Board of Elections				
Personal services	119,795	119,795	106,696	(13,099)
Supplies	9,540	9,540	8,012	(1,528)
Other services and charges	59,800	90,800	104,588	13,788
	189,135	220,135	219,296	(839)
Information Technology Services				
Personal services	148,095	148,095	134,762	(13,333)
Supplies	6,570	6,570	9,507	2,937
Other services and charges	111,560	111,560	97,417	(14,143)
Capital outlay	25,200	35,200	58,270	23,070
	291,425	301,425	299,956	(1,469)

See independent auditor's report.

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

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
Tax Commissioner				
Personal services	363,350	363,350	360,612	(2,738)
Supplies	4,500	4,500	4,111	(389)
Other services and charges	55,885	86,385	88,831	2,446
	423,735	454,235	453,554	(681)
Tax Assessors				
Personal services	541,025	482,025	481,649	(376)
Supplies	12,100	12,100	13,757	1,657
Other services and charges	127,835	123,208	95,537	(27,671)
	680,960	617,333	590,943	(26,390)
Board of Equalization				
Personal services	5,433	5,433	1,703	(3,730)
Supplies	50	50	12	(38)
Other services and charges	5,000	5,000	1,724	(3,276)
	10,483	10,483	3,439	(7,044)
Building Maintenance				
Personal services	332,915	332,915	322,500	(10,415)
Supplies	40,900	40,900	16,105	(24,795)
Other services and charges	412,575	412,575	434,112	21,537
Debt service	-	-	-	-
	786,390	786,390	772,717	(13,673)
General Administration				
Other services and charges	826,163	439,584	414,885	(24,699)
Debt service	30,000	30,000	5,097	(24,903)
	856,163	469,584	419,982	(49,602)
Total - General Government	**3,867,190**	**3,488,484**	**3,319,920**	**(168,564)**

See independent auditor's report.

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

	Budgeted Amounts			Variance With Final Budget Over (Under)
	Original	Final	Actual	
JUDICIAL				
Superior Court				
Personal services	198,299	208,299	203,957	(4,342)
Supplies	3,500	3,500	3,808	308
Other services and charges	120,500	132,500	135,977	3,477
	322,299	344,299	343,742	(557)
Clerk of Court				
Personal services	439,090	439,090	429,401	(9,689)
Supplies	17,000	17,000	20,225	3,225
Other services and charges	51,650	51,650	57,757	6,107
	507,740	507,740	507,383	(357)
District Attorney				
Personal services	245,668	245,668	236,977	(8,691)
Supplies	12,500	12,500	17,517	5,017
Other services and charges	27,700	27,700	27,661	(39)
	285,868	285,868	282,155	(3,713)
State Court				
Personal services	142,403	142,403	134,416	(7,987)
Supplies	750	750	2,086	1,336
Other services and charges	109,515	109,515	102,821	(6,694)
	252,668	252,668	239,323	(13,345)

See independent auditor's report.

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

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
Magistrate Court				
Personal services	414,615	414,615	413,506	(1,109)
Supplies	8,200	9,200	9,154	(46)
Other services and charges	35,550	35,550	36,439	889
	458,365	459,365	459,099	(266)
Probate Court				
Personal services	135,270	135,270	125,643	(9,627)
Supplies	4,000	4,000	3,955	(45)
Other services and charges	8,400	8,400	9,595	1,195
Debt Service	1,800	1,800	-	(1,800)
	149,470	149,470	139,193	(10,277)
Juvenile Court				
Personal services	123,553	123,553	121,905	(1,648)
Supplies	2,100	2,100	3,204	1,104
Other services and charges	38,600	52,100	52,307	207
	164,253	177,753	177,416	(337)
Public Defender				
Other services and charges	220,500	246,500	245,994	(506)
	220,500	246,500	245,994	(506)
Solicitor				
Personal services	110,707	111,707	112,316	609
Supplies	5,300	5,300	6,289	989
Other services and charges	9,850	9,850	7,969	(1,881)
	125,857	126,857	126,574	(283)
Total - Judicial	**2,487,020**	**2,550,520**	**2,520,879**	**(29,641)**
PUBLIC SAFETY				
Sheriff				
Personal services	2,114,480	2,114,480	2,095,541	(18,939)
Supplies	22,800	22,800	24,213	1,413
Other services and charges	399,800	462,000	480,348	18,348
Capital outlay	5,000	5,000	3,453	(1,547)
	2,542,080	2,604,280	2,603,555	(725)

See independent auditor's report.

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

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
Jail				
Personal services	3,520,690	3,430,690	3,430,559	(131)
Supplies	551,500	551,500	533,022	(18,478)
Other services and charges	688,100	688,100	703,203	15,103
Capital outlay	3,000	3,000	1,604	(1,396)
	4,763,290	4,673,290	4,668,388	(4,902)
Alternative Sentencing				
Other services and charges	35,000	35,000	31,814	(3,186)
	35,000	35,000	31,814	(3,186)
Emergency Management Agency				
Personal services	80,875	80,875	80,813	(62)
Supplies	1,200	1,200	1,869	669
Other services and charges	38,050	38,050	34,562	(3,488)
Capital outlay	250	250	154	(96)
	120,375	120,375	117,398	(2,977)
Coroner				
Personal services	13,310	13,310	12,983	(327)
Supplies	50	50	-	(50)
Other services and charges	11,950	14,550	14,733	183
	25,310	27,910	27,716	(194)
Emergency Medical Services				
Personal services	1,564,730	1,581,730	1,581,001	(729)
Supplies	79,000	94,000	93,894	(106)
Other services and charges	221,350	224,350	224,522	172
	1,865,080	1,900,080	1,899,417	(663)
Fire Department				
Personal services	889,785	884,035	849,831	(34,204)
Supplies	13,000	13,000	8,754	(4,246)
Other services and charges	145,950	145,950	168,338	22,388
	1,048,735	1,042,985	1,026,923	(16,062)

See independent auditor's report.

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

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
Animal Control				
Personal services	53,145	53,145	54,246	1,101
Supplies	950	950	439	(511)
Other services and charges	7,900	7,900	7,122	(778)
	61,995	61,995	61,807	(188)
Total - Public Safety	**10,461,865**	**10,465,915**	**10,437,018**	**(28,897)**
PUBLIC WORKS				
Administration				
Personal services	585,250	567,250	561,614	(5,636)
Supplies	25,700	25,700	39,416	13,716
Other services and charges	285,400	285,400	276,171	(9,229)
	896,350	878,350	877,201	(1,149)
Equipment Maintenance				
Personal services	381,865	386,565	386,598	33
Supplies	250	250	255	5
Other services and charges	18,700	18,700	18,589	(111)
	400,815	405,515	405,442	(73)
Total - Public Works	**1,297,165**	**1,283,865**	**1,282,643**	**(1,222)**

See independent auditor's report.

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

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
HEALTH AND WELFARE				
Planning and Codes				
Personal services	278,945	278,945	277,233	(1,712)
Supplies	6,000	6,000	8,366	2,366
Other services and charges	19,810	19,810	13,935	(5,875)
	304,755	304,755	299,534	(5,221)
Vital Statistics				
Other services and charges	2,500	2,500	2,090	(410)
	2,500	2,500	2,090	(410)
Public Health Services				
Other services and charges	175,550	175,550	175,550	-
	175,550	175,550	175,550	-
MH/MR Health Services				
Other services and charges	55,000	55,000	55,000	-
	55,000	55,000	55,000	-
Senior Citizens Center				
Other services and charges	14,500	14,500	12,129	(2,371)
	14,500	14,500	12,129	(2,371)
Animal Shelter				
Other services and charges	140,500	140,500	140,500	-
	140,500	140,500	140,500	-
Welfare Services				
Other services and charges	51,650	44,650	43,649	(1,001)
	51,650	44,650	43,649	(1,001)
Total - Health and Welfare	**744,455**	**737,455**	**728,452**	**(9,003)**
CULTURE AND RECREATION				
Recreation				
Personal services	446,340	463,340	409,703	(53,637)
Supplies	17,700	17,700	13,749	(3,951)
Other services and charges	497,000	510,000	567,057	57,057
	961,040	991,040	990,509	(531)

See independent auditor's report.

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

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
Library				
Other services and charges	200,000	200,000	200,000	-
	200,000	200,000	200,000	-
Total - Culture & Recreation	**1,161,040**	**1,191,040**	**1,190,509**	**(531)**
HOUSING AND DEVELOPMENT				
Conservation - Water Resources				
Other services and charges	900	1,650	1,650	-
	900	1,650	1,650	-
Farm and Home Agent				
Personal services	110,811	110,811	85,288	(25,523)
Supplies	5,000	5,000	24,807	19,807
Other services and charges	25,350	25,350	27,800	2,450
	141,161	141,161	137,895	(3,266)
Economic Development				
Other services and charges	97,500	97,500	97,500	-
	97,500	97,500	97,500	-
Total - Housing & Development	**239,561**	**240,311**	**237,045**	**(3,266)**
TOTAL EXPENDITURES	**20,258,296**	**19,957,590**	**19,716,466**	**(241,124)**
EXCESS OF REVENUES OVER EXPENDITURES	690,218	1,010,424	1,934,981	924,557
OTHER FINANCING SOURCES (USES) TRANSFERS (OUT)	(690,218)	(1,010,424)	(1,010,424)	-
TOTAL OTHER FINANCING SOURCES (USES)	(690,218)	(1,010,424)	(1,010,424)	-
NET CHANGE IN FUND BALANCE	-	-	924,557	924,557
FUND BALANCE, BEGINNING OF YEAR	-	-	3,151,621	3,151,621
FUND BALANCE, END OF YEAR	$ -	$ -	$ 4,076,178	$ 4,076,178

See independent auditor's report.

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

Note 1 – Budgetary Basis of Accounting

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

WARE COUNTY, GEORGIA
REQUIRED SUPPLEMENTAL INFORMATION
June 30, 2014

SCHEDULE OF FUNDING PROGRESS – PENSION
2009-2013
(Unaudited)

Calendar Year	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded AAL UAAL	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
2013	$ 2,292,833	$ 3,004,151	$ 711,318	76.3%	$ 336,091	211.6%
2012	2,316,012	3,049,314	733,302	76.0%	349,757	209.7%
2011	2,552,296	3,006,651	454,355	84.9%	337,347	134.7%
2010	2,791,483	3,103,188	311,705	90.0%	350,563	88.9%
2009	2,965,068	3,085,230	120,162	96.1%	448,967	26.8%

Note: See assumptions used for the schedule of Funding Progress in Note 9 to the financial statements.

SCHEDULE OF FUNDING PROGRESS – OPEB
2011 & 2013
(Unaudited)

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded AAL UAAL	Funded Ratio	Covered Payroll	UAAL as a Percentage Covered Payroll
1/1/2011	$ -	$ 2,675,545	$ 2,675,545	0.0%	$ 8,370,156	31.97%
1/1/2013	$ -	$ 1,512,422	$ 1,512,422	0.0%	$ 8,925,252	16.95%

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

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OTHER SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND SCHEDULES

MAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECT FUND

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

Public Roads Fund – To account for the road funds from the Department of Transportation LMIG program.

Capital Projects 2008 Special Local Option Sales Tax Fund – To account for the special purpose local option sales tax that was renewed in 2008 by referendum. The revenue is restricted to the stated purposes of the referendum.

WARE COUNTY, GEORGIA
CAPITAL PROJECTS PUBLIC ROADS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Intergovernmental revenues	$ 660,000	$ 660,000	$ 661,964	$ 1,964
Investment income	200	200	244	44
TOTAL REVENUES	660,200	660,200	662,208	2,008
EXPENDITURES				
Current				
Public works	-	-	-	-
Capital outlay	660,200	660,200	271,150	(389,050)
TOTAL EXPENDITURES	660,200	660,200	271,150	(389,050)
EXCESS OF REVENUES OVER EXPENDITURES	-	-	391,058	391,058
FUND BALANCE, BEGINNING OF YEAR	-	-	-	-
FUND BALANCE, END OF YEAR	$ -	$ -	$ 391,058	$ 391,058

See independent auditor's report.

WARE COUNTY, GEORGIA
CAPITAL PROJECTS 2008 SPECIAL LOCAL OPTION SALES TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Taxes	$ 4,775,000	$ 4,775,000	$ 6,481,329	$ 1,706,329
Investment income	6,000	6,000	5,824	(176)
TOTAL REVENUES	4,781,000	4,781,000	6,487,153	1,706,153
EXPENDITURES				
Current				
Public works	7,835,465	7,835,465	716,141	(7,119,324)
Intergovernmental	3,301,955	3,301,955	1,770,735	(1,531,220)
Capital outlay	275,000	275,000	307,649	32,649
Debt service	228,910	228,910	244,642	15,732
TOTAL EXPENDITURES	11,641,330	11,641,330	3,039,167	(8,602,163)
EXCESS OF REVENUES OVER EXPENDITURES	(6,860,330)	(6,860,330)	3,447,986	10,308,316
FUND BALANCE, BEGINNING OF YEAR	6,860,330	6,860,330	9,829,658	2,969,328
FUND BALANCE, END OF YEAR	$ -	$ -	$ 13,277,644	$ 13,277,644

See independent auditor's report.

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

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

Drug Court Fund – To account for funds received through fines, fees and grants to assist in treatment for drug abuse.

Sheriff's Drug & Equipment – To account for funds received through drug seizures.

Supplemental Juvenile Services – To account for fees that go toward juvenile services.

Jail Commissary – To account for funds generated from the commissary and used toward operations of the jail.

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

D.A.'s Drug Forfeiture – To account for funds received through drug convictions.

Superior Court Victim Assistance – To account for funds accessed with fines and designated for the assistance programs for victims and witnesses.

State Court Victim Assistance – To account for funds accessed with fines and designated for the assistance programs for victims and witnesses.

Intergovernmental Grants – To account for various grant revenues received.

NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECT FUNDS

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

Capital Projects 2013 Special Local Option Sales Tax Fund - To account for the special purpose local option sales tax that was renewed in 2013 by referendum. The revenue is restricted to the stated purposes of the referendum.

CDBG FY12 – To account for grant funds provided for infrastructure improvements.

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

	Total Nonmajor Special Revenue Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS			
Cash	$ 1,518,393	$ 1,120,259	$ 2,638,652
Certificate of deposit	197,816	-	197,816
Due from other governments	235,145	73,460	308,605
Accounts receivable	57,426	-	57,426
TOTAL ASSETS	$ 2,008,780	$ 1,193,719	$ 3,202,499
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts payable	$ 74,651	$ 178,123	$ 252,774
Accrued liabilities	835	364	1,199
Due to other governments	6,231	-	6,231
Interfund payable	3,489	2,412	5,901
TOTAL LIABILITIES	85,206	180,899	266,105
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	42,687	-	42,687
TOTAL DEFERRED INFLOWS OF RESOURCES	42,687	-	42,687
Fund Balance			
Restricted for drug education and treatment	794,757	-	794,757
Restricted for fire protection	8,953	-	8,953
Restricted for capital projects	-	1,012,820	1,012,820
Restricted for jail operations	332,326	-	332,326
Restricted for drug enforcement operations	148,745	-	148,745
Restricted for law library	237,135	-	237,135
Restricted for victim assistance	358,971	-	358,971
TOTAL FUND BALANCE	1,880,887	1,012,820	2,893,707
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	$ 2,008,780	$ 1,193,719	$ 3,202,499

See independent auditor's report.

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

	Total Nonmajor Special Revenue Funds	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
REVENUES			
Intergovernmental revenues	$ 750,340	$ 343,018	$ 1,093,358
Charges for services	584,062	-	584,062
Fines and forfeitures	247,414	-	247,414
Investment income	1,907	971	2,878
Miscellaneous income	53,097	-	53,097
TOTAL REVENUES	1,636,820	343,989	1,980,809
EXPENDITURES			
Current			
General government			
Legislative and executive	136,074	-	136,074
Judicial	593,496	-	593,496
Public safety	543,107	-	543,107
Health and welfare	47,400	-	47,400
Capital outlay	-	1,749,641	1,749,641
TOTAL EXPENDITURES	1,320,077	1,749,641	3,069,718
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	316,743	(1,405,652)	(1,088,909)
FUND BALANCE, BEGINNING OF YEAR	1,564,144	2,418,472	3,982,616
FUND BALANCE, END OF YEAR	$ 1,880,887	$ 1,012,820	$ 2,893,707

See independent auditor's report.

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

	Jail Fee Fund	Drug Court	Sheriff's Drug & Equipment	Supplemental Juvenile Service	Jail Commissary
ASSETS					
Cash	$ 8,692	$ 464,916	$ 70,151	$ 476	$ 292,359
Certificates of deposit	-	197,816	-	-	-
Due from other governments	-	165,004	-	-	-
Interfund receivable	-	-	-	-	-
Accounts receivable	11,663	6,791	-	450	28,445
TOTAL ASSETS	$ 20,355	$ 834,527	$ 70,151	$ 926	$ 320,804
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	$ 8,833	$ 39,770	$ -	$ 400	$ -
Accrued liabilities	-	-	-	-	-
Due to other governments	-	-	-	-	-
Interfund payable	-	-	-	-	-
TOTAL LIABILITIES	8,833	39,770	-	400	-
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue	-	-	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Restricted for drug education and treatment	-	794,757	-	-	-
Restricted for fire protection	-	-	-	-	-
Restricted for jail operations	11,522	-	-	-	320,804
Restricted for drug enforcement operations	-	-	70,151	-	-
Restricted for law library	-	-	-	-	-
Restricted for victim assistance	-	-	-	526	-
TOTAL FUND BALANCES	11,522	794,757	70,151	526	320,804
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	$ 20,355	$ 834,527	$ 70,151	$ 926	$ 320,804

See independent auditor's report.

Law Library	D.A.'S Drug Forfeiture	Superior Court Victim Assistance	State Court Victim Assistance	Inter-Governmental Grants	Total
$ 233,255	$ 73,117	$ 296,626	$ 51,881	$ 26,920	$ 1,518,393
-	-	-	-	-	197,816
-	5,139	17,652	-	47,350	235,145
-	-	-	-	-	-
3,880	338	220	5,639	-	57,426
$ 237,135	$ 78,594	$ 314,498	$ 57,520	$ 74,270	$ 2,008,780
$ -	$ -	$ 6,507	$ -	$ 19,141	$ 74,651
-	-	512	323	-	835
-	-	6,231	-	-	6,231
-	-	-	-	3,489	3,489
-	-	13,250	323	22,630	85,206
-	-	-	-	42,687	42,687
-	-	-	-	42,687	42,687
-	-	-	-	-	794,757
-	-	-	-	8,953	8,953
-	-	-	-	-	332,326
-	78,594	-	-	-	148,745
237,135	-	-	-	-	237,135
-	-	301,248	57,197	-	358,971
237,135	78,594	301,248	57,197	8,953	1,880,887
$ 237,135	$ 78,594	$ 314,498	$ 57,520	$ 74,270	$ 2,008,780

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

	Jail Fee Fund	Drug Court	Sheriff's Drug & Equipment	Supplemental Juvenile Service	Jail Commissary
REVENUES					
Intergovernmental revenues	$ -	$ 480,784	$ -	$ -	$ -
Charges for services	-	76,276	-	1,637	506,149
Fines and forfeitures	90,298	-	13,167	-	-
Investment income	4	1,223	-	1	453
Miscellaneous income	-	-	53,097	-	-
TOTAL REVENUES	90,302	558,283	66,264	1,638	506,602
EXPENDITURES					
Current:					
General Government					
Legislative and executive	-	-	-	-	-
Judicial	-	379,711	-	1,509	-
Public safety	102,983	-	12,576	-	377,978
Health and welfare	-	-	-	-	-
TOTAL EXPENDITURES	102,983	379,711	12,576	1,509	377,978
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(12,681)	178,572	53,688	129	128,624
FUND BALANCE, BEGINNING OF YEAR	24,203	616,185	16,463	397	192,180
FUND BALANCE, END OF YEAR	$ 11,522	$ 794,757	$ 70,151	$ 526	$ 320,804

See independent auditor's report.

Law Library	D.A.'s Drug Forfeiture	Superior Court Victim Assistance	State Court Victim Assistance	Inter-governmental Grants	Total
$ -	$ -	55,565	$ -	$ 213,991	$ 750,340
-	-	-	-	-	584,062
34,900	15,041	54,054	39,954	-	247,414
-	34	164	28	-	1,907
-	-	-	-	-	53,097
34,900	15,075	109,783	39,982	213,991	1,636,820
-	-	-	-	136,074	136,074
9,803	579	157,058	43,839	997	593,496
-	-	-	-	49,570	543,107
-	-	-	-	47,400	47,400
9,803	579	157,058	43,839	234,041	1,320,077
25,097	14,496	(47,275)	(3,857)	(20,050)	316,743
212,038	64,098	348,523	61,054	29,003	1,564,144
$ 237,135	$ 78,594	$ 301,248	$ 57,197	$ 8,953	$ 1,880,887

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

	CDBG FY12	2003 SPLOST	Total Nonmajor Capital Projects Funds
ASSETS			
Cash	$ -	$ 1,120,259	$ 1,120,259
Due from other governments	73,460	-	73,460
TOTAL ASSETS	$ 73,460	$ 1,120,259	$ 1,193,719
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	$ 73,460	$ 104,663	$ 178,123
Accrued liabilities	-	364	364
Due to other funds	-	2,412	2,412
TOTAL LIABILITIES	73,460	107,439	180,899
FUND BALANCES			
Restricted for capital projects	-	1,012,820	1,012,820
TOTAL FUND BALANCES	-	1,012,820	1,012,820
TOTAL LIABILITIES AND FUND BALANCES	$ 73,460	$ 1,120,259	$ 1,193,719

See independent auditor's report.

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

	CDBG FY12	2003 SPLOST	Total Nonmajor Capital Projects Funds
REVENUES			
Intergovernmental revenue	$ 179,438	$ 163,580	$ 343,018
Investment income	-	971	971
TOTAL REVENUES	179,438	164,551	343,989
EXPENDITURES			
Current:			
Public works	-	180,945	180,945
Capital outlay	180,473	1,388,223	1,568,696
TOTAL EXPENDITURES	180,473	1,569,168	1,749,641
EXCESS OF REVENUES (UNDER) EXPENDITURES	(1,035)	(1,404,617)	(1,405,652)
FUND BALANCE, BEGINNING OF YEAR	1,035	2,417,437	2,418,472
FUND BALANCE, END OF YEAR	$ -	$ 1,012,820	$ 1,012,820

See independent auditor's report.

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

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Fines and forfeitures	$ 96,000	$ 96,000	$ 90,298	$ (5,702)
Investment income	100	100	4	(96)
TOTAL REVENUES	96,100	96,100	90,302	(5,798)
EXPENDITURES				
Current:				
Public safety	111,100	111,100	102,983	(8,117)
TOTAL EXPENDITURES	111,100	111,100	102,983	(8,117)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(15,000)	(15,000)	(12,681)	2,319
FUND BALANCE, BEGINNING OF YEAR	15,000	15,000	24,203	9,203
FUND BALANCE, END OF YEAR	$ -	$ -	$ 11,522	$ 11,522

See independent auditor's report.

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

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Intergovernmental revenues	$ 493,126	$ 493,126	$ 480,784	$ (12,342)
Charges for services	91,300	91,300	76,276	(15,024)
Investment income	2,950	2,950	1,223	(1,727)
TOTAL REVENUES	587,376	587,376	558,283	(29,093)
EXPENDITURES				
Current:				
Judicial	636,726	636,726	379,711	(257,015)
TOTAL EXPENDITURES	636,726	636,726	379,711	(257,015)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(49,350)	(49,350)	178,572	227,922
FUND BALANCE, BEGINNING OF YEAR	49,350	49,350	616,185	566,835
FUND BALANCE, END OF YEAR	$ -	$ -	$ 794,757	$ 794,757

See independent auditor's report.

WARE COUNTY, GEORGIA
SHERIFF'S DRUG & EQUIPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Fines and forfeitures	$ 40,000	$ 40,000	$ 13,167	$ (26,833)
Miscellaneous	-	-	53,097	53,097
TOTAL REVENUES	40,000	40,000	66,264	26,264
EXPENDITURES				
Current:				
Public safety	40,000	40,000	12,576	(27,424)
TOTAL EXPENDITURES	40,000	40,000	12,576	(27,424)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	53,688	53,688
FUND BALANCE, BEGINNING OF YEAR	-	-	16,463	16,463
FUND BALANCE, END OF YEAR	$ -	$ -	$ 70,151	$ 70,151

See independent auditor's report.

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

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Charges for services	$ 900	$ 1,600	$ 1,637	$ 37
Investment income	5	5	1	(4)
TOTAL REVENUES	905	1,605	1,638	33
EXPENDITURES				
Current:				
General government				
Judicial	905	1,605	1,509	(96)
TOTAL EXPENDITURES	905	1,605	1,509	(96)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	129	(129)
FUND BALANCE, BEGINNING OF YEAR	-	-	397	397
FUND BALANCE, END OF YEAR	$ -	$ -	$ 526	$ (526)

See independent auditor's report.

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

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Charges for services	$ 457,000	$ 457,000	$ 506,149	$ 49,149
Investment income	1,400	1,400	453	(947)
TOTAL REVENUES	458,400	458,400	506,602	48,202
EXPENDITURES				
Current:				
Public safety	458,400	458,400	377,978	(80,422)
TOTAL EXPENDITURES	458,400	458,400	377,978	(80,422)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	128,624	128,624
FUND BALANCE, BEGINNING OF YEAR	-	-	192,180	192,180
FUND BALANCE, END OF YEAR	$ -	$ -	$ 320,804	$ 320,804

See independent auditor's report.

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

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Fines and forfeitures	$ 33,400	$ 33,400	$ 34,900	$ 1,500
TOTAL REVENUES	33,400	33,400	34,900	1,500
EXPENDITURES				
Current:				
General government				
Judicial	33,400	33,400	9,803	(23,597)
TOTAL EXPENDITURES	33,400	33,400	9,803	(23,597)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	25,097	25,097
FUND BALANCE, BEGINNING OF YEAR	-	-	212,038	212,038
FUND BALANCE, END OF YEAR	$ -	$ -	$ 237,135	$ 237,135

See independent auditor's report.

WARE COUNTY, GEORGIA
D. A.'S DRUG FORFEITURES
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Fines and forfeitures	$ 25,000	$ 25,000	$ 15,041	$ (9,959)
Investment income	30	30	34	4
TOTAL REVENUES	25,030	25,030	15,075	(9,955)
EXPENDITURES				
Current:				
General Government				
Judicial	25,030	25,030	579	(24,451)
TOTAL EXPENDITURES	25,030	25,030	579	(24,451)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	14,496	14,496
FUND BALANCE, BEGINNING OF YEAR	-	-	64,098	64,098
FUND BALANCE, END OF YEAR	$ -	$ -	$ 78,594	$ 78,594

See independent auditor's report.

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

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Intergovernmental revenues	$ 150,000	$ 150,000	$ 55,565	$ (94,435)
Fines and forfeitures	43,105	43,105	54,054	10,949
Investment income	200	200	164	(36)
TOTAL REVENUES	193,305	193,305	109,783	(83,522)
EXPENDITURES				
Current:				
General Government				
Judicial	193,305	193,305	157,058	(36,247)
TOTAL EXPENDITURES	193,305	193,305	157,058	(36,247)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(47,275)	(47,275)
FUND BALANCE, BEGINNING OF YEAR	-	-	348,523	348,523
FUND BALANCE, END OF YEAR	$ -	$ -	$ 301,248	$ 301,248

See independent auditor's report.

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

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Fines and forfeitures	$ 49,393	$ 49,393	$ 39,954	$ (9,439)
Investment income	25	25	28	3
TOTAL REVENUES	49,418	49,418	39,982	(9,436)
EXPENDITURES				
Current:				
General Government				
Judicial	49,418	49,418	43,839	(5,579)
TOTAL EXPENDITURES	49,418	49,418	43,839	(5,579)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(3,857)	(3,857)
FUND BALANCE, BEGINNING OF YEAR	-	-	61,054	61,054
FUND BALANCE, END OF YEAR	$ -	$ -	$ 57,197	$ 57,197

See independent auditor's report.

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

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Intergovernmental revenues	$ 275,440	$ 275,440	$ 213,991	$ (61,449)
TOTAL REVENUES	275,440	275,440	213,991	(61,449)
EXPENDITURES				
Current:				
General Government				
Legislative and executive	142,500	142,500	136,074	(6,426)
Judicial	34,500	34,500	997	(33,503)
Public safety	38,440	38,440	49,570	11,130
Health and welfare	60,000	60,000	47,400	(12,600)
TOTAL EXPENDITURES	275,440	275,440	234,041	(41,399)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(20,050)	(20,050.00)
FUND BALANCE, BEGINNING OF YEAR	-	-	29,003	29,003.00
FUND BALANCE, END OF YEAR	$ -	$ -	$ 8,953	$ 8,953

See independent auditor's report.

WARE COUNTY, GEORGIA
CAPITAL PROJECTS
SPLOST 2003 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Intergovernmental revenues	$ -	$ -	$ 163,580	$ 163,580
Investment income	2,000	2,000	971	(1,029)
TOTAL REVENUES	2,000	2,000	164,551	162,551
EXPENDITURES				
Current				
Public works	205,319	205,319	180,945	(24,374)
Capital outlay	2,250,000	2,250,000	1,388,223	(861,777)
TOTAL EXPENDITURES	2,455,319	2,455,319	1,569,168	(886,151)
EXCESS OF REVENUES OVER EXPENDITURES	(2,453,319)	(2,453,319)	(1,404,617)	1,048,702
FUND BALANCE, BEGINNING OF YEAR	2,453,319	2,453,319	2,417,437	(35,882)
FUND BALANCE, END OF YEAR	$ -	$ -	$ 1,012,820	$ 1,012,820

See independent auditor's report.

WARE COUNTY, GEORGIA
CAPITAL PROJECTS
CDBG FY12 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For The Year Ended June 30, 2014

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
REVENUES				
Intergovernmental income	$ 480,000	$ 480,000	$ 179,438	$ (300,562.0)
TOTAL REVENUES	480,000	480,000	179,438	(300,562.0)
EXPENDITURES				
Capital outlay	480,000	480,000	180,473	(299,527)
TOTAL EXPENDITURES	480,000	480,000	180,473	(299,527)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(1,035)	(1,035)
FUND BALANCE, BEGINNING OF YEAR	-	-	1,035	1,035
FUND BALANCE, END OF YEAR	$ -	$ -	$ -	$ -

See independent auditor's report.

INTERNAL SERVICE FUNDS

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

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

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

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

	Workers Compensation Fund	Health Fund	Total
ASSETS			
Current Assets			
Cash	$ 138,817	$ 107,496	$ 246,313
Receivables (net of allowance for doubtful accounts):			
Accounts	81	1,877	1,958
Prepaid expenses	188,831	272,826	461,657
TOTAL ASSETS	327,729	382,199	709,928
LIABILITIES			
Current Liabilities			
Accounts payable	133,944	-	133,944
TOTAL LIABILITIES	133,944	-	133,944
NET POSITION			
Restricted for workers compensation claims	193,785	-	193,785
Restricted for health claims	-	382,199	382,199
TOTAL NET POSITION	$ 193,785	$ 382,199	$ 575,984

See independent auditor's report.

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

	Workers Compensation Fund	Health Fund	Total
OPERATING REVENUES			
Charges for services	$ 400,859	$ 3,032,394	$ 3,433,253
Contributions	-	17,554	17,554
TOTAL OPERATING REVENUES	400,859	3,049,948	3,450,807
OPERATING EXPENSES			
Claims paid	24,417	35,277	59,694
Other services and charges	357,612	3,035,866	3,393,478
TOTAL OPERATING EXPENSES	382,029	3,071,143	3,453,172
OPERATING INCOME (LOSS)	18,830	(21,195)	(2,365)
NON-OPERATING REVENUES (EXPENSES)			
Interest revenue	80	118	198
TOTAL NON-OPERATING REVENUES (EXPENSES)	80	118	198
CHANGE IN NET POSITION	18,910	(21,077)	(2,167)
NET POSITION, BEGINNING OF YEAR	174,875	403,276	578,151
NET POSITION, END OF YEAR	$ 193,785	$ 382,199	$ 575,984

See independent auditor's report.

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

	Workers Compensation Fund	Health Fund	Total
Increase (Decrease) in Cash and Cash Equivalents			
Cash Flows From Operating Activities			
Cash received from customers	$ 438,968	$ 3,048,071	$ 3,487,039
Cash received from interfund transactions	(216,004)	(23,498)	(239,502)
Cash payments for claims paid	(24,417)	(35,277)	(59,694)
Cash payments for other services and charges	(228,157)	(3,054,128)	(3,282,285)
Net Cash Provided by (Used for) Operating Activities	(29,610)	(64,832)	(94,442)
Cash Flows From Investing Activities			
Cash received from interest	80	118	198
Net Cash Flows Provided By Investing Activities	80	118	198
Net Increase in Cash	(29,530)	(64,714)	(94,244)
Cash at Beginning of Year	168,347	172,210	340,557
Cash at End of Year	$ 138,817	$ 107,496	$ 246,313

See independent auditor's report.

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

	Workers Compensation Fund	Health Fund	Total
Reconciliation of Operating Income (Loss) To Net Cash Provided by (Used For) Operating Activities			
Operating Income (Loss)	$ 18,830	$ (21,195)	$ (2,365)
Adjustments to Reconcile Operating Income (Loss) To Net Cash Provided by (Used For) Operating Activities			
Changes in Assets and Liabilities:			
(Increase) decrease in accounts receivable	38,109	(1,877.00)	36,232
(Increase) decrease in prepaid expenses	428	(15,989)	(15,561)
Increase (decrease) in accounts payable	129,027	(2,273)	126,754
Increase (decrease) in interfund payable	(216,004)	(23,498)	(239,502)
Net Cash Provided By (Used For) Operating Activities	$ (29,610)	$ (64,832)	$ (94,442)

See independent auditor's report.

FIDUCIARY FUNDS

Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or funds.

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

Clerk of Superior Court - to account for the collection of various fines, forfeitures, jury fund receipts, real estate transfer taxes, recording of intangibles, fees, civil awards, etc. which are disbursed to other parties.

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

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

Probate Court - to account for the collection of fees from probating wills which are disbursed to other parties.

Juvenile Court - to account for the collection of fines and fees from juvenile court which are disbursed to other parties.

WARE COUNTY, GEORGIA
AGENCY FUNDS
COMBINING STATEMENT OF ASSETS AND LIABILITIES
June 30, 2014

	AGENCY FUNDS						
	OFFICE OF TAX COMMISSIONER	CLERK OF COURT	MAGISTRATE COURT	OFFICE OF SHERIFF	PROBATE COURT	JUVENILE COURT	TOTAL
ASSETS							
Cash	$ 387,024	$353,417	$ 52,054	$ 182,360	$ 736,669	$ 6,859	$1,718,383
TOTAL ASSETS	$ 387,024	$353,417	$ 52,054	$ 182,360	$ 736,669	$ 6,859	$1,718,383
LIABILITIES AND FUND BALANCE							
LIABILITIES							
Due to other governmen	$ 292,311	$ 32,608	$ -	$ -	$ -	$ -	$ 324,919
Due to others	94,713	320,809	52,054	182,360	736,669	6,859	1,393,464
TOTAL LIABILITIES	387,024	353,417	52,054	182,360	736,669	6,859	1,718,383
NET POSTION	$ -	$ -	$ -	$ -	$ -	$ -	$ -

See independent auditor's report.

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

	Balance July 1, 2013	Additions	Deductions	Balance June 30, 2014
OFFICE OF TAX COMMISSIONER				
ASSETS				
Cash	$ 431,392	$ 31,619,627	$ 31,663,995	$ 387,024
TOTAL ASSETS	$ 431,392	$ 31,619,627	$ 31,663,995	$ 387,024
LIABILITIES				
Due to other governments	$ 275,206	$ 12,894,237	$ 12,877,132	$ 292,311
Due to others	156,186	18,725,390	18,786,863	94,713
TOTAL LIABILITIES	$ 431,392	$ 31,619,627	$ 31,663,995	$ 387,024
CLERK OF COURT				
ASSETS				
Cash	$ 180,587	$ 1,809,045	$ 1,636,215	$ 353,417
TOTAL ASSETS	$ 180,587	$ 1,809,045	$ 1,636,215	$ 353,417
LIABILITIES				
Due to other governments	$ 34,614	$ 464,019	$ 466,025	$ 32,608
Due to others	145,973	1,345,026	1,170,190	320,809
TOTAL LIABILITIES	$ 180,587	$ 1,809,045	$ 1,636,215	$ 353,417
MAGISTRATE COURT				
ASSETS				
Cash	$ 65,207	$ 468,326	$ 481,479	$ 52,054
TOTAL ASSETS	$ 65,207	$ 468,326	$ 481,479	$ 52,054
LIABILITIES				
Due to other governments	$ -	$ 38,225	$ 38,225	$ -
Due to others	65,207	430,101	443,254	52,054
TOTAL LIABILITIES	$ 65,207	$ 468,326	$ 481,479	$ 52,054

See independent auditor's report.

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

		Balance July 1, 2013	Additions	Deductions	Balance June 30, 2014
OFFICE OF SHERIFF					
ASSETS					
Cash		$ 194,196	$ 941,738	$ 953,574	$ 182,360
	TOTAL ASSETS	$ 194,196	$ 941,738	$ 953,574	$ 182,360
LIABILITIES					
Due to others		$ 194,196	$ 941,738	$ 953,574	$ 182,360
	TOTAL LIABILITIES	$ 194,196	$ 941,738	$ 953,574	$ 182,360
PROBATE COURT					
ASSETS					
Cash		$ 896,608	$ 121,284	$ 281,223	$ 736,669
	TOTAL ASSETS	$ 896,608	$ 121,284	$ 281,223	$ 736,669
LIABILITIES					
Due to others		$ 896,608	$ 121,284	$ 281,223	$ 736,669
	TOTAL LIABILITIES	$ 896,608	$ 121,284	$ 281,223	$ 736,669
JUVENILE COURT					
ASSETS					
Cash		$ 7,174	$ 1,648	$ 1,963	$ 6,859
	TOTAL ASSETS	$ 7,174	$ 1,648	$ 1,963	$ 6,859
LIABILITIES					
Due to others		$ 7,174	$ 1,648	$ 1,963	$ 6,859
	TOTAL LIABILITIES	$ 7,174	$ 1,648	$ 1,963	$ 6,859

See independent auditor's report.

SPECIAL REPORTS SECTION

WARE COUNTY, GEORGIA
2003 SPECIAL LOCAL OPTION SALES TAX
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
Year Ended June 30, 2014

	Original Estimated Cost	Current Estimated Cost	Prior Years	Current Year	Total	Estimated Percentage of Completion
Roads, Streets, and Bridges	$12,500,000	$29,943,007	$26,756,838	$1,569,168	$28,326,006	94.60%
Recreation	6,000,000	6,390,705	6,390,705	-	6,390,705	100.00%
Fire Station & Public Safety Building	1,500,000	1,500,613	1,500,613	-	1,500,613	100.00%
Public Safety Equipment	500,000	690,041	690,041	-	690,041	100.00%
Jail	5,000,000	5,052,275	5,052,275	-	5,052,275	100.00%
Industrial Development	1,000,000	1,000,000	1,000,000	-	1,000,000	100.00%
Economic Development	1,000,000	1,000,000	985,281	-	985,281	98.53%
Downtown Development	500,000	500,000	500,000	-	500,000	100.00%
Debt Retirement	1,000,000	1,052,269	1,052,269	-	1,052,269	100.00%
Totals	$29,000,000	$47,128,910	$43,928,022	$1,569,168	$45,497,190	

See independent auditor's report.

WARE COUNTY, GEORGIA
2008 SPECIAL LOCAL OPTION SALES TAX
SCHEDULE OF PROJECTS CONSTRUCTED
WITH SPECIAL SALES TAX PROCEEDS
Year Ended June 30, 2014

	Original Estimated Cost	Current Estimated Cost	Prior Years	Current Year	Total	Estimated Percentage of Completion
Roads, Streets, and Bridges	$11,093,188	$ 7,005,639	$ 2,751,234	$ 508,874	$ 3,260,108	46.54%
Fire Equipment & Facility Improvements	4,000,000	2,768,502	2,632,863	1,460	2,634,323	95.15%
Pursuit Vehicles, Ambulances & Public Work Equipment	2,000,000	2,458,097	2,060,349	397,748	2,458,097	100.00%
Retirement of Lease-Purchase Obligation For Courthouse Improvements	2,000,000	917,353	764,419	152,934	917,353	100.00%
Courthouse & County Administration Property Acquisition and Demolition	2,125,000	2,125,000	1,988,426	118,129	2,106,555	99.13%
Courthouse Security Facilities	875,000	875,000	348,923	10,763	359,686	41.11%
Renovation of City Auditorium*	1,000,000	-	-	-	-	0.00%
Debt Retirement or Construction of Administrative Building and Design Cost	9,500,000	9,021,818	215,384	70,647	286,031	3.17%
Construction of Multi-purpose Recreation Building	5,000,000	3,625,571	3,617,694	7,877	3,625,571	100.00%
Spec Building / Construction and Infrastructure for Economic Development	2,000,000	1,496,697	-	-	-	0.00%
City of Waycross	13,509,264	11,017,971	9,247,236	1,770,735	11,017,971	100.00%
Totals	$53,102,452	$41,311,648	$23,626,528	$3,039,167	$26,665,695	

* - The percentage of SPLOST was increased to include the City Auditorium project in the City of Waycross direct funds. The City will manage this project and pay for it from the additional SPLOST funds they receive each month as their share of SPLOST receipts.

See independent auditor's report.

SOURCE and APPLICATION OF FUNDS SCHEDULE
Community Development Block Grant

Ware County, Georgia

12p-y-148-1-5500

For the Period Ending: June 30, 2014
Cumulative

I. Total Fiscal Year 2012 CDBG Funds Awarded to Recipient:	$ 500,000
II. Total Amount of Drawdown by Recipient from DCA:	$ 202,586
III. Less: CDBG Funds Expended by Recipient:	$ 202,586
IV. Amount of Fiscal Year 2013 CDBG Funds held by Recipient:	$ -

See independent auditor's report.

COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
PROJECT COST SCHEDULE

Recipient: Ware County, Georgia

Grant #: 12p-y-148-1-5500

For the Period Ending: June 30, 2014

Program Activity	CDBG Activity Number	Latest Approved Budget	Accumulative CDBG Expenditures To Date	Accumulative Expenditures To Date (Other Funds)	Grand Total of Expenditures To Date	Questioned Costs
Contingencies	C-022-00	$ 24,397	$ -	$ -	$ -	$ -
Engineering	T-03K-00	$ 36,855	$ 36,855	$ -	$ 36,855	$ -
Street Improvements	P-03K-01	$ 227,572	$ 165,731	$ -	$ 165,731	$ -
Flood and Drainage Facilities	P-03K-02	$ 211,176	$ -	$ -	$ -	$ -
TOTAL		$ 500,000	$ 202,586	$ -	$ 202,586	$ -

See independent auditor's report.

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INDEPENDENT AUDITORS' 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
of Ware County, Georgia
Waycross, Georgia

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Ware County, Georgia, as of and for the year ended June 30, 2014, which collectively comprise Ware County, Georgia's basic financial statements and have issued our report thereon dated February 18, 2015. We did not audit the financial statements of the Ware County Board of Health or the Okefenokee Area Development Authority. Those financial statements were audited by other auditors whose reports have been furnished to us. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

Our consideration of internal control over financial reporting 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 significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

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

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 deficiency described in the accompanying schedule of findings and questioned costs to be a significant deficiency. (Findings 2014-1)

Compliance and Other Matters

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

Ware County, Georgia's Response to Findings

Ware County Georgia's response to the findings identified in our audit is described in the accompanying schedule of findings and responses. We did not audit Ware County, Georgia's response 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.

Carr, Riggs & Ingram, L.L.C.

February 18, 2015
Tifton, Georgia

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Commissioners
of Ware County, Georgia
Waycross, Georgia

Report on Compliance for Each Major Federal Program

We have audited Ware County, Georgia's compliance, with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Ware County, Georgia's major federal programs for the year ended June 30, 2014. Ware County, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

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

Report on Internal Control Over Compliance

Management of Ware County, Georgia, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and

performing our audit of compliance, we considered Ware County, Georgia's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Ware County, Georgia's internal control over compliance.

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

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

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

Carr, Riggs & Ingram, L.L.C.

February 18, 2015
Tifton, Georgia

WARE COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2014

Section I – Summary of Auditor's Results

Financial Statements

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

Federal Awards

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

Identification of major programs:

CFDA Number	Name of Federal Program
16.803	CJCC Mental Health Grant
16.803	CJCC Accountability Grant
14.218	Community Development Block Grant (CDBG)

Dollar threshold used to distinguish between Type A and Type B programs:	$300,000
Auditee considered a low risk auditee	__X__ Yes _____No

WARE COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2014

Section II – Financial Statement Findings

Current Year Findings

Significant Deficiencies – Not Considered a Material Weakness

2014-1 - Criteria

To the extent possible, duties should be segregated to serve as a check and balance on the employee's integrity and to maintain the best control system possible.

2014-1 - Condition - Lack of Segregation of Duties

Due to a limited number of people working in the finance department and each constitutional office, many critical duties are combined and given to the available employees. Presently the following duties are combined:

- Mail is opened by someone which is not independent of recording transactions in the accounting records;
- A list of incoming checks is not prepared by someone independent of recording transactions in the accounting records;
- Bank deposits are not made by someone other than a cashier or accounts receivable bookkeeper;
- Cashiers are not restricted from gaining access to accounts receivable records and bank and customer statements;
- Postings to the general ledger are not always made by a person independent of the person receiving the money;
- The check-signing function is not always independent of the functions of purchasing, bookkeeping, and preparation of checks.

2014-1 – Cause

In most offices there is not an adequate number of employees to provide for the proper segregation of duties and a plan has not been developed to assign duties or implement compensation controls to improve checks and balances in the control system.

WARE COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2014

2014-1 – Effect

This condition represents a significant deficiency in the design or operation of the County's internal control structure and could possibly adversely affect the County's ability to record, process, summarize, and report financial data consistent with assertions of management in the County's financial statements.

2014-1 – Recommendation

The Board of Commissioners and elected officials of the constitutional offices should develop a plan to improve the lack of segregation of duties in each office. The assignment of responsibilities should be developed to provide adequate segregation of duties. The manpower resources in each constitutional office, the administrative office, financial office, and other offices could be utilized.

2014-1 – Management Response

Ware County management concurs with the finding and will work where possible to create better separation of duties.

Prior Year Findings

The current year finding 2014-1 was reported as finding 2013-1 in the prior year.

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

	Federal CFDA Number	Pass Through Grantor Number	Federal Expenditures
Department of Housing and Urban Development			
Pass Through the Georgia Department of Community Affairs			
Community Development Block Grant/Entitlement Grants	14.218	12p-y-148-1-5500	$ 180,473
Total Department of Housing and Urban Development			**180,473**
Department of Justice			
Pass Through the Council of Juvenile Court Judges of Georgia			
Juvenile Accountability Incentive Block Grant	16.523	FY2014-CJCJ-STA	997
			997
Bullet Proof Vest Grant	16.710	2004BUBX04023559	7,850
Pass Through the Criminal Justice Coordinating Council			
2014 CJCC Accountability Grant	16.803	J13-8-036	257,210
2014 CJCC Mental Health Grant	16.803	J13-8-057	57,387
			314,597
Total Department of Justice			**323,444**
Department of Transportation			
Pass Through the Georgia Department of Transportation			
5311 Transit Operations Assistance Program	20.509	T004755	121,062
ARRA Supplemental	20.509	T004917	11,062
Total Department of Transportation			**132,124**
Department of Health and Human Services			
Pass Through the National Association of County & City Health Officials			
NACCHO	93.008	5MRCSB101005-02	526
Pass Through the Southeast Georgia Agency on Aging			
Special Programs for the Aging, Title III, Part C, Nutrition	93.045	AAA-2014-33	36,267
Total Department of Health and Human Services			**36,793**
Department of Homeland Security			
Federal Emergency Management Agency			
Pass Through the Georgia Emergency Management Agency			
FY09 Fire Rescue Grant	97.005	2007-GE-T7-0054	946
			946
2011 CERT Grant	97.007	2011-SS-0081-S01	2,061
2012 CERT Grant	97.007	2013-SS-0083-S01	5,856
Canine Grant	97.007	2009-SS-T9-0047	3,238
			11,155
Total Department of Homeland Security			**12,101**
Total Expenditures of Federal Awards			**$ 684,935**

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

NOTE 1. GENERAL

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

NOTE 2. REPORTING ENTITY

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

NOTE 3. BASIS OF ACCOUNTING

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

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

Line No.		O.C.G.A. Reference:	
1	Indicate UCOA Fund Type Used to Account for 9-1-1 Activity (choose one):		
	_____ Special Revenue Fund __X___ Enterprise Fund		
	Expenditures (UCOA Activity 3800)		
2	Wireless service supplier cost recovery charges (identify each supplier individually on lines below - attach list, if necessary)	46-5-134(e)	
	_____		$ _____
	_____		$ _____
	_____		$ _____
3	Emergency telephone equipment, including necessary computer hardware, software, and data base provisioning, addressing, and nonrecurring costs of establishing a 9-1-1 system:		
3a	Lease costs	46-5-134(f)(1)(A)	$ _____
3b	Purchase costs	46-5-134(f)(1)(A)	$ _____
3c	Maintenance costs	46-5-134(f)(1)(A)	$ _____
4	Rates associated with the service suppliers 9-1-1 service and other service suppliers recurring charges	46-5-134(f)(1)(B)	$ _____
5	Employees hired by the local government solely for the operation and maintenance of the emergency 9-1-1 system and employees who work as directors as defined in O.C.G.A. §46-5-138.2		
5a	Salaries and wages	46-5-134(f)(1)(C)	$ 441,846
5b	Employee benefits	46-5-134(f)(1)(C)	$ 156,997
6	Cost of training of employees who work as dispatchers or directors	46-5-134(f)(1)(D)	$ 3,293
7	Office supplies of the public safety answering points used directly in providing emergency 9-1-1 system services	46-5-134(f)(1)(E)	$ 8,535
8	Building used as a public safety answering point:		
8a	Lease costs	46-5-134(f)(1)(F)	$ _____
8b	Purchase costs	46-5-134(f)(1)(F)	$ _____
9	Computer hardware and software used at a public safety answering point, including computer assisted dispatch systems and automatic vehicle location systems:		
9a	Lease costs	46-5-134(f)(1)(G)	$ 0
9b	Purchase costs	46-5-134(f)(1)(G)	$ _____
9c	Maintenance costs	46-5-134(f)(1)(G)	$ 0

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

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

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

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

Telephone	$ 5,255
Language interpreter	$ 417
Vehicle fuel and oil	$ 361
Advertising	$ 718
Line and administration fees	$ 67,092
Utilities	$ 7,424
Dues and subscriptions	$ 267
Depreciation	$ 20,145
Radio service	$ 93
Radio service	$ 0

18 Total Expenditures (total of all amounts reported on Lines 2 through 17 above) $ 712,443

Certification of Local Government Officials

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

Signature of Chief Elected Official Jimmy Brown Date 12/31/14

Print Name of Chief Elected Official Jimmy Brown

Title of Chief Elected Official County Commission Chairman

Signature of Chief Financial Officer Deborah Deal Date 12/31/14

Print Name of Chief Financial Officer Deborah Deal