WARREN COUNTY, GEORGIA

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED

JUNE 30, 2003

BERRY & ASSOCIATES, P.C.

Certified Public Accountants

130 North Belair Road • Evans, Georgia 30809

(706) 863-5906

WARREN COUNTY, GEORGIA
ANNUAL FINANCIAL REPORT
JUNE 30, 2003

TABLE OF CONTENTS

	PAGE
INDEPENDENT AUDITOR'S REPORT	5-6
GENERAL PURPOSE FINANCIAL STATEMENTS	
Combined balance sheets-all fund types, account groups and discretely presented component units	7-8
Combined statement of revenues, expenditures, and changes in fund balances - all governmental fund types and discretely presented component units	9-10
Combined statement of revenues, expenditures, and changes in fund balance - budget (budgetary basis) and actual-general, special revenue, and capital project fund types	11-12
Combined statement of revenues, expenses, and changes in retained earnings - all proprietary fund types and discretely presented component units	13
Combined statement of cash flows-all proprietary fund types and discretely presented component units	14
Comparative statement of plan net assets	15
Comparative statement of changes in plan net assets	16
Notes to combined financial statements	17-39
ADDITIONAL INFORMATION	
Combining and individual fund financial statements	
General fund	
Comparative balance sheets	40
Comparative statements of revenues, expenditures and changes in fund balance	41
Special revenue funds	
Combining balance sheet	42-43
Combining statement of revenues, expenditures and changes in fund balances	44-45
Combining statement of revenues, expenditures and changes in fund balance budget (budgetary basis) and actual	46-48

TABLE OF CONTENTS (CONTINUED)

	PAGE
Special revenue funds (Continued)	
Drug abuse fund	
Comparative balance sheets	49
Comparative statements of revenues, expenditures and changes in fund balance	50
Jail fund	
Comparative balance sheets	51
Comparative statements of revenues, expenditures and changes in fund balance	52
Senior Citizens Nutrition Program Fund	
Comparative balance sheets	53
Comparative statements of revenues, expenditures and changes in fund balance	54
Special sales tax fund-Landfill	
Comparative balance sheets	55
Comparative statement of revenues, expenditures and changes in fund balance	56
Special sales tax fund-Roads and Bridges	
Comparative balance sheets	57
Comparative statements of revenues, expenditures and changes in fund balance	58
Sheriff drug fund	
Comparative balance sheets	59
Comparative statements of revenues, expenditures and changes in fund balance	60
Volunteer fire department fund	
Comparative balance sheets	61
Comparative statements of revenues, expenditures and changes in fund balance	62
Emergency 911 fund	
Comparative balance Sheet	63
Comparative statement of revenues, expenditures and changes in fund balance	64

TABLE OF CONTENTS (CONTINUED)

	PAGE
Sales tax fund	
Water project fund	
Balance sheets	65
Statements of revenues, expenditures and changes in fund balance	66
Special sales tax fund (2002-2007)	
Balance sheet	67
Special sales tax fund-Economic Development	
Balance sheet	68
Statement of revenues, expenditures, and changes in fund balance	69
Special sales tax fund-Emergency Service	
Balance sheet	70
Statement of revenues, expenditures, and changes in fund balance	71
Capital project funds	
Special sales tax fund-Courthouse	
Comparative balance sheets	72
Comparative statements of revenues, expenditures, and changes in fund balance	73
Fiduciary Funds	
Combining balance sheet	74
Employee's retirement pension trust fund	
Comparative balance sheets	75
Comparative statements of changes in plan net assets	76
Agency funds	
Combining statement of changes in assets and liabilities	77-78
Discretely presented component units	
Combining balance sheets	79
Development authority enterprise fund	
Comparative balance sheets	80

TABLE OF CONTENTS (CONTINUED)

	PAGE
Comparative statements of revenues, expenses, and changes in retained earnings	81
Comparative statements of cash flows	82-83
Public health program special revenue fund	
Combined balance sheet	84
Comparative statements of revenues, expenses, and changes in fund balance	85
Other Auditor's reports required by government auditing standards	
Independent Auditors' report on compliance and on internal control over financial reporting based on an audit performed in accordance with government standards	86
Other information required by federal and state governments	
Independent Auditor's report on special one percent sales and use tax	87
Schedule of project expenditures with special tax proceeds	88

BERRY & ASSOCIATES, P.C.
Certified Public Accountants
130 North Belair Road • Evans, Georgia 30809
(706) 863-5906 • FAX: (706) 863-6872

INDEPENDENT AUDITOR'S REPORT

Warren County Board of Commissioners
Warren County, Georgia

We have audited the accompanying general purpose financial statements of Warren County, Georgia, as of and for the year ended June 30, 2003, as listed in the table of contents. These general purpose financial statements are the responsibility of Warren County, Georgia's management. Our responsibility is to express an opinion on these financial statements based on our audit. The June 30, 2003 general purpose financial statements include the financial statements of the discretely presented component unit, Warren County Board of Health, Public Health Program. We did not audit the financial statements of the discretely presented component unit, Warren County Board of Health, Public Health Program Special Revenue Fund, which represents 8.81% and 7.44%, respectively, of the assets and revenues of the component unit column, Warren County Board of Health, Public Health Program Special Revenue Fund. Those amounts are based on the report of other auditors.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Warren County, Georgia, as of June 30, 2003, and the results of its operations and its cash flows for its proprietary fund types and nonexpendable trust funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated December 28, 2003 on our consideration of Warren County, Georgia's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with its report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The additional information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of Warren County, Georgia. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements take as a whole.

Berry & Associates P.C.

December 28, 2003

BA

WARREN COUNTY, GEORGIA
COMBINED BALANCE SHEETS - ALL FUND TYPES AND ACCOUNT GROUPS,
AND DISCRETELY PRESENTED COMPONENT UNITS
JUNE 30, 2003

	Governmental Fund Types			Fiduciary Fund Types	Account Group		Totals (Memorandum Only)		2003 Totals (Memorandum Only)	2002 Totals (Memorandum Only)
	General Fund	Special Revenue Funds	Capital Projects Fund	Trust and Agency Funds	General Fixed Assets	General Long-Term Debt	Primary Government	Component Units	Reporting Entity	Reporting Entity
ASSETS AND OTHER DEBITS										
Cash	$ 508,994	$ 696,811	$ 0	$ 164,349	$ 0	$ 0	$ 1,370,154	$ 211,771	$ 1,581,925	$ 1,258,648
Certificates of deposit	800,000	799,801	0	0	0	0	1,599,801	0	1,599,801	1,887,784
Receivables, net	121,625	77,740	0	0	0	0	199,365	0	199,365	96,306
Investments	0	0	0	426,747	0	0	426,747	0	426,747	417,952
Due from other governments	40,843	0	0	0	0	0	40,843	19,124	59,967	59,841
Due from other funds	67,825	64,473	0	0	0	0	132,298	0	132,298	124,047
Due from component units	0	0	0	0	0	0	0	0	0	0
Deferred expenses	0	0	0	0	0	0	0	50,000	50,000	50,000
Restricted assets										
Certificate of deposit	0	0	0	0	0	0	0	478,303	478,303	451,229
Receivables, net	0	0	0	0	0	0	0	31,434	31,434	31,162
Property, plant & equipment, net	0	0	0	0	10,148,463	0	10,148,463	335,050	10,483,513	10,641,702
Amounts to be provided for compensated absences & leases	0	0	0	0	0	69,939	69,939	15,275	85,214	177,039
Total assets and other debits	$ 1,539,287	$ 1,638,825	$ 0	$ 591,069	$ 10,148,463	$ 69,939	$ 13,987,610	$ 1,140,957	$ 15,128,567	$ 15,195,710
LIABILITIES, OTHER CREDITS, AND FUND EQUITY										
Liabilities and other credits										
Accounts payable	$ 22,728	$ 41,397	$ 0	$ 0	$ 0	$ 0	$ 64,125	$ 8,698	$ 72,823	$ 271,121
Accrued expenses	32,926	0	0	0	0	0	32,926	0	32,926	8,367
Accrued expenses, payable from restricted assets	0	0	0	0	0	0	0	137,952	137,952	137,946
Due to other governments	0	13,450	0	35,137	0	0	48,587	0	48,587	30,877
Due to other funds	2,210	53,134	0	76,954	0	0	132,298	0	132,298	124,047
Due to others	0	0	0	52,258	0	0	52,258	0	52,258	88,565
Deferred revenues	68,270	0	0	0	0	0	68,270	53,125	121,395	85,707
Notes payable	0	0	0	0	0	0	0	745,512	745,512	770,016
Accrued compensated absences and lease payable	0	0	0	0	0	69,939	69,939	15,275	85,514	177,039
Total liabilities and other credits	126,134	107,981	0	164,349	0	69,939	468,403	960,562	1,428,965	1,693,685

The Notes to Financial Statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
COMBINED BALANCE SHEETS - ALL FUND TYPES AND ACCOUNT GROUPS,
AND DISCRETELY PRESENTED COMPONENT UNITS
JUNE 30, 2003

	Governmental Fund Types			Fiduciary Fund Types	Account Group		Total (Memorandum Only)		2003 Totals (Memorandum Only)	2002 Totals (Memorandum Only)
	General Fund	Special Revenue Funds	Capital Projects Fund	Trust and Agency Funds	General Fixed Assets	General Long Term Debt	Primary Government	Component Units	Reporting Entity	Reporting Entity
Fund Equity										
Investments in general fixed assets	$ 0	$ 0	$ 0	$ 0	$ 10,148,463	$ 0	$ 10,148,463	$ 64,068	$ 10,212,531	$ 9,861,927
Contributed capital	0	0	0	0	0	0	0	2,079,133	2,079,133	2,079,133
Retained earnings										
Unreserved	0	0	0	0	0	0	0	(1,997,987)	(1,997,987)	(1,584,077)
Fund balance										
Reserved for employee's retirement benefits	0	0	0	426,747	0	0	426,747	0	426,747	440,952
Reserved for subsequent year's expenditures	0	0	0	0	0	0	0	22,408	22,408	21,716
Unreserved, undesignated	1,413,153	1,530,844	0	0	0	0	2,943,997	12,773	2,956,770	2,682,374
Total fund equity	1,413,153	1,530,844	0	426,747	10,148,463	0	13,519,207	180,395	13,699,602	13,502,025
Total liabilities, other credits and fund equity	$ 1,539,287	$ 1,638,825	$	$ 591,096	$ 10,148,463	$ 69,939	$ 13,987,610	$ 1,140,957	$ 15,128,567	$15,195,710

The Notes to Financial Statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
ALL GOVERNMENTAL FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNITS
FOR THE YEAR ENDED JUNE 30, 2003

	Governmental Fund Types			Totals (Memorandum Only)		2003 Totals (Memorandum Only)	2002 Totals (Memorandum Only)
	General Fund	Special Revenue Funds	Capital Projects Fund	Primary Government	Component Units	Reporting Entity	Reporting Entity
REVENUES							
Taxes	$ 2,028,781	$ 0	$ 0	$ 2,028,781	$ 0	$ 2,028,781	$ 1,915,528
Licenses and permits	3,683	0	0	3,683	0	3,683	3,798
Intergovernmental	212,517	412,140	0	624,657	137,512	762,169	853,855
Charges for services	226,036	56,683	0	282,719	106,746	389,465	342,106
Fines and forfeitures	222,635	25,812	0	248,447	0	248,447	266,982
Use of money and property	49,387	29,401	208	78,996	0	78,996	101,289
Others	12,955	2,646	0	15,601	0	15,601	12,699
Total assets and other debits	$ 2,755,994	$ 526,682	$ 208	$ 3,282,884	$ 244,258	$ 3,527,142	$ 3,496,257
EXPENDITURES							
Current							
General government	$ 1,219,788	$ 0	$ 0	$ 1,219,788	$ 0	$ 1,219,788	$ 976,217
Public safety	881,060	96,819	0	977,879	0	977,879	902,561
Highways and streets	245,296	41,852	0	287,148	0	287,148	633,816
Sanitation	184,911	30,879	0	215,790	0	215,790	261,457
Health and welfare	142,032	16	0	142,048	269,008	411,056	354,849
Culture and recreation	33,016	0	0	33,016	0	33,016	32,296
Others	0	0	0	0	0	0	360
Capital outlay	19,852	5,676	66,701	92,229	0	92,229	299,160
Total expenditures	2,725,955	175,242	66,701	2,967,898	269,008	3,236,906	3,460,716
Excess (deficiency) of revenues Over expenditures	30,039	351,440	(66,493)	314,986	(24,750)	290,236	35,541
OTHER FINANCING SOURCES (USES)							
Transfers from other funds	58,814	4,494	0	63,308	0	63,308	0
Transfers from primary government	0	0	0	0	25,000	25,000	25,000
Transfers to other funds	(4,494)	(23,623)	(35,191)	(63,308)	0	(63,308)	0
Transfers to component units	(60,000)	0	0	(60,000)	0	(60,000)	(85,000)
Capital Financing	19,852	0	0	19,852	0	19,852	163,629
Total other financing sources (used)	14,172	(19,129)	(35,191)	(40,148)	25,000	(15,148)	103,629

The Notes to Financial Statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
ALL GOVERNMENTAL FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNITS
FOR THE YEAR ENDED JUNE 30, 2003

	Governmental Fund Types			Totals (Memorandum Only)		2003 Totals (Memorandum Only)	2002 Totals (Memorandum Only)
	General Fund	Special Revenue Funds	Capital Projects Fund	Primary Government	Component Units	Reporting Entity	Reporting Entity
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	$ 44,211	$ 332,311	$ (101,684)	$ 274,838	$ 250	$ 275,088	$ 139,170
Net (increase) decrease in reservations of fund balance	0	0	0	0	(692)	(692)	(10,510)
FUND BALANCES, UNRESERVED							
Beginning of year	1,368,942	1,198,533	101,684	2,669,159	13,215	2,682,374	2,553,714
End of year	$ 1,413,153	$ 1,530,844	$ 0	$ 2,943,997	$ 12,773	$ 2,956,770	$ 2,682,374

The Notes to Financial Statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (BUDGETARY BASIS) AND ACTUAL GENERAL, SPECIAL REVENUE, AND CAPITAL PROJECTS FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2003

	General Fund			Various Funds Special Revenue Funds			Special Sales Tax-Courthouse Capital Projects Fund			Totals (Memorandum Only)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES												
Taxes	$ 1,883,785	$ 1,961,744	$ 77,959	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 1,883,785	$ 1,961,744	$ 77,959
Licenses	5,000	3,683	(1,317)	0	0	0	0	0	0	5,000	3,683	(1,317)
Intergovernmental	221,572	212,517	(9,055)	311,000	410,889	99,889	0	0	0	532,572	623,406	90,834
Charges for services	222,500	224,869	2,369	49,200	56,683	7,483	0	0	0	271,700	281,552	9,852
Fines and forfeitures	226,000	203,893	(22,107)	24,000	27,063	3,063	0	0	0	250,000	230,956	(19,044)
Use of money and property	30,000	53,541	23,541	16,800	29,401	12,601	0	208	208	46,800	83,150	36,350
Other	189,747	12,355	(177,392)	564,000	2,646	(561,354)	125,000	0	(125,000)	878,747	15,001	(863,746)
Total revenues	$ 2,778,604	$ 2,672,602	$ (106,002)	$ 965,000	$ 526,682	$ (438,318)	$ 125,000	$ 208	$ (124,792)	$ 3,868,604	$ 3,199,492	$ (669,112)
EXPENDITURES												
Current												
General government	$ 1,098,984	$ 1,228,314	$ 129,330	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 1,098,984	$ 1,228,314	$ 129,330
Public safety	919,581	893,103	(26,478)	115,700	96,819	(18,881)	0	0	0	1,035,281	989,922	(45,359)
Highways and streets	257,475	249,267	(8,208)	655,000	41,852	(613,148)	0	0	0	912,475	291,119	(621,356)
Sanitation	186,249	188,948	2,699	24,500	30,879	6,379	0	0	0	210,749	219,827	9,078
Health and welfare	155,782	144,389	(11,393)	5,000	0	(5,000)	0	0	0	160,782	144,389	(16,393)
Culture and recreation	80,681	33,016	(47,665)	0	16	16	0	0	0	80,681	33,032	(47,649)
Capital outlay	19,852	19,852	0	164,800	5,676	(159,124)	125,000	66,701	(58,299)	309,652	92,229	(217,423)
Total expenditures	2,718,604	2,756,889	38,285	965,000	175,242	(789,758)	125,000	66,701	(58,299)	3,808,604	2,998,832	(809,772)
Excess (deficiency) of revenues over expenditures	60,000	(84,287)	(144,287)	0	351,440	351,440	0	(66,493)	(66,493)	60,000	200,660	140,660
OTHER FINANCING SOURCES (USES)												
Transfers from other funds	0	58,814	58,814	0	4,494	4,494	0	0	0	0	63,308	63,308
Transfers to other funds	0	(4,494)	(4,494)	0	(23,623)	(23,623)	0	(35,191)	(35,191)	0	(63,308)	(63,308)
Transfers to component units	(60,000)	(60,000)	0	0	0	0	0	0	0	(60,000)	(60,000)	0
Capital financing	0	19,852	19,852	0	0	0	0	0	0	0	19,852	19,852
Total other financing sources (used)	$ (60,000)	$ 14,172	$ 74,172	$ 0	$ (19,129)	$ (19,129)	$ 0	$ (35,191)	$ (35,191)	$ (60,000)	$ (40,148)	$ 19,852

The Notes to Financial Statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (BUDGETARY BASIS) AND ACTUAL GENERAL, SPECIAL REVENUE, AND CAPITAL PROJECTS FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2003

	General Fund			Special Sales Tax-Landfill Special Revenue Fund			Special Sales Tax-Courthouse Capital Projects Fund			Total (Memorandum Only)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	$ 0	(70,115)	$ (70,115)	$ 0	332,311	$ 332,311	$ 0	$ (101,684)	$ (101,684)	$ 0	$ 160,512	$ 160,512
RECONCILIATION TO GAAP BASIS												
To record effect of changes in receivables and other assets and payables and other liabilities												
Receivables and other assets		83,392			0			0			83,392	
Payables and other liabilities		30,934			0			0			30,934	
		44,211			332,311			(101,684)			274,838	
FUND BALANCE, UNRESERVED												
Beginning of the year		1,368,942			1,198,533			101,684			2,669,159	
End of year		$ 1,413,153			$1,530,844			$ 0			$ 2,943,997	

The Notes to Financial Statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS - ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNITS
FOR THE YEAR ENDED JUNE 30, 2003

	Proprietary Fund	2003 Totals (Memorandum Only)	
	Component Unit	Reporting Entity	Reporting Entity
OPERATING REVENUES			
Lease, rentals, and other	$ 37,000	$ 37,000	$ 32,000
Total operating revenues	37,000	37,000	32,000
OPERATING EXPENSES			
Contract services	13,000	13,000	10,108
Depreciation	24,963	24,963	241,068
Other	10,470	10,470	29,037
Loss on Building (see note 14)	483,832	483,832	0
Total operating expenses	532,265	532,265	280,213
Operating Loss	(495,265)	(495,265)	(248,213)
NON-OPERATING REVENUES (EXPENSES)			
Interest income	28,855	28,855	28,566
Interest expense	(7,500)	(7,500)	(27,450)
Total non-operating revenues	21,355	21,355	1,116
Loss before transfers in	(473,910)	(473,910)	(247,097)
Transfers from primary government	60,000	60,000	60,000
Net loss	(413,910)	(413,910)	(187,097)
RETAINED EARNINGS, UNRESEARVED			
Beginning of year	(1,584,077)	(1,584,077)	(1,396,980)
End of year	$ (1,997,987)	$ (1,997,987)	$ (1,584,077)

The Notes to Financial Statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNITS
FOR THE YEAR ENDED JUNE 30, 2003

	Proprietary Fund Component Unit	2003 Totals (Memorandum Only) Reporting Entity	2002 Totals Reporting Entity
CASH FLOWS FORM OPERATING ACTIVITIES			
Cash received from lease, rentals, and other	$ 5,000	$ 5,000	$ 5,000
Cash paid to suppliers for goods and services	(23,470)	(23,470)	(39,145)
Net cash (used) by operating activities	(18,470)	(18,470)	(34,145)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest income received	28,855	28,855	27,217
Purchases of certificates of deposit	(27,346)	(27,346)	(25,541)
Net cash provided by investing activities	1,509	1,509	1,676
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Transfers from primary government	60,000	60,000	60,000
Net cash provided by non-capital financing activities	60,000	60,000	60,000
NET INCREASE IN CASH AND EQUIVALENTS	43,039	43,039	27,531
CASH AND EQUIVALENTS, BEGINNING OF YEAR			
Beginning of year	143,977	143,977	116,446
End of year	$ 187,016	$ 187,016	$ 143,977
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES			
Operating Loss	(500,265)	(500,265)	(248,213)
Adjustments to reconcile operating loss to net cash used by operating activities:			
Lease and rentals	(27,004)	(27,004)	(32,000)
Depreciation	24,963	24,963	241,068
Loss on building	483,836	483,836	0
Decrease in current assets due from primary government	0	0	205,000
Increase (decrease) in current liabilities Accounts payable	0	0	(200,000)
Total adjustments	481,795	481,795	214,068
NET CASHED USED BY OPERATING ACTIVITIES	(18,470)	(18,470)	(34,145)
SCHEDULE OF NON-CASH INVESTING, CAPITAL AND NON-CAPITAL FINANCING ACTIVITIES			
Lease and rental payment paid directly to note payable lender by lessee	$ 37,000	$ 37,000	$ 32,000
	$ 37,000	$ 37,000	$ 32,000

The Notes to Financial Statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
COMPARATIVE STATEMENT OF PLAN NET ASSETS
PENSION TRUST FUND
JUNE 30, 2003

	2003	2002
ASSETS		
Investments	$ 426,747	$ 417,952
Due from other funds	0	23,000
TOTAL ASSETS	$ 426,747	$ 440,952
LIABILITIES		
Accounts payable	0	0
FUND BALANCE RESERVED FOR		
Employer's pension benefits	$ 426,747	$ 440,952

The Notes to Financial Statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
COMPARATIVE STATEMENT CHANGES IN PLAN NET ASSETS
PENSION TRUST FUND
JUNE 30, 2003

	2003	2002
ADDITIONS		
Contributions		
Employer	$ 20,000	$ 23,000
Investment income		
Net (decrease) appreciation in fair value of investments	(10,569)	(77,027)
Net increase (decrease) increase in investment income	(10,569)	(77,027)
Total additions	9,431	(54,027)
DEDUCTIONS		
Benefits paid to plan members	23,601	23,601
Administrative expenses	35	35
Total deductions	23,636	23,636
NET (DECREASE) IN PLAN ASSETS FOR THE YEAR	(14,205)	(77,663)
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS		
Beginning of year	440,952	518,615
End of year	$ 426,747	$ 440,952

The Notes to Financial Statements are an integral part of this statement.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Introduction

Warren County, Georgia (County) complies with Generally Accepted Accounting Principles (GAAP) pronouncements. Proprietary funds and similar component units apply Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails.

Financial Reporting Entity - Basis of Presentation

Warren County, Georgia (hereafter referred to as the "County") was created in December 1793. The County provides the following services: public safety, streets, public improvements, judicial, health and welfare, and general and administrative services. The accompanying financial statements present the County's primary government and component units over which the County is financially accountable. Accountability is based primarily on operational or financial relationship with the County (as distinct from legal relationships).

Component Units

In conformity with generally accepted accounting principles, the financial statements of component units have been included in the financial reporting entity as discretely presented component units. The component unit's columns in the combined financial statements include the financial data of the County's two component units. These units are reported in a separate column to emphasize that they are legally separate from the County.

A condensed balance sheet and condensed statement of revenues, expenses, and changes in equity line for the major component unit, Warren Development Authority, is shown as follows:

Condensed Balance Sheet	
Current assets	$ 237,016
Restricted assets	507,737
Plant & equipment net	270,982
	$ 1,017,735
Current liabilities	$ 77,629
Note Payable	721,008
Accrued expenses long term	137,952
Fund equity	81,146
	$ 1,017,735

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Condensed statement of revenues	
Operating income	$ (37,000)
Operating expenses	507,302
Depreciation	24,963
Operating loss	
Non operating income net	(21,355)
Transfers from primary government	(60,000)
Net (loss)	$ (413,910)

Warren County Development Authority

This Authority was created for the purpose of promoting and developing trade, commerce, industry, and employment opportunities within Warren County, Georgia. The members of its board of directors are appointed by the County and its primary source of revenue is from leasing real estate. The Warren County Development Authority, an Enterprise Fund, financial statements are included in the individual fund financial statements. The Warren County Development Authority does not issue separate financial statements.

Warren County Board of Health

The Warren County Board of Health receives funding from Warren County. Members of its governing board are appointed by the Warren County Board of Commissioners. The Warren County Board of Health, a Special Revenue Fund, financial statements are included in the individual fund financial statements. Separate financial statements have been issued, and are available from the Warren County Board of Health located on Legion Drive in Warrenton, Georgia 30828.

Funds and Account Groups

The accounts of the County are organized into funds and account groups, each of which is considered to be a separate accounting entity. The major fund categories and account groups are:

Governmental Fund Types

Governmental funds are accounted for using the current financial resources measurement focus. Only current assets and current liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available resources during a given period. The funds included in this category are as follows:

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

General Fund

This fund is established to account for resources devoted to financing the general services that the County performs for its citizens. General tax revenues and other sources of revenue used to finance the fundamental operations of the County are included in this fund. The fund is charged with all cost of operating the government for which a separate fund has not been established.

Special Revenue Funds

These funds are established to account for the proceeds of specific revenue sources other than special assessments, expendable trusts, or major capital projects that are legally restricted to expenditures for specified purposes.

Capital Project Funds

These funds are established to account for major capital expenditures not financed by Enterprise Funds, Internal Service Funds, or Trust Funds.

Proprietary Fund Types

Proprietary Funds are accounted for using the flow of economic resources measurement focus; the accounting objectives are determination of net income, financial position, and cash flows. All assets and liabilities associated with a Proprietary Fund's activities are included on its balance sheet. Proprietary Fund equity is segregated into contributed capital and retained earnings. Enterprise Funds are included in this category.

Enterprise Funds

These funds are established to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent is that costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges.

Fiduciary fund types

Fiduciary Funds account for assets held by the County in a trustee or agency capacity. The funds included in this category are the Pension Trust Fund and Agency Funds.

Pension Trust Fund

This fund was established to provide pension benefits for County employees. The principal revenue source for this fund is employer contributions. Pension Trust Funds are accounted for in essentially the same manner as Proprietary Funds.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Agency Funds

These funds are used to account for funds held in escrow for other parties.

Account Groups

The account groups are used to account for fixed assets and long-term liabilities that are not accounted for in the respective governmental funds.

General Fixed Assets Account Group

This is not a fund but rather an account group that is used to account for general fixed assets acquired for general purposes and excludes fixed assets in the Enterprise Funds.

General Long-Term Debt Account Group

This is not a fund but rather an account group that is used to account for the outstanding principal balances of general obligation bonds and other long-term debt not reported in Proprietary Funds. Amounts reported in this account group are normally not expected to be paid with expendable available resources.

TOTAL COLUMNS (MEMORANDUM ONLY)

Total columns on the combined statements are captioned "memorandum only" to indicate that they are presented only to aid in financial analysis. Interfund eliminations have not been made in the aggregation of this data; therefore, it is not comparable to a consolidation.

BASIS OF ACCOUNTING

Modified Basis of Accounting

The County uses the modified accrual basis of accounting for Governmental Fund Types and Agency Funds. The modified accrual basis of accounting recognizes revenues when both "measurable and available." Measurable means the amount can be determined. Available means collectable within the current period or soon enough thereafter to pay current liabilities. Also, under the modified accrual basis of accounting, expenditures are recorded when the related fund liability is incurred, except for general long-term debt principal and interest which are reported as expenditures in the year due.

Major revenue sources susceptible to accrual include: sales taxes, property taxes, intergovernmental revenues, and interest income. See note 6 for property tax information.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accrual Basis of Accounting

The accrual basis of accounting is used Proprietary Fund Types and the Pension Trust Fund. The accrual basis of accounting recognizes revenues when earned. Expenses are recorded when incurred.

BUDGETARY DATA

Budget Law and Practice

During the year proceeding the budget year, the County follows the below administrative and fiscal procedures in establishing the budgetary data reflected in the accompanying financial statements of the General Fund:

1. During June, the Chairman submits to the Board of Commissioners a proposed operating budget for the fiscal year commencing the following July 1.

2. The Board of Commissioners holds public hearings, and during June, the Board adopts the budget. A balanced budget is required by law.

3. Changes in and amendments to the adopted budget are approved during the course of the year, as long as reserves are available to fund these modifications.

The accompanying Statement of Revenues, Expenditures, and Changes in Fund Balances, Budget (Budgetary Basis) and Actual, for the General Fund, Special Revenue Fund, and Special Sales Tax-Courthouse Capital Projects Fund, presents comparisons of the legally adopted budget with actual operating results on a budgetary basis. Since the legally adopted budget is essentially on a cash basis, which differs significantly from GAAP, the actual data is similarly presented for comparison purposes. A reconciliation from the budgetary basis to GAAP basis is also presented in the statements.

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

ASSETS, LIABILITIES, EQUITY, REVENUES AND EXPENSES

Cash and Investments

The County's cash and equivalents are comprised of interest bearing checking accounts and highly liquid debt instruments purchased with a maturity of three months or less.

Investments are carried at cost, except for the Fiduciary Fund Type investments which are carried at fair market value. Additional cash and investment information is presented in note 4.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Receivables

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Inventories

Inventories for all governmental funds are valued at cost. The purchase method is used to account for inventories. Under the purchase method, inventories are recorded as expenditures when purchased; however, material amounts of inventories are reported as assets of the respective fund. Reported inventories in these funds are equally offset by a fund balance reserve, which indicates they are unavailable for appropriation even though they are reported as assets.

Restricted Assets

The Development Authority Enterprise Fund is required to establish and maintain prescribed amounts of resources (consisting of cash and long-term investments) that can be used only to service outstanding debt.

Due To and From Other Funds, Primary Government, and Component Units

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which the transactions are executed.

Fixed Assets and Depreciation

Property, plant and equipment of all funds are stated at historical cost or at estimated cost. Donated fixed assets are stated at their fair market value on the date donated. Governmental Fund fixed assets are recorded in the General Fixed Asset Account Group and are not depreciated. Proprietary Fund fixed assets and related depreciation are recorded in the respective fund. For further information regarding fixed assets, see note 13.

Long-Term Debt

Long-term obligations of the County are reported in the General Long-Term Debt Account Group, if any. Long-term liabilities of Proprietary Funds are recorded in the respective fund. See note 11 and 18 for additional information on debt.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Pensions

The provision for pension cost is recorded on an accrual basis, and the County's policy is to fund pension costs as they accrue. Note 12 includes additional pension information.

Prepayments and Deferrals

The County uses the non-allocation method for accounting for prepayments and deferrals. Under this method, payments for the prepaid items or deferrals are fully recognized as an expenditure in the year of payment.

Fund Equity

The unreserved fund balances for Governmental Funds represent the amount available for budgeting future operations. The reserved fund balances for Governmental Funds represent the amount that has been legally identified for specific purposes. Unreserved retained earnings for Proprietary Funds represent the net assets available for future operations or distribution. Reserved retained earnings for Proprietary Funds represent the net assets that have been legally identified for specific purposes. For further information on fund equity, see note 15.

Revenues and Expenditures/Expenses

Revenues for Governmental Funds are recorded when they are determined to be both measurable and available Expenditures for Governmental Funds are recorded when the related liability is incurred. Revenues are expenses of Proprietary Funds are recognized in essentially the same manner as commercial accounting.

Property Tax Revenues

Property taxes are levied generally in October based on the assessed value of property as listed on the first of the year. Property taxes are recognized as revenue when they are levied because they are considered to be both measurable and available. Proper allowances are made for estimated uncollectible accounts. See note 6 for property tax information.

Use of Estimates

Preparation of combined financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could vary from the estimates that were used.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences and Post Retirement Benefits

Employees with one to five years of service are allowed nine sick leave and nine days of vacation. After five years of service, vacation leave increases to three weeks. Employees can accumulate no more than nine days sick leave and nine days vacation in any year. The County will pay employees up to five days accumulated vacation pay annually. An remaining accumulations, up to the maximum allowable nine days, must be taken as time off. Unused vacation leave is payable in full upon termination of employment. No compensation is available for unused sick leave. County policy requires accumulated amounts of sick leave to be carried over, not to exceed nine days.

At June 30, 2003, unrecorded General and Special Revenue Fund accumulated unpaid vacation pay was not material in amount and does not exceed normal years accumulation.

Comparative Data

Comparative totals for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the County's financial position and operations. Certain amounts for the year ended June 30, 2002 have been reclassified to conform to the June 30, 2003 presentation.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Stewardship and Accountability

Governmental Funds

The Special Revenue Fund, Special Tax-Landfill, Sheriff Drug Fund, Jail Fund expenditures and other financing uses exceed revenues by $38,252, while the Capital project fund expenditures exceed revenue by $66,499 for year ending June 30, 2003. These deficiencies have been absorbed by their available unrestricted fund balances.

Development Authority Discretely Presented Component Unit

The Development Authority's deficit in retained earnings of $1,997,987 at June 30, 2003 and the net loss of $413,910 for the year ending June 30, 2003 includes accumulated depreciation and depreciation expense of $1,865,543 and $24,963, respectively. Depreciation is a non-cash expense. Accordingly, excluding depreciation, the Development Authority Fund would not be a deficit position. Because of a charge of $483,836 to operation for book value of land and building relinquished resulted in a net loss of $413,910.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

Compliance

State law requires a balanced budget. All of Warren County budgets for the year ended June 30, 2003 were balanced.

State law requires adoption of annual budgets for all Governmental Fund types. Warren County adopted budgets for its General Fund and all of its Special Revenue Funds. Accordingly, budget comparison statements are presented in the general purpose, combining, and individual fund financial statements for those funds.

NOTE 3 - RESTRICTED ASSETS

The County's Development Authority Enterprise Fund has certain assets whose use is restricted for repayment of long-term debt. As of June 30, 2003, restricted assets totaled $509,737 and were comprised of a ten-year certificate of deposit totaling $478,303, interest receivable of $23,934, and rent receivable of $7,500.

NOTE 4 - CASH AND INVESTMENTS

The County's reporting entity considers highly liquid debt instruments with an original maturity of three months or less when purchased to be cash equivalents. The carrying amount of cash is a reasonable estimate of fair value. Investment fair values are based on quoted market prices or dealer quotes.

Cash

It is the County's policy for cash to be 100% secured by collateral valued at market or par, whichever is lower, less the amount of the Federal Deposit Insured Corporation insurance. The County's cash deposits are categorized to give an indication of the level of risk assumed by the County. The categories are described as follows:

Category 1 - Insured or collateralized with securities held by the County or by its agent in the County's name.

Category 2 - Collateralized with securities held by the pledging financial institution's trust department or agent in the County's name.

Category 3 - Uncollateralized.

NOTE 4 - CASH AND INVESTMENTS (CONTINUED)

Category	Primary Government	Component Units	Reporting Entity
1	$ 2,969,755	$ 700,074	$ 3,670,029
2	0	0	0
3	0	0	0
Total	$ 2,969,955	$ 700,074	$ 3,670,029

At June 30, 2003, the County's total book cash balance and bank deposit balance, including certificates of deposit, totaled $2,969,955. The Development Authority's and Board of Health's total book cash balances and bank deposit balances, including certificates of deposit, totaled $700,074.

Investments

The County can invest money subject to its control and jurisdiction in obligations of the United States, bonds or certificates of indebtedness of the State of Georgia, certificates of deposits of banks which have deposits insured by the Federal Deposit Insurance corporation, and other legal investments. All investments held by the County are in accordance with this policy.

The County's only investments, other than certificates of deposits that are included in the cash balances shown above, are held in the Pension Trust Fund. It is the County's policy to invest funds held in the Pension Trust Fund in annuities comprised of three stock funds. All investments made during the year ended June 30, 2002 adhered to this policy. There were no material dispositions of investments during the year. Investments that are represented by specific identifiable investment securities are classified as to credit risk by the three categories described below:

Category 1 - Insured or registered, or securities held by the County or by its agent in the County's name.

Category 2 - Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the County's name.

Category 3 - Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent but not in the County's name.

All investments of the Pension Trust Fund are considered to be Category 1 investments and are recorded at fair market value. Fair market value and cost of investments as of June 30, 2003 totaled $426,747. The Pension Trust Fund Statement of Changes in Plan Net Assets for the year ended June 30, 2003 includes $10,569 in realized and unrealized losses.

NOTE 5 - DEFERRED REVENUES

As of June 30, 2003, deferred revenues consisted of the following:

Description of Deferred Revenue	General Fund	Component Units	Total
Property taxes	$ 68,270	$ 0	$ 68,270
Rent	0	53,125	53,125
	$ 68,270	$ 53,125	$ 121,395

NOTE 6 - PROPERTY TAXES RECEIVABLE AND PROPERTY TAX CALENDER

The County's Tax Commissioner Fund bills and collects property taxes, then remits the county its respective share of property taxes. Property taxes for 2002 were levied on November 20, 2002 and become a lien on the first day of the 2003 year. Unpaid property taxes received within 60 days of the year end are recognized and recorded as revenue (considered measurable and available), and property taxes unpaid 60 days after year end are recorded as deferred revenue.

The County also bills and collects various taxes for the Warren County Board of Education and other local governments. Collections and remittance of taxes for these entities are accounted for in the Tax Commissioner Fund (an Agency Fund). Collections of taxes for the County are accounted for in the General Fund.

The County receives approximately 80 % of a 1% local option sales tax on all retail sales within the County. The proceeds of such tax collected each year are used to reduce, on a dollar for dollar basis, the millage equivalent amount of property taxes to be levied in the subsequent year. Local option sales tax collections collected during the year ended June 30, 2003 totaled $253,989.

A summary of the 2002 tax levy follows:

General Fund

2002 millage rate - County wide	11.50
Net Property Tax Levy-All Taxes	$1,461,721
Property Taxes Receivable-Real and Personal Property Taxes, Net	$ 68,270
Deferred Property Tax Revenue-Real and Personal Property Taxes	$ 68,270

NOTE 6 - PROPERTY TAXES RECEIVABLE AND PROPERTY TAX CALENDER (CONTINUED)

The millage rate of 11.50 reflects a millage rate decrease of 2.0 mills over the prior year.

NOTE 7 - RECEIVABLES

Receivables at June 30, 2003 consisted of the following:

Description of Receivable	General Fund	Component Units	Total
Property taxes, net	$ 69,548	$ 0	$ 69,548
Charges for services, net	51,039	0	51,039
Rent	0	7,500	7,500
Interest	1,038	23,934	24,972
Total	$121,625	$ 31,434	$ 153,059

Development Authority Component Unit receivables include restricted amounts totaling $31,434. See note 3 for additional information.

NOTE 8 - DUE FROM/TO OTHER GOVERNMENTS

At June 30, 2003 due from other governments consisted of the following:

Description of Receivable	General Fund	Component Units	Total
Sales taxes - State	$ 40,843	$ 0	$ 40,843
Charges for services - Local	0	12,026	12,026
Grants - State	0	7,098	7,098
Total	$ 40,843	$ 19,124	$ 59,967

NOTE 8 - DUE FROM/TO OTHER GOVERNMENTS (CONTINUED)

At June 30, 2003 due to other governments consisted of the following:

Description of Payable	Special Revenue Fund	Trust and Agency Fund	Component Units	Total
Taxes - Local	$ 0	$ 33,217	$ 0	$ 33,217
Charges for services - State	13,450	1,920	0	15,370
Total	$ 13,450	$ 35,137	$ 0	$ 48,587

NOTE 9 - INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables and payables of the primary government consisted of the following at June 30, 2003:

Primary Government

Receivable Fund	Payable Fund	Amount
Due To Other Funds	Due From Other Funds	
General	Clerk of Court	$ 40,771
General	Tax Commissioner	26,051
General	Special Sales Tax-Roads and Bridges	2,210
General	Sheriff	21
General	Tax Assessor	21
General	Magistrate Court	960
Drug Abuse	Clerk of Court	2,715
Jail	Clerk of Court	6,415
Recreation	Sales tax fund	5,659
Roads & Bridges	Sales tax fund	25,568
Water Project	Sales tax fund	7,258
Emergency Service	Sales tax fund	4,661
Economic Development	Sales tax fund	9,988
Total		$ 132,298

NOTE 10 - RISK MANAGEMENT

The County carries property and liability insurance through commercial insurance companies. Annual premiums are based on the amount of coverage and policy deductibles requested by the County.

Risk Pool

Workman's compensation insurance is provided through the Association of County Commissioners of Georgia (A.C.C.G). Annual premiums for workman's compensation are based on projected salaries of county employees for the policy period. The County feels its insurance coverages are adequate, and no insurance related losses will be incurred in excess of deductible amounts. There were no significant reductions in insurance coverage from the prior year and no insurance settlements exceeded coverage in any of the past three fiscal years.

In order to minimize the total cost of workman's compensation and property and liability insurance, the County is a member of the Georgia Interlocal Risk Management Agency Fund (GIRMA), and the Group Self-Insured Workman's Compensation Fund, which are administered by the A.C.C.G. The County pays an annual premium to these funds through the A.C.C.G. The County retains the first $1000 of each risk of loss in the form of a deductible. All claims were filed with GIRMA and GIRMA bills the County for any risk of loss up to the deductible amount.

As part of their agreement, the County must assist and cooperate in the defense and settlement of claims against the County. The County must furnish full cooperation to GIRMA's attorneys, claims adjusters, and any agent or independent contractor of GIRMA. In addition, the County must report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in GIRMA or any Fund established by GIRMA being required to pay claim for loss or injuries to municipal property or injuries to persons or property when such loss or injury is within the scope of the protection of a Fund or Funds in which the County participates.

NOTE 11 - DEBT

Long-Term Debt

Changes in long-term debt for the year ended June 30, 2003 were as follows:

Development Authority	Balance 6-30-2002	Additions	Deletions	Balance 6-30-2003
Note payable-City of Warrenton	$ 270,016	$ 0	$ 24,504	$ 245,512
Note payable-City of Warrenton	500,000	0	0	500,000
	$ 770,016	$ 0	$ 24,504	$ 745,512

Development Authority Enterprise Fund

The Development Authority has a note payable of the City of Warrenton, Georgia whose proceeds were used to purchase land and construct a building that the Authority has operating lease with a local industry. The original balance of this note payable was $490,000 and the principal balance on this note as of June 30, 2003 was $245,512. Payment of this note is to be made in 236 equal monthly payments of $2,042 and a final payment of $519. This note is a non-interest bearing note and is due May 2013.

NOTE 11 - DEBT (CONTINUED)

The Authority borrowed $500,000 from the City of Warrenton, Georgia's UDAG Loan Fund to acquire property to be leased to a local industry. The note is secured in part by a $300,000 Certificate of deposit with a stated interest rate of 6% maturing in ten years. Repayment of this note will be made from proceeds from a maturing certificate of deposit in May 2004 and annual interest payments of $7,500 through May 2004.

See note 14 for additional information on the property acquisition and its subsequent lease.

Presented below is a combined summary of five-year annual debt service requirements:

June 30,	Development Authority
2004	$ 532,004
2005	24,504
2006	24,504
2007	24,504
Thereafter	147,496
	753,012
Less interest	7,500
Totals	$ 745,512

The Development Authority, on order to allow the second local industry mentioned above a property tax exemption, has purchased over the course of six years $58,680,000 of equipment and plant improvements in its name then leased back the property to the industry, with a $100 purchase option exercisable anytime during the ten year lease term. Funding for the purchase of this property was provided by the industry in the form of a 8% $75,000,000 line of credit to the Development Authority secured only with lease payments from the industry. Lease payments from the industry have been waived by the Development in lieu of interest payments to the industry. In substance, the local industry is the actual owner of the property and the Development Authority has no risk of loss associated with the line of credit. Accordingly, this transaction is not recorded on the books of the Development Authority.

Vacation Benefits

As of June 30, 2003, accrued vacation pay was deemed to be immaterial. Accordingly, no accrued vacation pay is reflected in the General Long-Term Debt Account Group.

NOTE 12 - PENSION PLAN

Plan Description

The Warren County Pension Plan (WCPP) is a single-employer defined benefit pension plan administered by a board of trustees appointed by the County. WCPP provides retirement benefits to plan members and beneficiaries. A publicly available financial report that includes financial statement and required supplementary information for WCPP may be obtained by writing to Circle Pension, Inc., 260 Madison Avenue, New York, NY 10016 or by placing a call to (212) 679-2525.

NOTE 12 - PENSION PLAN (CONTINUED)

All full-time employees, not excluded by class, are eligible to participate in the Plan after completing three years of service provided they have attained age 21. Benefits are fully vested after fifteen years of service. Participants become eligible to retire at age 65 with 2 years of participation in the Plan. Upon eligibility to retire, participants are entitled to an annual benefit in the amount of sixty percent of compensation, with the benefit reduced proportionately for each year of service less than fifteen years. The maximum benefit is $9,900 per month and maximum percent of salary is one hundred percent. The benefit is based on average salary during the highest three consecutive years of employment. The Plan also provides benefits in the event of death or disability. These benefit provisions were established by an adoption agreement executed by the County Board of Commissioners.

On July 7, 2000 the County executed an amendment to the Warren County, Georgia Retirement Plan. The amendment increases the eligibility requirements from 3 years to 5 years and the hours of service from 1,500 to 1,800. This amendment was effective January 1, 2000.

A second amendment to the plan was adopted on November 10, 2000 and amends the plan to allow participants to elect a lump-sum distribution in lieu of annuitized monthly payments. The lump-sum amount will be based on the actuarial equivalent of the monthly retirement benefit as provided for in the plan agreement. This amendment was effective January 1, 2000.

For fiscal year ending June 30, 2003, the plan included nine active participants, three retirees, and beneficiaries, and five members who terminated service but are not yet receiving benefits. The County's payroll for employees covered by the Plan as of January 1, 2002 (the most recent actuarial valuation date) was $284,779.

Summary of Significant Accounting Policies and Plan Asset Matters

The Warren County Pension Plan financial statements are prepared on the accrual basis of accounting. Contributions from the County are recognized as revenue in the period in which employees provide services to the County. Investment income is recognized as earned by the pension plan. The net appreciation/depreciation in the fair value of investments held by the Plan is recorded as an increase/decrease in investment income based on valuation of investments as of the balance sheet date. Investment valuations are based on quoted market prices at the balance sheet date.

Plan assets, liabilities, and fund balances are reported on the combined balance sheet-all fund types, account groups, and discretely presented component units are included in the Fiduciary Fund Types. A combined statement of plan assets and a statement of changes in net plan assets are also included in the County's general purpose financial statements.

The Pension Trust Fund is invested in, approximately, 21% equities and 79% fixed income securities. No securities of the employer and related parties were included in plan assets. As of June 30, 2003, fund balance reserved for employee's retirement benefits totaled $426,747.

NOTE 12 - PENSION PLAN (CONTINUED)

Funding Policy

The Plan funding policy provides for making required actuarially determined periodic contributions under the "Individual Entry Age" actuarial cost method. This cost method determines the normal cost to fund the benefits under the Plan as a level percentage of compensation from the date a participant was eligible to enter the Plan to retirement. Any variance from assumptions is considered a supplemental liability and funded over a period of five to ten years. An initial liability was established based on an estimate of what the value of the funds would have been, had the plan been in effect on the date of hire of the first employee. This amount is being funded over a period of ten to thirty years. The County contributes the entire cost of the Plan, County employees are not required to contribute.

Annual Pension Cost

The County's annual pension cost and net pension obligation to WCPP for the current year was as follows:

Annual required contribution	$ 0
Interest on net pension obligation	0
Adjustment to annual required contribution	0
Annual pension cost	0
Less contributions made	0
Increase (decrease) in net pension obligations	0
Net pension obligation beginning of year	0
Net pension obligation end of year	$ 0

For the year ended June 30, 2003, the County's actuarially determined minimum and recommended contribution to the Plan and the maximum recommended contribution was $0. Actually recommended contributions are used as guidance for the County in funding the Plan and are not deemed to be the required contribution. Actual contributions are left to the discretion of the Pension Trustees and the County. For the year ended June 30, 2003 the County's annual pension cost totaled $20,000.

The recommended minimum and maximum contributions were determined as part of an actuarial valuation as of January 1, 2003 using the "Individual Entry Age" method, as described above. Significant actuarial assumptions used in the valuation include: (a) a rate of return on the investment of present and future assets of 7 percent per year, (b) normal retirement age was the assumed retirement age, (c) no future salary increases or provisions for inflation, and (d) no post-retirement benefit increases. The actuarial value of WCPP assets was determined using techniques that smooth the effect of short-term volatility in market value of investments over a ten-year period. The unfunded actuarial accrued liability is being amortized as a percentage of current salary history on a closed basis. The remaining amortization was 21 years at June 30, 2003.

NOTE 12 - PENSION PLAN (CONTINUED)

There were no changes in actuarial assumptions or benefit provisions for the year ended June 30, 2003.
Schedule of Employer Contributions:

Year Ending	Annual Pension Cost (APC)	% APC Funded	Net Pension Obligation
June 30, 1994	$ 120,000	100%	None
June 30, 1995	$ 60,000	100%	None
June 30, 1996	$ 60,000	100%	None
June 30, 1997	$ 60,000	100%	None
June 30, 1998	$ 110,000	100%	None
June 30, 1999	$ 130,000	100%	None
June 30, 2000	$ 60,000	100%	None
June 30, 2001	$ 0	100%	None
June 30, 2002	$ 23,000	100%	None

A schedule of funding progress follows:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of covered Payroll
Jan 1, 1994	$ 60,000	$ 525,911	$ 465,911	11.40%	$ 281,076	165.75%
Jan 1, 1995	118,323	463,330	345,007	25.53%	262,963	131.19%
Jan 1, 1996	214,347	446,612	232,265	47.99%	203,111	114.35%
Jan 1, 1997	314,545	511,127	196,582	61.54%	194,431	101.01%
Jan 1, 1998	425,713	550,478	124,000	77.34%	180,944	68.95%
Jan 1, 1999	618,435	605,406	0	100.00%	197,059	0.00%
Jan 1, 2000	923,150	612,370	0	100.00%	209,595	0.00%
Jan 1, 2001	881,407	653,895	0	100.00%	228,900	0.00%
Jan 1, 2002	$ 469,136	$ 469,003	$ 0	100.00%	$ 262,115	0.00%

NOTE 12 - PENSION PLAN (CONTINUED)

Other State of Georgia Pension Plans

The Sheriff, Clerk of Superior Court, Probate Judge, and various other employees of the County are covered by the State of Georgia retirement plans and are not included as a part of the County's plan described above. These State Plans are funded, in part, through County fines and forfeiture collections.

NOTE 13 - FIXED ASSETS

General Fixed Asset Account Group

The County completed a physical inventory of County assets as of December 31, 2000. Fixed assets, including capital improvements, were recorded at historical cost where historical cost could be determined. For those assets whose historical cost could not be determined, estimated current values were used.

Those assets include building, furniture, fixtures, equipment, vehicles and certain land. The County has elected not to report public domain or "infrastructures" fixed assets for roads (including public road right of ways), bridges, curbs, and gutters, streets and sidewalks, drainage systems, lighting systems, and similar assets that are immovable and of value only to Warren County.

The financial activities of the General Fixed Assets Account Group is included in the general purpose financial statements.

A summary of changes in general fixed assets is as follows:

Category	Balance 6-30-02	Additions	Deletions	Balance 6-30-03
Land	$ 512,916	$ 0	$ 0	$ 512,916
Buildings	4,877,696	246,109	0	5,123,805
Furniture, fixtures and equipment	3,488,906	64,791	0	3,553,697
Vehicles	918,341	39,704	0	958,045
Totals	$ 9,797,859	$ 350,604	$ 0	$10,148,463

Development Authority

As more fully discussed in Note 14 below, the Development Authority Enterprise Fund owns land and buildings that it leases to local industries. Ownership of the land and buildings will revert to third parties upon expiration of the leases, accordingly, the leases are accounted for as operating leases and depreciation is provided over the expected terms of the lease agreements ranging from 10 to 20 years using the straight-line method. For the year ended June 30, 2003, depreciation expense and accumulated depreciation totaled $24,963 and $240,289, respectively.

NOTE 13 - FIXED ASSETS (CONTINUED)

Property and equipment recorded by the Development Authority at June 30, 2003 follows:

Category	Balance 6-30-02	Additions	Deletions	Balance 6-30-03
Land and buildings	$ 2,672,318	$ 0	$ (2,161,053)	$ 511,265
Less accumulated depreciation	1,892,543	24,963	(1,677,217)	240,289
Net Property and Equipment	$ 779,775	$ 24,963	(1) $ (483,836)	$ 270,976

(1) See Note 14

Capitalization of Interest

Financial Accounting Standards Board (FASB) Statement No. 34 (Capitalization of Interest Costs) requires that interest expenditures incurred during construction of assets be capitalized. FAS-62 (Capitalization of Interest Cost in Situations Involving Certain Exempt Borrowings and Certain Gifts and Grants) concludes that constructed assets financed with proceeds of tax exempt debt (if those funds are externally restricted to finance the acquisitions of the asset or used to service the related debt (if those funds are externally restricted to finance the acquisitions of the asset or used to service the related debt) should include capitalized interest only to the extent that interest cost exceeds interest earned on related interest bearing investment acquired with proceeds of the related tax-exempt borrowing. During the year ending June 30, 2003, the County did not incur any interest cost required to be capitalized.

NOTE 14 - LEASED FACILITIES RENTED UNDER OPERATING LEASES

The County's Development Authority Enterprise Fund leases land and buildings to two local industries. The leases are accounted for as operating leases in accordance with generally accepted accounting principles. Terms of the leases are as follows:

The Authority has on lease land and building to United Parcel Service for a period of twenty years. The lease requires monthly lease payments of $2,042 and contains an option to purchase on various anniversary dates of the lease, beginning in the tenth year. The purchase price at the stated anniversary dates total $490,000. Proceeds from the sale of this property will be paid to the City of Warrenton.

Cost basis in the land and building totaled $511,265. Depreciation is being provided for using the straight-line method over the expected lease term of twenty years. Depreciation and accumulated depreciation on this land and building for the year ended June 30, 2003 totaled $24,963 and $240,283, respectively.

The Authority purchased land and building totaling $1,919,841 that was subsequently leased to Wheland Foundry. Financing for this purchase was provided by a $200,000 loan from the City of Warrenton, Georgia, a loan from the State of Georgia totaling $1,300,000, and $500,000 contribution from Wheland Foundry. The City of Warrenton loaned the Authority an additional $300,000, which was invested in a ten year certificate of deposit. The certificate of deposit and earnings derived from the certificate are restricted for repayment of the loans received from the City of Warrenton.

NOTE 14 - LEASED FACILITIES RENTED UNDER OPERATING LEASES (CONTINUED)

During the year Wheland Foundry, the leasee, discontinued operation and filed bankruptcy proceedings. The County and Development Authority are seeking a tenant for the facilities. Because of the facility being closed the County's tax revenue will be reduced approximately $100,000.

Cost basis in the land and building totaled $2,161,053 after all acquisitions. Depreciation has been provided for using the straight-line method over the term of ten years. Accumulated depreciation on this land and building for the year ended June 30, 2003 totaled $1,677,217, leaving a book value of $483,836.

Under the terms of the lease agreement, Wheland Foundry exercised its options and purchased the property for $100. As a result of this transaction the operating statement has been charged $483,836 for the undepreciated cost of the property.

NOTE 15 - FUND EQUITY

Contributed Capital

The Development Authority Enterprise Fund receives various contributions to capital from state and local governments and local industries. These contributions have been used to purchase land and buildings that are leased to local industries, as discussed in note 14 above.

A schedule of changes in contributed capital follows:

Category	6-30-02	Additions	Deletions	6-30-03
State and local governments	$ 1,309,008	$ 0	$ 0	$ 1,309,008
Local industries	770,125	0	0	770,125
Total	$ 2,079,133	$ 0	$ 0	$ 2,079,133

Reservations of Fund Balance

Reservations of fund balance show amounts that are not appropriated for expenditure or are legally restricted for specific uses. The purpose for each reservation is indicated by the account title on the face of the combined balance sheet.

NOTE 16 - CONTINGENCIES

Judgements and Claims

As of the report date, the County was not involved in any lawsuit or other pending or threatened litigation. Accordingly no accrual has been recorded related to judgements and claims against the County.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by such agencies, principally the Federal and State Governments. Any disallowed claims, including amounts already

NOTE 16 - CONTINGENCIES (CONTINUED)

collected, may constitute a liability of the applicable funds. The amount, if any of expenditures which may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

Landfill Closure

The County landfill closed April 9, 1994. Currently the County has a contract with a private waste disposal facility, whereby, all county waste will be transferred to and disposed of by the private company.

The County submitted a post closure plan to the State of Georgia and received plan approval on October 16, 1995. The closure plan requires monitoring of ground water and methane gas wells on a periodic basis and maintenance of the landfill site for a period of five years. Costs incurred for the year ended June 30, 2003 associated with the maintenance and monitoring of the landfill totaled $46,675.

Future costs to monitor the wells, and adhere to the provisions and conditions of the post closure plan are not expected to be material in amount. However, this estimate is subject to changes, if any, that may be required due to inflation or deflation, technology, or applicable laws or regulations.

NOTE 17 - COMMITMENTS

New Special 1% Sales Tax For Courthouse Renovations and Roads and Bridges

On July 1, 1997, a new special 1% sales tax went into effect. This special 1% sales tax is to fund courthouse and administrative building renovations totaling $1,800,000 and $1,200,000 is to be used for roads and bridges. The sales tax is to remain in effect for five years or until the $3,000,000 is collected.

As of June 30, 2003, collections totaled $2,621,677 and expenditures for renovations totaled $2,699,160, including interest. Funding of the expenditures, in addition to sales tax collections has come from an $ 809,350 transfer from the General Fund and a tax anticipation loan of $272,395. As of June 30, 2003, expenditures of $370,916 have been incurred for road projects.

On July 1, 2002, a new special 1% sales tax went into effect. The sales tax is to remain in effect not exceeding 20 quarters (5 years) or until $3,200,000 is collected. The sales tax proceeds are to be allocated to the following projects and other governments in the County:

Warren County projects	
Roads and bridges	$ 1,228,800
Water	349,440
Economic Development	480,000
Recreation	272,000
Emergency Service	225,760
	2,556,000
City of Warrenton projects	421,280
City of Norwood projects	111,360
City of Camak projects	111,360
	$ 3,200,000

NOTE 18 - CAPITAL LEASE

The County has financed the purchase of a fire truck and a vehicle under a capital lease program. The lease, primarily payable from the General Fund is reported as an expenditure and other financing sources in the year of acquisition.

A summary of the changes in the capital lease as shown in the general long term debt account group is as follows:

	Balance June 30, 2002	Reduction	Addition	Balance June 30, 2003
Capital lease	$ 163,629	$ 113,542	$ 19,852	$ 69,939

The present value of the capital lease shown in the general long-term debt is as follows:

2004	$ 59,508
2005	7,217
2006	7,140
Total	73,865
Less amount reporting as interest	3,926
Present value of future minimum lease payment	$ 69,939

NOTE 19 - JOINT VENTURE

Under Georgia law, the County, in conjunction with other cities and counties in the Central Savannah River Area, is a member of the Central Savannah River area Regional Development Center (RDC) and is required to pay annual dues thereto. During its year ended June 30, 2003, the County paid $3,395 in such dues and service charges. Membership in a RDC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 that provides for the organizational structure of the RDC in Georgia. The RDC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RDC. Separate financial statements may be obtained from:

CSRA Regional Development Center
2123 Wrightsboro Road, P.O. Box 2800
Augusta, GA 30914-2800

NOTE 20 - COMMUNITY DEVELOPMENT BLOCK GRANT

During the year the County was awarded a Community Development Block Grant (CDBG) in the amount of $500,000 for water lines in the Mesena area of the county. Expenditures during the year totaled $5,000 for administration services to the planing and engineering firm.

WARREN COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2003

	2003	2002
ASSETS		
Cash	$ 508,994	$ 535,994
Certificates of deposit	800,000	887,983
Receivables	121,625	68,857
Due from other Governments	40,843	45,518
Due from other funds	67,825	118,772
Total Assets	$ 1,539,287	$ 1,657,124
LIABILITIES		
Accounts payable	$ 22,728	$ 234,077
Accrued expenses	32,926	8,367
Due to other funds	2,210	2,210
Due to others	0	10,946
Deferred revenue	68,270	32,582
Total Liabilities	126,134	288,182
FUND BALANCE		
Unreserved, undesignated	1,413,153	1,368,942
Total Fund Balance	1,431,153	1,368,942
Total Liabilities and Fund Balance	$ 1,539,287	$ 1,657,124

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2003

	2003	2002
REVENUES		
Taxes	$ 2,028,781	$ 1,913,318
Licenses and permits	3,683	5,331
Intergovernmental	212,517	131,008
Charges for services	226,036	232,767
Fines and forfeitures	222,635	230,577
Use of money and property	49,387	47,875
Others	12,955	10,182
Total Revenues	2,755,994	2,571,058
EXPENDITURES		
Current		
General government	1,219,788	976,217
Public safety	881,060	897,233
Highways and streets	245,296	306,438
Sanitation	184,911	158,950
Health and welfare	142,032	119,545
Culture and recreation	33,016	32,296
Other	0	360
Capital outlay	19,852	163,629
Total Expenditures	2,725,955	2,654,668
(Deficiency) of Revenues Over Expenditures	30,039	(83,610)
OTHER FINANCING SOURCES (USES)		
Transfers from other funds	58,814	0
Transfers to other funds	(4,494)	0
Transfers to Component unit	(60,000)	(85,000)
Capital financing	19,852	163,629
Total Other Financing Sources (Uses)	14,172	78,629
Excess (deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	44,211	(4,981)
FUND BALANCE, UNRESERVED,		
Beginning of Year	1,368,942	1,373,923
End of Year	$ 1,413,153	$ 1,368,942

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
FOR THE YEAR ENDED JUNE 30, 2003

	Drug Abuse Fund	Jail Fund	Senior Citizens Nutrition Program Fund	Special Sales Tax: Landfill Fund	Special Sales Tax: Roads and Bridges Fund	Sheriff Drug Fund	Volunteer Fire Dept. Fund	Emergency 911 Fund
ASSETS								
Cash	$ 8,529	$ 32,704	$ 0	$ 129,978	$ 295,948	$ 6,088	$ 8,544	$ 68,855
Certificates of deposit	0	75,000	0	349,801	375,000	0	0	0
Receivables	0	0	0	0	0	0	0	4,450
Due from other governments	0	0	0	0	0	0	0	0
Due from other funds	2,715	6,414	0	0	27,778	0	0	0
Total assets	$ 11,244	$ 114,118	$ 0	$ 479,779	$ 698,726	$ 6,088	$ 8,544	73,305
LIABILITIES								
Accounts payable	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 41,397
Due to other governments	0	0	0	0	0	0	0	0
Due to other funds	0	0	0	0	0	0	0	0
Total liabilities	0	0	0	0	0	0	0	41,397
FUND BALANCE								
Unreserved	11,244	114,118	0	479,779	698,726	6,088	8,544	31,908
Total fund balance	11,244	114,118	0	479,779	698,726	6,088	8,544	31,908
Total liabilities and fund balance	$ 11,244	$ 114,118	$ 0	$ 479,779	$ 698,726	$ 6,088	$ 8,544	$ 73,305

The Notes to Financial Statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
FOR THE YEAR ENDED JUNE 30, 2003

	Special Sales Tax					Totals (Memorandum Only)	
	Water Project Fund	(2002 - 2007) Fund	Economic Development Fund	Emergency Service Fund	Recreation Fund	2003	2002
ASSETS							
Cash	$ 41,452	$ 0	$ 52,456	$ 17,965	$ 34,292	$ 696,811	$ 261,369
Certificates of deposit	0	0	0	0	0	799,801	999,801
Receivables	0	66,584	0	6,706	0	77,740	4,449
Due from other governments	0	0	0	0	0	0	0
Due from other funds	7,258	0	9,988	4,661	5,659	64,473	5,275
Total assets	$ 48,710	$ 66,584	$ 62,444	$ 29,332	$ 39,951	$ 1,638,825	$ 1,270,894
LIABILITIES							
Accounts payable	$ 0	$ 0	$ 0	$ 0	$ 0	$ 41,397	$ 0
Due to other governments	0	13,450	0	0	0	13,450	1,043
Due to other funds	0	53,134	0	0	0	53,134	71,318
Total liabilities	0	66,584	0	0	0	107,981	72,361
FUND BALANCE							
Unreserved	48,710	0	62,444	29,332	39,951	1,530,844	1,198,533
Total fund balance	48,710	0	62,444	29,332	39,951	1,530,844	1,198,533
Total liabilities and fund balance	$ 48,710	$ 66,584	$ 62,444	$ 29,332	$ 39,951	$ 1,638,825	$ 1,270,894

The Notes to Financial Statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS COMBINING STATEMENTS OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2003

	Drug Abuse Fund	Jail Fund	Senior Citizens Nutrition Program Fund	Special Sales Tax: Landfill Fund	Special Sales Tax: Roads and Bridges Fund	Special Sales Tax: Recreation Fund	Sheriff Drug Fund	Fire Department Fund	Emergency 911 Fund
REVENUES									
Intergovernmental	$ 0	$ 0	$ 0	$ 0	$ 238,426	$ 35,355	$ 1,251	$ 0	$ 0
Charges for service	0	0	2,247	0	0	0	0	0	51,134
Fines and forfeitures	3,215	22,597	0	0	0	0	0	0	0
Use of money and property	61	2,581	43	16,832	9,611	108	42	37	0
Other	0	0	0	0	0	0	0	2,646	0
Total revenues	3,276	25,178	2,290	16,832	248,037	35,463	1,293	2,683	51,134
EXPENDITURES									
Public safety	3,000	45,000	0	0	0	0	0	1,782	47,037
Highways and streets	0	0	0	0	41,852	0	0	0	0
Sanitation	0	0	0	30,879	0	0	0	0	0
Health and welfare	0	0	0	0	0	6	0	0	0
Capital outlay	0	0	0	0	0	0	5,676	0	0
Total expenditures	3,000	45,000	0	30,879	41,852	6	5,676	1,782	47,037
Excess (deficiency) of revenues over expenditures	276	(19,822)	2,290	(14,047)	206,185	35,457	(4,383)	901	4,097
OTHER FINANCING SOURCES (USES)									
Transfers from other funds	0	0	0	0	0	4,494	0	0	0
Transfers to other funds	0	0	(23,623)	0	0	0	0	0	0
Total other financing sources (Uses)	0	0	(23,623)	0	0	4,494	0	0	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	276	(19,822)	(21,333)	(14,047)	206,185	39,951	(4,383)	901	4,097
FUND BALANCE, UNRESERVED, Beginning of year	10,968	133,940	21,333	493,826	492,541	0	10,471	7,643	27,811
End of year	$ 11,244	$ 114,118	$ 0	$ 479,779	$ 698,726	$ 39,951	$ 6,088	$ 8,544	$ 31,908

The Notes to Financial Statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS COMBINING STATEMENTS OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE..
FOR THE YEAR ENDED JUNE 30, 2003

	Special Sales Tax			Totals (Memorandum Only)	
	Water Project Fund	Economic Development Fund	Emergency Service Fund	2003	2002
REVENUES					
Intergovernmental	$ 45,408	$ 62,392	$ 29,308	$ 412,140	$ 512,910
Charges for service	3,302	0	0	56,683	37,952
Fines and forfeitures	0	0	0	25,812	26,712
Use of money and property	0	58	28	29,401	49,054
Other	0	0	0	2,646	3,195
Total revenues	48,710	62,450	29,336	526,682	629,823
EXPENDITURES					
Public safety	0	0	0	96,819	5,328
Highways and streets	0	0	0	41,852	327,378
Sanitation	0	0	0	30,879	102,507
Health and welfare	0	6	4	16	43
Capital outlay	0	0	0	5,676	12,313
Total expenditures	0	6	4	175,242	447,569
Excess (deficiency) of revenues over expenditures	48,710	62,444	29,332	351,440	182,254
OTHER FINANCING SOURCES (USES)					
Transfers from other funds	0	0	0	4,494	0
Transfers to other funds	0	0	0	(23,623)	0
Total other financing sources (Uses)	0	0	0	(19,129)	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	48,710	62,444	29,332	332,311	182,254
FUND BALANCE, UNRESERVED, Beginning of year	0	0	0	1,198,533	1,016,279
End of year	$ 48,710	$ 62,444	$ 29,332	$ 1,530,844	$ 1,198,533

The Notes to Financial Statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (BUDGETARY BASIS) AND ACTUAL, SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2003

	Drug Abuse Fund			Jail Fund			Senior Citizens Nutrition Program Fund			Special Sales Tax Landfill Fund		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES												
Taxes	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Licenses	0	0	0	0	0	0	0	0	0	0	0	0
Intergovernmental	0	0	0	0	0	0	0	0	0	0	0	0
Charges for services	0	0	0	0	0	0	1,200	2,247	1,047	0	0	0
Fines and forfeitures	2,000	3,215	1,215	22,000	22,597	597	0	0	0	0	0	0
Use of money and property	100	61	(39)	2,250	2,581	331	250	43	(207)	10,000	16,832	6,832
Others	900	0	(900)	20,750	0	(20,750)	3,550	0	(3,550)	14,500	0	(14,500)
Total Revenues	3,000	3,276	276	45,000	25,178	19,822	5,000	2,290	(2,710)	24,500	16,832	(7,668)
EXPENDITURES												
Current												
General government	0	0	0	0	0	0	0	0	0	0	0	0
Public safety	3,000	3,000	0	45,000	45,000	0	0	0	0	0	0	0
Highways and streets	0	0	0	0	0	0	0	0	0	0	0	0
Sanitation	0	0	0	0	0	0	0	0	0	24,500	30,879	6,379
Health and welfare	0	0	0	0	0	0	5,000	0	(5,000)	0	0	0
Culture and recreation	0	0	0	0	0	0	0	0	0	0	0	0
Others	0	0	0	0	0	0	0	0	0	0	0	0
Total expenditures	3,000	3,000	0	45,000	45,000	0	5,000	0	(5,000)	24,500	30,879	6,379
Excess (deficiency) of revenues over expenditures	0	276	276	0	(19,822)	19,822	0	2,290	2,290	0	(14,047)	(14,047)
OTHER FINANCING SOURCES (USES)												
Transfers from other funds	0	0	0	0	0	0	0	0	0	0	0	0
Transfers to other funds	0	0	0	0	0	0	0	(23,623)	(23,623)	0	0	0
Transfers to component unit	0	0	0	0	0	0	0	0	0	0	0	0
Total other financing sources (uses)	0	0	0	0	0	0	0	(23,623)	(23,623)	0	0	0
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	$ 0	276	$ 276	$ 0	(19,822)	$ 19,822	$ 0	(21,333)	$ (21,333)	$ 0	(14,047)	$ (14,047)
RECONCILIATION TO GAAP BASIS												
Receivables and other assets		0			0			0			0	
Payables and other liabilities		0			0			0			0	
FUND BALANCE, UNRESERVED												
Beginning of year		10,968			133,940			21,333			493,826	
End of year		$ 11,244			$ 114,118			$ 0			$ 479,779	

The Notes to Financial Statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (BUDGETARY BASIS) AND ACTUAL, SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2003

	Special Sales Tax Roads & Bridges Fund			Sheriff Drug Fund			Volunteer Fire Department			Emergency 911 Fund		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES												
Taxes	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Licenses	0	0	0	0	0	0	0	0	0	0	0	0
Intergovernmental	153,000	238,426	85,426	0	0	0	0	0	0	0	0	0
Charges for services	0	0	0	0	0	0	0	0	0	48,000	51,134	3,134
Fines and forfeitures	0	0	0	0	1,251	1,251	0	0	0	0	0	0
Use of money and property	2,000	9,611	7,611	100	42	(58)	100	37	(63)	300	0	(300)
Others	500,000	0	(500,000)	5,000	0	(5,000)	4,300	2,646	(1,654)	15,000	0	(15,000)
Total Revenues	655,000	248,037	(406,963)	5,100	1,293	(3,807)	4,400	2,683	(1,717)	63,300	51,134	(12,166)
EXPENDITURES												
Current												
General government	0	0	0	0	0	0	0	0	0	0	0	0
Public safety	0	0	0	0	0	0	4,400	1,782	(2,618)	63,300	47,037	(16,263)
Highways and streets	655,000	41,852	(613,148)	0	0	0	0	0	0	0	0	0
Sanitation	0	0	0	0	0	0	0	0	0	0	0	0
Health and welfare	0	0	0	0	0	0	0	0	0	0	0	0
Culture and recreation	0	0	0	0	0	0	0	0	0	0	0	0
Others	0	0	0	0	0	0	0	0	0	0	0	0
Capital Outlay	0	0	0	5,100	5,676	576	0	0	0	0	0	0
Total expenditures	655,000	41,852	(613,148)	5,100	5,676	576	4,400	1,782	(2,618)	63,000	47,037	(16,263)
Excess (deficiency) of revenues over expenditures	0	206,185	206,185	0	(4,383)	(4,383)	0	901	901	0	4,097	4,097
OTHER FINANCING SOURCES (USES)												
Transfers from other funds	0	0	0	0	0	0	0	0	0	0	0	0
Transfers to other funds	0	0	0	0	0	0	0	0	0	0	0	0
Transfers to component unit	0	0	0	0	0	0	0	0	0	0	0	0
Total other financing sources (uses)	0	0	0	0	0	0	0	0	0	0	0	0
	$ 0	206,185	$ 206,185	$ 0	(4,383)	$ (4,383)	$ 0	901	$ 901	$ 0	4,097	$ 4,097
RECONCILIATION TO GAAP BASIS												
Receivables and other assets		0			0			0			0	
Payables and other liabilities		0			0			0			0	
FUND BALANCE, UNRESERVED												
Beginning of year		492,541			10,471			7,643			27,811	
End of year		$ 698,726			$ 6,088			$ 8,544			$ 31,908	

The Notes to Financial Statements are an integral part of this statement.

	Special Sales Tax Economic Development		
nce able orable)	Budget	Actual	Variance Favorable (Unfavorab
0	$ 0	$ 0	$
0	0	0	
7,355	60,000	62,392	2,3
0	0	0	
0	0	0	
(92)	800	58	(
0	0	0	
7,263	60,800	62,450	1,(
0	0	0	
0	0	0	
0	0	0	
0	0	0	
0	0	6	
6	0	0	
0	0	0	
(28,200)	60,800	0	(60,
(28,194)	60,800	6	(60,
35,457	0	62,444	62
4,494	0	0	
0	0	0	
0	0	0	
4,494	0	0	
39,951	$ 0	62,444	$ 62
		0	
		0	
		0	
		$ 62,444	

WARREN COUNTY, GEORGIA
DRUG ABUSE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2003

	2003	2002
ASSETS		
Cash	$ 8,529	$ 9,968
Due from other funds	2,715	1,000
Total assets	$ 11,244	$ 10,968
LIABILITIES	$ 0	$ 0
FUND BALANCE		
Unreserved	11,244	10,968
Total fund balance	11,244	10,968
Total liabilities and fund balance	$ 11,244	$ 10,968

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
DRUG ABUSE FUND
COMPARATIVE STATEMENTS OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2003

	2003	2002
REVENUES		
Fines and forfeitures	$ 3,215	$ 4,400
Use of money and property	61	82
Total revenues	3,276	4,482
EXPENDITURES		
Public safety	3,000	0
Total expenditures	3,000	0
Excess of revenues over expenditures	276	4,482
FUND BALANCE, UNRESERVED		
Beginning of year	10,968	6,486
End of year	$ 11,244	$ 10,968

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
JAIL FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2003

	2003	2002
ASSETS		
Cash	$ 32,704	$ 56,875
Certificate of deposit	75,000	75,000
Due from other funds	6,414	2,065
Total assets	$ 114,118	$ 133,940
LIABILITIES	$ 0	$ 0
FUND BALANCE		
Unreserved	114,118	133,940
Total fund balance	114,118	133,940
Total liabilities and fund balance	$ 114,118	$ 133,940

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
JAIL FUND
COMPARATIVE STATEMENTS OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2003

	2002	2002
REVENUES		
Fines and forfeitures	$ 22,597	$ 22,312
Use of money & property	2,581	4,340
Total revenues	25,178	26,652
EXPENDITURES		
Public safety	45,000	0
Total expenditures	45,000	0
Excess of revenues over expenditures	(19,822)	26,652
FUND BALANCE, UNRESERVED		
Beginning of year	133,940	107,288
End of year	$ 114,118	$ 133,940

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SENIOR CITIZENS NUTRITION PROGRAM FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2003

	2003	2002
ASSETS		
Cash	$ 0	$ 22,376
Total assets	$ 0	$ 22,376
LIABILITIES		
Due to other governments	$ 0	$ 1,043
Due to other fund	0	0
Total liabilities	0	1,043
FUND BALANCE		
Unreserved	0	21,333
Total fund balance	0	21,333
Total liabilities and fund balance	$ 0	$ 22,376

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SENIOR CITIZENS NUTRITION PROGRAM FUND
COMPARATIVE STATEMENTS OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2003

	2003	2002
REVENUES		
Charges for service	$ 2,247	$ 9,172
Use of money and property	43	120
Total revenues	2,290	9,292
EXPENDITURES		
Health and Welfare	0	43
Total expenditures	0	43
Excess of revenues over expenditures	2,290	9,249
OTHER FINANCING SOURCES		
Transfers from other funds	1,043	0
Transfers to other funds	(24,666)	0
Total Other financing sources	(23,623)	0
(Deficit) excess of revenues and other financing sources over expenditures	(21,333)	9,249
FUND BALANCE, UNRESERVED		
Beginning of year	21,333	12,084
End of year	$ 0	$ 21,333

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SPECIAL SALES TAX FUND-LANDFILL
COMPARATIVE BALANCE SHEETS
JUNE 30, 2003

	2003	2002
ASSETS		
Cash	$ 129,978	$ 15,343
Certificates of deposit	349,801	549,801
Total assets	$ 479,779	$ 565,144
LIABILITIES		
Due to other funds	$ 0	$ 71,318
FUND BALANCE		
Unreserved	479,779	493,826
Total fund balance	479,779	493,826
Total liabilities and fund balance	$ 479,779	$ 565,144

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SPECIAL SALES TAX FUND-LANDFILL
COMPARATIVE STATEMENTS OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2003

	2003	2002
REVENUES		
Use of money and property	$ 16,832	$ 31,441
Total revenues	16,832	31,441
EXPENDITURES		
Sanitation	30,879	102,507
Total expenditures	30,879	102,507
(Deficiency) excess of revenues over expenditures	(14,047)	(71,066)
FUND BALANCE, UNRESERVED		
Beginning of year	493,826	564,892
End of year	$ 479,779	$ 493,826

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SPECIAL SALES TAX FUND - ROADS AND BRIDGES
COMPARATIVE BALANCE SHEETS
JUNE 30, 2003

	2003	2002
ASSETS		
Cash	$ 295,948	$ 115,331
Certificates of deposit	375,000	375,000
Accounts receivable - other	0	0
Due from other funds	27,778	2,210
Total assets	$ 698,726	$ 492,541
LIABILITIES		
Accounts payable	$ 0	$ 0
FUND BALANCE		
Unreserved	698,726	492,541
Total fund balance	698,726	492,541
Total liabilities and fund balance	$ 698,726	$ 492,541

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SPECIAL SALES TAX FUND - ROADS AND BRIDGES
COMPARATIVE STATEMENTS OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2003

	2003	2002
REVENUES		
Intergovernmental	$ 238,426	$ 511,672
Use of money and property	9,611	12,724
Total revenues	248,037	524,396
EXPENDITURES		
Highways and streets	41,852	327,378
Total expenditures	41,852	327,378
Excess of revenues over expenditures	206,185	197,018
FUND BALANCE, UNRESERVED		
Beginning of year	492,541	295,523
End of year	$ 698,726	$ 492,541

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SHERIFF DRUG FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2003

	2003	2002
ASSETS		
Cash	$ 6,088	$ 10,471
Total assets	$ 6,088	$ 10,471
LIABILITIES	$ 0	$ 0
FUND BALANCE		
Unreserved	6,088	10,471
Total fund balance	6,088	10,471
Total liabilities and fund balance	$ 6,088	$ 10,471

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SHERIFF DRUG FUND
COMPARATIVE STATEMENTS OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE
JUNE 30, 2003

	2003	2002
REVENUES		
Intergovernmental	$ 1,251	$ 1,238
Use of money and property	42	298
Total revenues	1,293	1,536
EXPENDITURES		
Public Safety	0	1,231
Capital Outlay	5,676	12,313
Total Expenditures	5,676	13,544
Excess of revenues over expenditures	(4,383)	(12,008)
FUND BALANCE, UNRESERVED		
Beginning of year	10,471	22,479
End of year	$ 6,088	$ 10,471

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
VOLUNTEER FIRE DEPARTMENT FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2003

	2003	2002
ASSETS		
Cash	$ 8,544	$ 7,643
Total assets	$ 8,544	$ 7,643
LIABILITIES	$ 0	$ 0
FUND BALANCE		
Unreserved	8,544	7,643
Total fund balance	8,544	7,643
Total liabilities and fund balance	$ 8,544	$ 7,643

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
VOLUNTEER FIRE DEPARTMENT FUND
COMPARATIVE STATEMENTS OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2003

	2003	2002
REVENUES		
Use of money and property	$ 37	$ 49
Other	2,646	3,195
Total revenues	2,683	3,244
EXPENDITURES		
Public safety	1,782	3,128
Total expenditures	1,782	3,128
Excess of revenues over expenditures	901	116
FUND BALANCE, UNRESERVED		
Beginning of year	7,643	7,527
End of year	$ 8,544	$ 7,643

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
EMERGENCY 911
COMPARATIVE BALANCE SHEETS
JUNE 30, 2003

	2003	2002
ASSETS		
Cash	$ 68,855	$ 23,362
Accounts receivable	4,450	4,449
Total assets	$ 73,305	$ 27,811
LIABILITIES		
Accounts payable	$ 41,397	$ 0
FUND BALANCE		
Unreserved	31,908	27,811
Total fund balance	31,908	27,811
	$ 73,305	$ 27,811

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
EMERGENCY 911 FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGE IN FUND BALANCE
YEAR ENDED JUNE 30, 2003

	2002	2002
REVENUES		
Charge for services	$ 51,134	$ 28,780
Total revenue	51,134	28,780
EXPENDITURES		
Public safety	47,037	969
Total expenditures	47,037	969
Excess revenues over expenditures	4,097	27,811
FUND BALANCE, UNRESERVED		
Beginning of year	27,811	0
End of year	$ 31,908	$ 27,811

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SPECIAL SALES TAX FUND - WATER PROJECT FUND
BALANCE SHEET
JUNE 30, 2003

	2003
ASSETS	
Cash	$ 41,452
Due from other funds	7,258
Total assets	$ 48,710
LIABILITIES	
Accounts payable	$ 0
FUND BALANCE	
Unreserved	48,710
Total fund balance	48,710
Total liabilities and fund balance	$ 48,710

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SPECIAL SALES TAX FUND - WATER PROJECT FUND
STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2003

	2003
REVENUES	
Intergovernmental	$ 45,408
Charge for services	3,150
Total revenues	48,558
OTHER FINANCING SOURCES	
Transfers in	152
Total other financing sources	152
Excess of revenues over expenditures	48,710
FUND BALANCE, UNRESERVED	
Beginning of year	0
End of year	$ 48,710

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SPECIAL SALES TAX FUND (2002-2007)
BALANCE SHEET
JUNE 30, 2003

	2003
ASSETS	
Cash	$ 0
Accounts receivable	66,584
Total assets	$ 66,584
LIABILITIES	
Due to other funds	$ 53,134
Due to other governments	13,450
	66,584
FUND BALANCE	
Unreserved	0
Total fund balance	0
Total liabilities and fund balance	$ 66,584

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SPECIAL SALES TAX FUND-ECONOMIC DEVELOPMENT
BALANCE SHEET
JUNE 30, 2003

	2003
ASSETS	
Cash	$ 52,456
Receivables	9,988
Total assets	$ 62,444
LIABILITIES	$ 0
Total liabilities	0
FUND BALANCE	
Unreserved	62,444
Total fund balance	62,444
Total liabilities and fund balance	$ 62,444

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SPECIAL SALES TAX FUND-ECONOMIC DEVELOPMENT
STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2003

REVENUES	2003
Intergovernmental	$ 62,392
Use of money and property	58
Total revenues	62,450
EXPENDITURES	
Health and welfare	6
Total expenditures	6
Excess of revenues over expenditures	62,444
FUND BALANCE, UNRESERVED	
Beginning of year	0
End of year	$ 62,444

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SPECIAL SALES TAX FUND-EMERGENCY SERVICE
BALANCE SHEET
JUNE 30, 2003

	2003
ASSETS	
Cash	$ 17,965
Certificates of deposit	0
Receivables	6,706
Due from other funds	4,661
Total assets	$ 29,332
LIABILITIES	
Accounts payable	$ 0
Total liabilities	0
FUND BALANCE	
Unreserved	29,332
Total fund balance	29,332
Total liabilities and fund balance	$ 29,332

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SPECIAL SALES TAX FUND-EMERGENCY SERVICE
STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2003

REVENUES	2003
Intergovernmental	$ 29,308
Use of money and property	28
Total revenues	29,336
EXPENDITURES	
Health & welfare	4
Total Expenditures	4
Excess of revenues over expenditures	29,332
FUND BALANCE, UNRESERVED	
Beginning of year	0
End of year	$ 29,332

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SPECIAL SALES TAX FUND
COURTHOUSE CAPITAL PROJECT FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2003

	2003	2002
ASSETS		
Cash	$ 0	$ 128,434
Certificates of deposit	0	0
Total assets	$ 0	$ 128,434
LIABILITIES		
Accounts payable	$ 0	$ 26,750
Total liabilities	0	26,750
FUND BALANCE		
Unreserved	0	101,684
Total fund balance	0	101,684
Total liabilities and fund balance	$ 0	$ 128,434

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
SPECIAL SALES TAX FUND
COURTHOUSE CAPITAL PROJECT FUND
COMPARATIVE STATEMENTS OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2003

	2003	2002
REVENUES		
Grant funds	$ 0	$ 68,750
Use of money and property	208	4,360
Total revenues	208	73,110
EXPENDITURES		
Capital outlay	66,701	123,218
Total expenditures	66,701	123,218
(Deficiency) excess of revenues over expenditures before transfer	(66,493)	(50,108)
Transfer out	(35,191)	0
(Deficiency) of revenues over expenditures	(101,684)	0
FUND BALANCE, UNRESERVED		
Beginning of year	101,684	151,792
End of year	$ 0	$ 101,684

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
FIDUCIARY FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2003

	PENSION TRUST FUND	AGENCY FUNDS						TOTALS (Memorandum Only)	
	Employee Retirement	Clerk of Court	Magistrate Court	Probate Court	Sheriff	Tax Assessor	Tax Commissioner	2003	2002
ASSETS									
Cash	$ 0	$ 90,207	$ 1,956	$ 0	$ 21	$ 21	$ 72,144	$ 164,349	$ 157,972
Investments	426,747	0	0	0	0	0	0	426,747	417,952
Accounts receivable	0	0	0	0	0	0	0	0	23,000
Total assets	426,747	90,207	1,956	0	21	21	72,144	591,096	598,924
LIABILITIES									
Due to other governments	0	1,920	0	0	0	0	33,217	35,137	29,834
Due to other funds	0	49,901	960	0	21	21	26,051	76,954	50,519
Due to others	0	38,386	996	0	0	0	12,876	52,258	77,619
Total liabilities	0	90,207	1,956	0	21	21	72,144	164,349	157,972
FUND BALANCE									
Reserved for employees' retirement benefits	426,747	0	0	0	0	0	0	426,747	440,952
Total fund balance	426,747	0	0	0	0	0	0	426,747	440,952
TOTAL LIABILITIES AND FUND BALANCE	$ 426,747	$ 90,207	$ 1,956	$ 0	$ 21	$ 21	$ 72,144	$ 591,096	$ 598,924

The Notes to Financial Statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
EMPLOYEES' RETIREMENT PENSION TRUST FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2003

	2003	2002
ASSETS		
Investments	$ 426,747	$ 417,952
Due from other fund	0	23,000
Total assets	$ 426,747	$ 440,952
LIABILITIES		
Accounts payable	$ 0	$ 0
FUND BALANCE		
Reserved for employees' retirement benefits	426,747	440,952
Total fund balance	426,747	440,952
Total liabilities and fund balance	$ 426,747	$ 440,952

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
EMPLOYEE'S RETIREMENT PENSION TRUST FUND
COMPARATIVE STATEMENTS, CHANGES IN PLAN NET ASSETS
EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2003

ADDITIONS	2003	2002
Contributions-employer	$ 20,000	$ 23,000
Investment income (loss)	(10,569)	(77,027)
Total additions	9,431	(54,027)
DEDUCTIONS		
Benefits	23,601	23,601
Administrative expenses	35	35
Total deductions	23,636	23,636
Net (decrease) increase	(14,205)	(77,663)
NET ASSET HELD IN TRUST FUND FOR PENSION BENEFITS		
Beginning of year	440,952	518,615
End of year	$ 426,747	$ 440,952

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES
IN ASSETS AND LIABILITIES
JUNE 30, 2003

	Balance June 30, 2002	Additions	Deductions	Balance June 30, 2003
CLERK OF COURT				
Assets				
Cash	$ 83,473	$ 171,309	$ 164,575	$ 90,207
Liabilities				
Due to other governments	$ 2,082	$ 20,447	$ 20,285	$ 1,920
Due to other funds	8,281	81,126	122,746	49,901
Due to others	73,110	63,002	28,278	38,386
	$ 83,473	$ 164,575	$ 171,309	$ 90,207
MAGISTRATE COURT				
Assets				
Cash	$ 2,852	$ 66,745	$ 67,641	$ 1,956
Liabilities				
Due to other funds	$ 735	$ 10,622	$ 10,847	$ 960
Due to others	2,117	57,019	55,898	996
	$ 2,852	$ 67,641	$ 66,745	$ 1,956
PROBATE COURT				
Assets				
Cash	$ 17,483	$ 187,220	$ 204,703	$ 0
Liabilities				
Due to other governments	$ 0	$ 40,615	$ 40,615	$ 0
Due to other funds	17,483	162,255	144,772	0
Due to others	0	1,833	1,833	0
	$ 17,483	$ 204,703	$ 187,220	$ 0
SHERIFF				
Assets				
Cash	$ 21	$ 0	$ 0	$ 21
Liabilities				
Due to other funds	$ 21	$ 0	$ 0	$ 21

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES
IN ASSETS AND LIABILITIES (CONT.)
JUNE 30, 2003

	Balance June 30, 2002	Additions	Deductions	Balance June 30, 2003
TAX ASSESSOR				
Assets				
Cash	$ 21	$ 714	$ 714	$ 21
Liabilities				
Due to other funds	$ 21	$ 714	$ 714	$ 21
TAX COMMISSIONER				
Assets				
Cash	$ 54,122	$ 3,351,831	$ 3,333,809	$ 72,144
Liabilities				
Due to other governments	$ 27,752	$ 1,826,911	$ 1,832,376	$ 33,217
Due to other funds	23,978	1,471,203	1,473,276	26,051
Due to others	2,392	35,695	46,179	12,876
	$ 54,122	$ 3,333,809	$ 3,351,831	$ 72,144
ALL AGENCY FUNDS				
Assets				
Cash	$ 157,972	$ 3,777,819	$ 3,771,442	$ 164,349
Liabilities				
Due to other governments	$ 29,834	$ 1,887,973	$ 1,893,276	$ 35,137
Due to other funds	50,519	1,725,920	1,752,355	76,954
Due to others	77,619	157,549	132,188	52,258
	$ 157,972	$ 3,771,442	$ 3,777,819	$ 164,349

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
ALL DISCRETELY PRESENTED COMPONENT UNITS
COMBINING BALANCE SHEETS
JUNE 30, 2003

	Development Authority Enterprise Fund	Public Health Program Special Revenue Fund	Total 2003	Total 2002
ASSETS AND OTHER DEBITS				
Cash	$ 187,016	$ 24,755	$ 211,771	$ 174,879
Receivables	0	19,124	19,124	0
Due from other governments	0	0	0	14,323
Deferred expenses	50,000	0	50,000	50,000
Restricted assets				
Certificate of deposit	478,303	0	478,303	451,229
Receivables	31,434	0	31,434	31,162
Property, plant, and equipment, net	270,982	64,068	335,050	843,843
Amount to be provided for compensated absences	0	15,275	15,275	13,410
Total assets and other debits	$ 1,017,735	$ 123,222	$ 1,140,957	$ 1,578,846
LIABILITIES, OTHER CREDITS, AND FUND EQUITY				
Accounts payable	$ 0	$ 8,698	$ 8,698	$ 10,294
Accrued expenses, payable from restricted assets	137,952	0	137,952	137,946
Deferred revenue	53,125	0	53,125	53,125
Notes payable	745,512	0	745,512	770,016
Accrued compensated absences	0	15,275	15,275	13,410
Total liabilities	936,589	23,973	960,562	984,791
FUND EQUITY				
Investment in general fixed assets	0	64,068	64,068	64,068
Contributed capital	2,079,133	0	2,079,133	2,079,133
Retained earnings	(1,997,987)	0	(1,997,987)	(1,584,077)
Fund balance				
Reserved for subsequent years' expenditures	0	22,408	22,408	21,716
Unreserved, undesignated	0	12,773	12,773	13,215
Total fund equity	81,146	99,249	180,395	594,055
TOTAL LIABILITIES AND FUND EQUITY	$ 1,017,735	$ 123,222	$ 1,140,957	$ 1,578,846

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
DISCRETELY PRESENTED COMPONENT UNIT
DEVELOPMENT AUTHORITY ENTERPRISE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2003

	2003	2002
ASSETS		
Current assets		
Cash	$ 187,016	$ 143,977
Receivables	0	0
Deferred expenses	50,000	50,000
Total assets	237,016	193,977
RESTRICTED ASSETS		
Certificate of deposit	478,303	451,229
Receivables	31,434	31,162
Total restricted assets	509,737	482,391
PROPERTY, PLANT AND EQUIPMENT	511,265	2,672,318
LESS ACCUMULATED DEPRECIATION	240,283	(1,892,543)
Net property and equipment	270,982	779,775
Total assets	$ 1,017,735	$ 1,456,143
LIABILITIES AND FUND EQUITY		
Liabilities		
Current liabilities (payable from current assets)		
Accounts payable	$ 0	0
Due to other governments	0	0
Due to primary government	0	0
Deferred revenue	53,125	53,125
Current maturities of long-term debt	24,504	24,504
Total current liabilities	77,629	77,629
Long-term liabilities		
Accrued expenses, payable from restricted assets	137,952	137,946
Notes payable, net of current maturities	721,008	745,512
Total long-term debt	858,960	883,458
Total Liabilities	936,589	961,087
FUND EQUITY		
Contributed capital	2,079,133	2,079,133
Retained earnings (deficit), unreserved	(1,997,967)	(1,584,077)
Total fund equity	81,146	495,056
Total liabilities and fund balance	$ 1,017,735	$ 1,456,143

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
DISCRETELY PRESENTED COMPONENT UNIT
DEVELOPMENT AUTHORITY ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS (DEFICIT)
FOR THE YEAR ENDED JUNE 30, 2003

	2003	2002
OPERATING REVENUES		
Lease, rentals, and other	$ 37,000	$ 32,000
Total operating revenues	37,000	32,000
OPERATING EXPENSES		
Contract services	13,000	10,108
Depreciation	24,963	241,068
Other	10,470	29,037
Loss on building	483,832	0
Total operating expenses	532,265	280,213
Operating loss	(495,265)	(248,213)
NON-OPERATING REVENUES (EXPENSES)		
Interest income	28,855	28,566
Interest expense	(7,500)	(27,450)
Total non-operating revenues net	21,355	1,116
Loss before transfers in	(473,910)	(247,097)
Transfers in from primary government	60,000	60,000
Net loss	(413,910)	(187,097)
RETAINED EARNINGS (DEFICIT)		
Beginning of year	(1,584,077)	(1,396,980)
End of year	$ (1,997,987)	$ (1,584,077)

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
DISCRETELY PRESENTED COMPONENT UNIT
DEVELOPMENT AUTHORITY ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2003

	2003	2002
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from lease, rentals, and other	$ 5,000	$ 5,000
Cash paid to suppliers for goods and services	(23,470)	(39,145)
Net cash used by operating activities	(18,470)	(34,145)
CASH FLOWS FROM INVESTING ACTIVITIES		
Income interest received	28,855	27,217
Increase value of certificates of deposit	(27,346)	(25,541)
Net cash provided by investing activities	1,509	1,676
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Transfers from primary government	60,000	60,000
Net cash provided by non-capital financing activities	60,000	60,000
NET INCREASE IN CASH AND EQUIVALENTS	43,039	27,531
CASH BALANCES		
Beginning of year	143,977	116,446
End of year	$ 187,016	$ 143,977

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
DISCRETELY PRESENTED COMPONENT UNIT
DEVELOPMENT AUTHORITY ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS (CON'T.)
FOR THE YEAR ENDED JUNE 30, 2003

	2003	2002
RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:		
Operating loss	$ (500,265)	$ (248,213)
Adjustments to reconcile operating loss to net cash used by operating activities:		
Lease and rentals	(27,004)	(32,000)
Depreciation	24,963	241,068
Depreciation	483,836	0
(Increase) decrease in current assets		
Due from primary government	0	205,000
Increase (decrease) in current liabilities		
Accounts payable	0	(200,000)
Total Adjustments	481,795	214,068
NET CASH USED BY OPERATING ACTIVITIES	$ (18,470)	$ (34,145)
SCHEDULE OF NON-CASH INVESTING, CAPITAL AND NON-CASH FINANCING ACTIVITIES		
Lease and rental payments paid directly to note payable lender by lessee	32,000	32,000
	$ 32,000	$ 32,000

The Notes to Financial Statements are an integral part of these statements.

WARREN COUNTY, GEORGIA
COMBINED BALANCE SHEET - DISCRETELY PRESENTED COMPONENT UNIT
PUBLIC HEALTH PROGRAM SPECIAL REVENUE FUND
JUNE 30, 2003

	Governmental Fund Types	Account Group		Totals (Memorandum Only)	
	General Fund	General Fixed Assets	General Long-Term Debt	2003	2002
ASSETS AND OTHER DEBITS					
Cash	$ 24,755	$ 0	$ 0	$ 24,755	$ 30,902
Due from other governments	19,124	0	0	19,124	14,323
Due from primary government	0	0	0	0	0
General fixed assets	0	64,068	0	64,068	64,068
Amount to be provided for compensated absences	0	0	15,275	15,275	13,410
Total assets and other debits	$ 43,879	$ 64,068	$ 15,275	$ 123,222	$ 122,703
LIABILITIES					
Accounts payable	$ 8,698	$ 0	$ 0	$ 8,698	$ 10,294
Accrued compensated absences	0	0	15,275	15,275	13,410
Total liabilities	8,698	0	15,275	23,973	23,704
FUND EQUITY AND OTHER CREDITS					
Investment in general fixed assets	0	64,068	0	64,068	64,068
Fund balance					
Reserved for subsequent year's expenditures	22,408	0	0	22,408	21,716
Unreserved, undesignated	12,773	0	0	12,773	13,215
Total fund equity	35,181	64,068	0	99,249	98,999
Total liabilities and fund equity	$ 43,879	$ 64,068	$ 15,275	$ 123,222	$ 122,703

The Notes to Financial Statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
DISCRETELY PRESENTED COMPONENT UNIT
PUBLIC HEALTH PROGRAM SPECIAL REVENUE FUND
COMPARATIVE STATEMENTS OF REVENUES AND EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2003

	2003	2002
REVENUES		
Intergovernmental	$ 137,512	$ 141,186
Charges for services	106,746	81,080
Total revenues	244,258	222,266
EXPENDITURES		
Current		
Health and welfare	269,008	235,261
Total expenditures	269,008	235,261
Deficiency of revenues over expenditures	(24,750)	(12,995)
OTHER FINANCING SOURCES		
Transfer from primary government	25,000	25,000
Total other financing sources	25,000	25,000
Excess(deficit) revenues and other financing sources over expenditures	250	12,005
Net (increase) decrease in fund balance reserved for subsequent year's expenditures & other adjustments	(250)	(10,510)
Net change in unreserved fund balance for year	0	1,495
FUND BALANCE, UNRESERVED		
Beginning of year	13,215	11,720
End of year	$ 13,215	$ 13,215

The Notes to Financial Statements are an integral part of these statements.

BERRY & ASSOCIATES, P.C.
Certified Public Accountants
130 North Belair Road • Evans, Georgia 30809
(706) 863-5906 • FAX: (706) 863-6872

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

Warren County Board of Commissioners
Warren County, Georgia

We have audited the general purpose financial statements of Warren County, Georgia, as of and for the year ended June 30, 2003, and have issued our report thereon dated December 28, 2003. We did not audit the financial statements of the discretely presented component unit, Warren County Board of Health, Public Health Program Special Revenue Fund. Those financial statements were audited by other auditors.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Warren County, Georgia's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, non compliance 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 object of our audit and, accordingly, we do not express such an opinion. The results of our tests did not disclosed instances of non-compliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Warren County, Georgia's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be a material weakness.

This report is intended for the information of Warren County, Georgia's management, and Board of Commissioners and authorized state and federal agencies and is not intended to be and should not be used by anyone other than these specified parties.

December 28, 2003

Berry & Associates P.C.

Member of American Institute of Certified Public Accountants • Georgia Society of Certified Public Accountants

BERRY & ASSOCIATES, P.C.
Certified Public Accountants
130 North Belair Road • Evans, Georgia 30809
(706) 863-5906 • FAX: (706) 863-6872

INDEPENDENT AUDITOR'S REPORT ON SPECIAL ONE PERCENT SALES AND USE TAX

Warren County Board of Commissioners
Warren County, Georgia

We have audited the general purpose financial statements of Warren County, Georgia as of and for the year ended June 30, 2003, and have issued our report thereon dated December 28, 2003. We did not audit the financial statements of the discretely presented component unit, Warren County Board of Health, Public Health Program Special Revenue Fund. Those financial statements were audited by other auditors.

These general purpose financial statements are the responsibility of Warren County, Georgia's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit and the report of other auditors.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States as required by Section 48-8-121 (special local 1% sales tax) of the Official Code of Georgia Annotated (OCGA). Those standards required that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements of Warren County, Georgia, taken as a whole. The accompanying Schedule of Project Expenditures With Special Sales Tax Proceeds lists each identified project, the original estimated cost of each project, expenditures incurred, and the estimated percentage of completion of each project through June 30, 2003, it is not intended to be a complete presentation of Warren County, Georgia's assets, liabilities, revenues and expenses. The information contained in that schedule has been subjected to the auditing procedures applied in the audit of the general purpose financial statements, and in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

December 28, 2003

Berry & Associates, P.C.