WARREN COUNTY, GEORGIA

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED

JUNE 30, 2005

BERRY & ASSOCIATES, P.C.

Certified Public Accountants

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WARREN COUNTY, GEORGIA
ANNUAL FINANCIAL REPORT
JUNE 30, 2005

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INDEPENDENT AUDITOR'S REPORT

Honorable Chairman and members of the
Warren County Board of Commissioners
Warren County, Georgia

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Warren County, Georgia, as of and for the year ended June 30, 2005, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Warren County, Georgia's management. Our responsibility is to express an opinions on these financial statements based on our audit.

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 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 opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Warren County, Georgia, as of and for the year ended June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof for the year ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2005, on our consideration of Warren County, Georgia internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis and budgetary comparison, and other information on pages 6 through 14 and 21 through 22, are not required parts of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board (GASB). We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Warren County, Georgia's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of Warren County, Georgia. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards have been subjected to the audit procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical information have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Berry & Associates P.C.

December 28, 2005

WARREN COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2005

Within this section of Warren County Georgia (the County) annual financial report, the county's management is pleased to provide this narrative discussion and analysis of the financial activities of the County for the fiscal year ended June 30, 2005. The County's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

FINANCIAL HIGHLIGHTS

- The County's assets exceeded its liabilities by $62,784,701 (net assets) for the year ended June 30, 2005.

- Total net assets are comprised of the following:
  (1) Capital assets, net of related debt, of $58,647,902 include property and equipment, net of accumulated deprecation, and reduced for outstanding debt related to the purchase or construction of capital assets.
  (2) Net assets of $2,453,594 are restricted by constraints imposed from outside the County such as debt covenants, grantors, laws or regulations.
  (3) Unrestricted net assets of $1,683,205 represent the portion available to maintain the County's continuing obligations to citizens and creditors.

- The County's governmental funds reported total ending fund balances of $3,942,473 this year. This compares to the prior year restated ending fund balance of $3,444,661 showing an increase of $497,812 during the current year. Unreserved fund balance of $3,913,119 at June 30, 2005 shows a $496,071 increase from the prior year.

- At the end of the current calendar year, unreserved fund balance for the General Fund was $1,602,268 or 55.2% of total General Fund expenditures.

The above financial highlights are explained in more detail in the "financial analysis" section of this document.

OVERVIEW OF THE FINANCIAL STATEMENTS

The Managements Discussion and Analysis document introduces the County's basic financial statements. The County's basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The County includes in this report additional information to supplement the basic financial statements. Complete financial statements for the Warren County Health Department may be obtained from its administrative office by contacting Warren County Board of Health, 510 Legion Drive, Warrenton, GA 30828.

Government-wide financial statements

The County's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the County's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

and elimination or reclassification of activities between funds.

The first of these government-wide statements is the *Statement of Net Assets*. This is the government-wide statement of position presenting information that includes all the county's assets and liabilities, with the difference reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County as a whole is improving or deteriorating. Evaluation of the overall health of the County would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of the county infrastructure, in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities*, which reports how the County's net assets change during the fiscal year. All fiscal year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the County's distinct activities or functions on revenues provided by the County's taxpayers.

The government-wide financial statement distinguish governmental activities of the County that are principally supported by property and sales taxes and from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, judicial, public safety, public works, health and welfare, culture and recreation. Business-type activities include the water system.

The government-wide financial statements are presented on pages 15 & 16 of this report.

Reporting the County's Most Significant Funds

Fund Financial Statements

The fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The County uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the County's most significant funds rather than the County as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided int eh form of combining statements in a latter section of this report.

The County has three kinds of funds:

Governmental funds are reported in the fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the County's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Reporting the County's Most Significant Funds (Continued)
Fund Financial Statements (Continued)

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the difference between these two perspectives.

The basic governmental fund financial statements are presented on pages 17 & 19 of this report.

Individual fund information for non-major governmental funds is found in combining statements in a later section of this report.

Proprietary (enterprise) funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County will use enterprise funds to account for the water system activities. The water fund is in the developmental stage and should begin operation in January 2006. Proprietary funds financial statements can be found on page 23 - 25

Fiduciary funds consist solely of trust and agency funds, are used to account for resources held for the benefit of parties within and outside the County. Fiduciary funds are *not* included in the government-wide financial statements because the resources are *not* available to support the County's operations. The accounting used for fiduciary funds is much like that used for proprietary funds.

The fiduciary funds financial statements can be found on page 26 of this report.

Notes to the basic financial statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the basic financial statements begin on page 30 of this report.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the county's budget presentations. Budgetary comparison statements are included as "required supplementary information" for the General fund and special revenue funds where applicable.

Other Supplementary Information

This section includes budgetary comparison schedules for all other governmental funds. These statements and schedules demonstrate compliance with the County's adopted and final revised budget. As discussed, the County reports major funds in the basic financial statements. Combining and individual comparative statements and schedules for some major funds and their nonmajor funds are presented in this section of this report beginning on page 51.

Reporting the County's Most Significant Funds (Continued)

Financial Analysis of the County as a Whole

The County implemented the new financial reporting model used in this report beginning with the year ended June 30, 2004. Over time, as year-to-year financial information is accumulated on a consistent basis, changes in net assets may be observed and used to discuss the changing financial position of the County as a whole.

The County's net assets at June 30, 2005 are $62,784,701. The following table provides a summary of the County's net assets:

Summary of Net Assets

	Governmental Activities		Business Type Activities		Total		2005 Percent
	2005	2004	2005	2004	2005	2004	Of Total
Current assets	$ 4,109,387	$ 3,636,923	$ 224,351	$ 99,197	$ 4,333,738	$ 3,736,120	7%
Capital assets	56,841,914	56,704,259	2,612,931	85,403	59,454,845	56,789,660	93%
Total assets	60,951,301	60,341,180	2,837,282	184,600	63,788,583	60,525,780	100%
Liabilities							
Current liabilities	152,060	96,507	456,284	85,403	608,344	181,910	63%
Long-term liabilities	395,538	64,325	0	0	395,538	64,325	37%
Total liabilities	547,598	160,832	456,284	85,403	1,683,205	246,235	100%
Net assets:							
Invested in capital assets, Net of related debt	56,424,471	56,619,011	2,223,431	0	58,647,902	56,619,011	93%
Restricted	2,340,205	2,156,531	113,389	99,197	2,453,594	2,255,728	4%
Unrestricted	1,639,027	1,404,806	44,178	0	1,683,205	1,404,806	3%
Total net assets	$60,403,703	$60,180,348	$2,380,998	$ 99,197	$62,784,701	$60,279,545	100%

The County maintains a high current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities is 27.0 to 1 which compares to 37.7 to 1 at June 30, 2004.

The County reported positive balances in net assets for governmental activities and business-type. Net assets in 2005 increased $223, 355 for governmental activities and by $2,281,801 for business-type activities. The County's overall financial position increased during the fiscal year 2004, but on ly one percent.

Note that approximately 93.3% of the governmental activities net assets are invested in capital assets. The County uses their capital assets to provide service to its citizens. The county also has invested 93.3% in business-type capital assets. Capital assets in the business-type activities will provide water service and will generate revenue for these funds.

Reporting the County's Most Significant Funds (Continued)

The County's prior year net assets were restated to include law library net assets of $27,613 which was in the fiduciary fund and reclassifying water project funds from governmental activities to business-type activities in the amount of $99,197.

The following table provides summary of the County's changes in net assets:

Summary of Changes in Net Assets

	Governmental Activities		Business Type Activities		Total		2005 Percent
Revenues:	**2005**	**2004**	**2005**	**2004**	**2005**	**2004**	**Of Total**
Program revenues:							
Charges for services	$ 769,652	$ 796,070	$ 1,900	$ 0	$ 771,552	$ 796,070	14%
Operating grants and contributions	0	526,053	0	0	0	526,053	0%
Capital grant	0	0	2,279,755	0	2,279,755	0	40%
General revenues:							
Project tax	1,858,389	1,771,403	0	0	1,858,389	1,771,403	33%
Sales tax	639,724	536,489	0	0	639,724	536,489	11%
Other	92,611	44,877	263	0	92,874	44,877	2%
Total Revenues	3,360,376	3,674,892	2,281,918	0	5,642,294	3,674,892	100%
Program Expenses:							
General government	706,655	761,216	0	0	706,655	761,216	23%
Public safety	1,189,924	1,195,925	0	0	1,189,924	1,195,925	39%
Judicial	306,532	292,471	0	0	306,532	292,471	10%
Public works	451,508	587,635	0	0	451,508	587,635	14%
Sanitation	183,014	240,711	0	0	183,014	240,711	6%
Health & welfare	150,105	213,014	0	0	150,105	213,014	5%
Culture & recreation	77,699	47,130	0	0	77,699	47,130	3%
Water	0	0	117	0	117	0	0%
Total expenses	3,065,437	3,338,102	117	0	3,065,554	3,330,102	100%
Changes in net assets	294,939	3,338,102	2,281,801	0	2,576,740	336,790	
Net assets, July 1	60,108,764	59,843,558	99,197	0	60,207,961	59,843,558	
Net assets, June 30	$60,403,703	$60,180,348	$2,380,998	$ 0	$62,784,701	$60,180,348	

GOVERNMENTAL REVENUES

The County is heavily reliant on property taxes to support governmental operations. Property taxes for year ended June 30, 2005 provided 1.9 million or 33% of the County's total governmental revenues as compared to 48% in 2004. Sales taxes revenue sources over 0.7 million of revenues or 10% as compared to 14% in 2004.

Please note program revenue covers 25% of governmental operating expenses compared to 40% in 2004. This means that the government's taxpayers and the County's other general governmental revenues fund 75% of the governmental activities. As a result, the general economy and the County business have a major impact on the County's revenue streams.

GOVERNMENTAL FUNCTIONAL EXPENSES

The public safety and the public works functions make up approximately 54% of the total governmental activities expenses. General government totals over $0.7 million.

This table presents the cost of each of the County's programs, including the net costs (i.e., total cost less revenues generated by the activities). The net costs illustrate the financial burden that was placed on the County's taxpayers by each of these functions.

Governmental Activities

	2005		2004	
	Total cost of service	Net Cost of Service	Total cost of service	Net Cost of Service
General government	$ 706,655	$ 693,823	$ 761,216	$ 647,334
Public safety	1,189,924	792,393	1,195,925	815,946
Judicial	306,532	6,425	292,471	(11,282)
Public works	451,508	451,508	587,635	572,231
Sanitation	183,014	177,489	240,711	230,239
Health & welfare	150,105	150,105	213,014	157,732
Culture & recreation	77,699	24,042	47,130	43,779
Total assets	$3,065,437	$ 2,295,785	$3,338,102	$ 2,455,979

After reducing gross expenses by program revenues, public safety totals 34.5% of the net cost of services and public works totals only 19.6% of these costs. The primary revenue streams that reduced gross revenues were charges for services.

Business-Type Activities

As stated previously the water system is in development stage and only revenue generated for the year ended June 30, 2005 was water tap and insignificant amounts of interest income.

Financial Analysis of the County's Funds

Governmental Funds

As discussed, governmental funds are reported in the fund statement with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of $3,942,473. Of this year-end total, $1,602,268 is unreserved indicating availability for continuing county service requirements. Legally restricted fund balances (i.e., the reserved fund balances) include: $2,310,851 set aside for specific program purposes.

The total ending fund balances of governmental funds show an increase of 497,542 or 14% over the prior year.

Major Governmental Funds

The General Fund

The General fund is the County's primary operating fund and the largest source of day-to-day service delivery. The General Fund's fund balance increased $242,283 or 17%. This increase was due primarily from notes issued for the purchase of capital assets of $352,254.

Some of the more notable changes in expenditures at June 30, 2005 follow. The general government function was almost identical to that of 2004. As noted, public safety is the County's most costly function. However in 2005, total public safety costs increased only $6,000 with most of the changes in personal services. Public works expenditures were down from $585,442 in 2004 to $451,508 for the year ended June 30, 2005.

Most other functional costs were consistent with those of the prior year.

As indicated, the General Fund's ending fund balance increased 17.8% over the prior year. The unreserved fund balance (i.e. the amount available for future spending), and is considered adequate, representing the equivalent of 56% of annual expenditures.

Budgetary Highlights

The General Fund

The revenue budget was increased 4.3% during the year. Overall the County realized 99.4% of the final estimated revenues.

While the actual expenditures were 91.1% of the final budgeted estimated expenditures, public safety was the only function expenditures exceeded its authorized budgets.

Capital Assets and Debt Administration

Capital Assets

The County's invested in capital assets for its governmental and business type activities as of June 30, 2005 was $62,241,394. The following table provides a summary of capital asset activity.

	Governmental Activities		Business Type Activities		Total	
	2005	2004	2005	2004	2005	2004
Land	$ 426,839	$ 426,839	$ 0	$ 0	$ 426,839	$ 426,839
Building & improvements	5,097,072	5,070,297	0	0	5,097,072	5,070,297
Vehicles & equipment	4,807,052	4,266,811	0	0	4,807,052	4,266,811
Infrastructure	49,297,500	49,297,500	0	0	49,297,500	49,297,500
Contracts in progress	0	0	2,612,931	85,403	2,612,931	85,403
	$59,628,463	$59,061,447	$2,612,931	$ 85,403	$62,241,394	$59,146,850

The county invested in capital assets increased for the year ended June 30, 2005 by $3,094,544. The capital assets additions were for vehicles and equipment for the governmental activities and water system development for the business type activities. The allocation of the assets by function as follows:

Governmental activities	
General government	$ 12,185
Public safety	76,546
Judicial	21,691
Public works	429,953
Sanitation	26,641
	$ 567,016
Business type activities	
Water system infrastructure	2,527,546
	$3,094,544

The funds provided to acquire capital assets for the Governmental activities functions were from reserve funds and a note payable of $352,254. While the funds for water system infrastructure were provided from grants, sales taxes, and a construction loan of $389,500.

Additional information on the County capital assets and long term debt can be found on pages 37 and 39 respectively.

WARREN COUNTY, GEORGIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2005

Economic Conditions Affecting the County

Warren County is located approximately 45 miles west of Augusta, GA (Interstate 20) and approximately 100 miles east of Atlanta. The County's population is currently estimated at 6,300. The County has been experiencing low to moderate growth. The County's leadership and management team work with Local Industrial Development Authority to attract commercial business and industry to locate in the County.

Contacting the County's Financial Management

This financial report is designed to provide a general overview of the County's finances, comply with finance-related laws and regulations, and demonstrate the County's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the Board of commissioners of Warren County, at box 46, Warrenton, Georgia 30828.

WARREN COUNTY, GEORGIA
STATEMENT OF NET ASSETS
JUNE 30, 2005

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Component Units
ASSETS				
Current assets				
Cash & cash equivalents	$ 3,541,821	$ 44,178	$ 3,585,999	$ 198,246
Receivables, net				
Taxes	36,759	0	36,759	0
Accounts/notes	387,557	0	387,557	71,289
Sales taxes	135,422	0	135,422	160,966
Other	0	0	0	0
Due from other governments	17,019	0	17,019	0
Internal balances	(9,191)	9,191	0	0
Restricted assets				
Cash and cash equivalent	0	170,982	170,982	0
Receivables	0	0	0	7,500
Total current assets	4,109,387	224,351	4,333,738	438,001
NONCURRENT ASSETS				
Capital assets				
Land	426,839	0	426,839	258,400
Buildings & improvements	5,097,072	0	5,097,072	523,264
Vehicle & equipment	4,807,052	0	4,807,052	0
Infrastructure	49,297,500	0	49,297,500	0
Construction in progress	0	2,612,931	2,612,931	319,117
Less accumulated depreciation	(2,786,549)	0	(2,786,549)	(290,209)
Total noncurrent assets	56,841,914	2,612,931	59,454,845	810,572
Total assets	$ 60,951,301	$ 2,837,282	$ 63,788,583	$ 1,248,573

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Component Units
LIABILITIES				
Current liabilities				
Accounts payable	$ 64,500	$ 0	$ 64,500	$ 171,008
Retainage payable	0	66,784	66,784	18,484
Accrued expenses	37,771	0	37,771	0
Due to other governments	27,884	0	27,884	0
Current portion of long-term debt	21,905	0	21,905	24,504
Construction loan	0	389,500	389,500	0
Total current liabilities	152,060	456,284	608,344	213,996
LONG TERM LIABILITIES				
Long term debt, net of current portion	395,538	0	395,538	183,554
Total long term liabilities	395,538	0	395,538	183,554
Total liabilities	547,598	456,284	1,003,882	397,550
Net assets				
Invested in capital assets related debt	56,424,471	2,223,431	58,647,902	621,568
Restricted for:				
Program Purposes	29,354	113,389	142,743	0
Special revenue funds	2,310,851	0	2,310,851	22,558
Unrestricted	1,639,027	44,178	1,683,205	206,897
Total net assets	$ 60,403,703	$ 2,380,998	$62,784,701	$ 851,023

WARREN COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2005

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenue and Changes in Net Assets: Primary Government: Governmental Activities	Primary Government: Business-type Activities	Primary Government: Total	Component Units
Primary Government								
Governmental Activities								
General government	$ 706,655	$ 12,832	$ 0	$ 0	$ (693,823)	$ 0	$ (693,823)	$ 0
Public safety	1,189,924	397,531	0	0	(792,393)	0	(792,393)	0
Judicial	306,532	300,107	0	0	(6,425)	0	(6,425)	0
Public works (highways & streets)	451,508	0	0	0	(451,508)	0	(451,508)	0
Sanitation	183,014	5,525	0	0	(177,489)	0	(177,489)	0
Health & welfare	150,105	0	0	0	(150,105)	0	(150,105)	0
Culture & recreation	77,699	53,657	0	0	(24,042)	0	(24,042)	0
Total Governmental Activities	3,065,437	769,652	0	0	(2,295,785)	0	(2,295,785)	0
Business Type Activities								
Water	117	1,900	0	2,279,755	0	2,281,538	2,281,538	0
Total Business Type Activities	117	1,900	0	2,279,755	0	2,281,538	2,281,538	0
Total Primary Government	$ 3,065,554	$ 771,552	$ 0	2,279,755	(2,957,785)	2,281,538	(14,247)	0
Warren County Development Authority	$ 50,031	$ 32,004	$ 60,000	300,633	0	0	0	342,606
Warren County Health Department	174,550	24,912	138,477	0	0	0	0	(11,161)
Total Component Units	$ 224,581	$ 56,916	$ 198,477	$ 300,633	0	0	0	331,445
General revenues								
Taxes								
Property taxes					1,858,389	0	1,858,389	0
Sales taxes					639,724	0	639,724	0
Unrestricted investment earnings					83,277	263	83,540	4,536
Other					9,334	0	9,334	25,000
Total general revenues and transfers					2,590,724	263	2,590,987	29,536
Change in Net Assets					294,939	2,281,801	2,576,740	360,981
Net Assets - beginning of year					60,108,764	99,197	60,207,961	490,042
Net Assets - ending of year					$ 60,403,703	$ 2,380,998	$ 62,784,701	$ 851,023

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

WARREN COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2005
(WITH COMPARATIVE TOTALS AT JUNE 30, 2004)

	2005							2004
	General Fund	Economic Development	Landfill Fund	Roads & Bridges Fund	Revolving Loan Fund	Other Governmental Funds	Total Governmental Fund	Total Governmental Funds
Assets								
Cash & Cash Equivalent	$1,495,014	$ 193,910	$387,140	$806,398	$ 298,400	$ 360,959	$ 3,541,821	$ 2,751,947
Receivables:								
Accounts	154,406	0	0	0	220,616	12,535	387,557	531,539
Property tax	36,759	0	0	0	0	0	36,759	44,822
Sales tax	51,256	0	0	0	0	84,166	135,422	145,507
Due from other funds	0	12,625	0	34,530	0	13,092	60,247	80,511
Due from other governments	17,019	0	0	0	0	0	17,019	0
Due from water fund	0	0	0	0	0	0	0	85,403
Total Assets	$1,754,454	$ 206,535	$387,140	$840,928	$ 519,016	$ 470,752	$ 4,178,825	$ 3,639,729
Liabilities and fund balance								
Liabilities								
Accounts payable	64,500	0	0	0	0	0	64,500	20,055
Accrued expenditures	37,771	0	0	0	0	0	37,771	26,245
Intergovernmental	0	0	0	0	0	0	0	0
Deferred revenue	36,759	0	0	0	0	0	36,759	44,822
Due to other governments	10,946	0	0	0	0	16,938	27,884	29,286
Due to other funds	2,210	0	0	0	0	67,228	69,438	74,660
Total liabilities	152,186	0	0	0	0	84,166	236,352	195,068
Fund Balance								
Reserved for:								
Program purposes	0	0	0	0	0	29,354	29,354	27,613
Unreserved fund								
Undesignated reported in:								
General fund	1,602,268	0	0	0	0	0	1,602,268	1,359,985
Special revenue funds	0	206,535	387,140	840,928	519,016	357,232	2,310,851	2,057,063
Total fund balance	1,602,268	206,535	387,140	840,928	519,016	386,586	3,942,473	3,444,661
Total liabilities and fund balance	$1,754,454	$ 206,535	$387,140	$ 840,928	$ 519,016	$ 470,752	$ 4,178,825	$ 3,639,729

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

WARREN COUNTY, GEORGIA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2005

Total fund balances - Governmental funds	$ 3,942,473
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	
Cost of capital assets	59,628,463
Accumulated depreciation	(2,786,549)
Liabilities, including notes payable are not due and payable in current period and are not reported in the funds	
Capitalized lease payable	(65,189)
Note payable	(352,254)
Certain tax revenue that was earned and accrued in the current period but not received after 60 days is deferred in the fund statement but recognized under full accrual	36,759
Interfund receivables and payables between governmental funds are reported on the fund balance sheet but eliminated on the government-wide statement of net assets	
Interfund receivables	(60,247)
Interfund payables	60,247
Net assets of Governmental activities	$ 60,403,703

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

WARREN COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE TOTALS AT JUNE 30, 2004)

	2005							2004
Revenues	General Fund	Economic Development	Landfill Fund	Roads & Bridges Fund	Revolving Loan Fund	Other Governmental Funds	Total Governmental Fund	Total Governmental Funds
Taxes	$ 2,135,336	$ 0	$ 0	$ 0	$ 0	$ 0	$ 2,135,336	$ 1,978,632
Permits & Licenses	1,125	0	0	0	0	0	1,125	3,061
Intergovernmental	65,891	84,093	0	203,544	0	83,203	436,731	871,567
Charges for Service	366,084	0	0	0	0	87,911	453,995	377,657
Fines & Forfeitures	186,679	0	0	0	0	31,977	218,656	272,999
Use of money and property	57,561	1,220	3,908	6,527	9,882	2,066	81,164	46,003
Other	26,999	0	0	0	2,114	12,320	41,433	39,975
Total revenues	2,839,675	85,313	3,908	210,071	11,996	217,477	3,368,440	3,589,894
Expenditures								
Current Operating								
General government	680,822	0	0	0	0	0	680,822	672,821
Public safety	1,003,309	0	0	0	2,500	113,900	1,119,709	1,064,813
Judicial	273,935	0	0	0	0	7,818	281,753	276,134
Public works Hwy & Str	648,506	0	0	62,725	0	0	711,231	486,843
Sanitation	147,111	0	62,544	0	0	0	209,655	278,090
Health & Welfare	126,680	0	0	0	0	0	126,680	196,128
Culture & Welfare	65,714	0	0	0	0	0	65,714	61,876
Other	3,569	0	0	0	0	0	3,569	0
Capital outlay								
Debt service								
Principal	0	0	0	0	0	20,058	20,058	0
Interest	0	0	0	0	0	3,961	3,961	0
Total Expenditures	2,949,646	0	62,544	62,725	2,500	145,737	3,223,152	3,036,705
Excess (deficiency) of revenues over expenditures	(61,576)	85,313	(58,636)	147,346	9,496	71,740	145,288	553,189
Other financial sources (uses)								
Note issued	352,254	0	0	0	0	0	352,254	0
Transfers to component unit	0	0	0	0	0	0	0	(60,000)
Transfers other funds	0	0	0	0	0	0	0	39,153
		0	0	0	0	0	352,254	20,847
Total other financing sources and (uses)	352,254	0	0	0	0	0	0	0
Net changes in fund balances	242,283	85,313	(58,636)	147,346	9,496	71,740	497,542	532,342
Fund balance								
Beginning of year	1,359,985	121,222	445,776	693,582	509,520	314,846	3,444,931	2,912,589
End of year	1,602,268	206,535	387,140	840,928	519,016	386,586	3,942,473	3,444,931

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

WARREN COUNTY, GEORGIA
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2005

Net change in Fund Balance - Total governmental funds		$ 497,542
Governmental funds repayment of capital outlay as expenditures, However, is the statement of estimates, the cost of those assets in allocated over the estimated useful line as deprecation expense. The difference is the amount by which capital outlay capitalized exceed depreciation expense in the current period.		
Capital outlay	567,016	
Depreciation expense	(429,359)	
		137,657
The issue of general long term debt is reported as other financing sources at the fund reporting line but is reported as a liability on the governmental - wide statement of assets.		(352,254)
Repayment of capitalized loan is an expenditure in governmental funds, but the repayment reduced long term liabilities on the government-wide statement of net assets.		20,057
Revenue in the statement of activities that do not provide current financial resources are not reported as revenue in the funds.		
Property taxes:		
Deferral @ 6/30/04	(44,822)	
Deferral @ 6/30/05	36,759	
		(8,063)
Changes in net assets of governmental activities		$ 294,939

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

WARREN COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE BUDGETED AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
REVENUES:	Original	Final	Actual	
Taxes	$ 2,125,636	$ 2,136,529	$ 2,124,904	$ (11,625)
Permits and licenses	1,000	1,000	1,125	125
Intergovernmental	80,948	80,948	65,891	(15,057)
Charges for service	287,500	378,000	392,817	14,817
Fines & Forfeitures	160,500	163,665	177,473	13,808
User of money and property	12,500	9,900	58,761	48,861
Other	80,000	96,748	28,538	(68,210)
Total revenues	2,748,084	2,896,790	2,849,509	(17,281)
EXPENDITURES:				
Current operating:				
General government	879,217	931,066	789,483	141,583
Public safety	884,854	900,934	936,031	(35,097)
Judicial	267,729	278,196	266,490	11,706
Public Works, Hwy & streets	260,083	309,906	286,808	23,098
Sanitation	252,334	241,929	149,101	92,828
Health and welfare	145,098	138,748	122,534	16,214
Culture and recreation	58,769	66,011	62,235	3,776
Total expenditure	2,494,895	2,866,790	2,612,682	(254,108)
Excess (deficiency) of revenues over expenditures	0	0		
Excess (deficiency) of revenues over (under) expenditures	$ 0	$ 0	236,827	$ 236,827
Reconciliation to GAAP Basis to record effect of changes in receivable and other assets and payables and other liabilities				
Receivables and other assets			(9,834)	
Payables and other liabilities			15,290	
			5,456	
Net changes in fund balances			242,283	
Fund balance - Unreserved				
Beginning of year			1,359,985	
End of year			$ 1,602,268	

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

WARREN COUNTY, GEORGIA
NOTES TO REQUIRED SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED JUNE 30, 2005

Budget

Budget for the General fund and certain special revenue adopted on a cash basis and is reconciled to accrued basis of accounting that is consistent with accounting principles generally accepted in the United States of America as applied to governments.

The following department overspent the following budget:

General Fund	
Public Safety	$35,097
Special Revenue Fund	
Drug Abuse	$ 1,000
Volunteer Fire Dept	9,872
Emergency 911	17,333
Landfill	12,544

The overspending was primarily caused by the purchase of capital assets that were inadequately budgeted.

Infrastructure Assets - Modified Approach

The county elected to use the modified approach method and not depreciate the infrastructure asset consisting of roads in the county.

The Chairman of the Board of Commission along with the County's Public Works Department performed a physical inventory and assessment of every County road. The following conditions were defined associated to a rating:

Condition	Rating
Excellent	4
Good	3
Fair	2
Poor	1

The review of the overall road conditions remain in rating at 2.5 or better. The county constantly expends considerable resources annually for maintenance and preservation of the road system.

In 2002 the voters approved a special 1% Local Option Sales Tax resolution for the purpose of collecting taxes for five years to fund various projects needed. The County road paving, resurfacing and maintenance will receive the larger share of the Sales Tax proceeds of $1,228,800.

During the year ended June 30, 2005 the expenditures through Public works of the General Fund and Special Revenue Sales Tax fund was in excess of $205,000 for road maintenance.

WARREN COUNTY, GEORGIA
PROPRIETARY FUND
COMPARATIVE STATEMENT OF NET ASSETS
JUNE 30, 2005

	Water Fund	
	2005	2004
Assets		
Current assets		
Cash in bank - operating account	$ 44,178	$ 0
Due from other funds	9,191	9,896
Total current assets	53,369	9,896
Restricted assets		
Cash in bank - reserve fund	9,443	0
Cash in bank - retainage	66,784	0
Cash in bank - sales tax fund for water project	94,755	89,301
	170,982	89,301
Utility System		
Construction in progress	2,612,931	85,403
	2,612,931	85,403
Total assets	2,837,282	184,600
Liabilities and net assets		
Current liabilities		
Contract retainage	66,784	0
Due to government funds	0	85,403
Total current liabilities	66,784	85,403
Long term debt		
Note payable	389,500	0
Total long term debt	389,500	0
Total liabilities	456,284	85,403
Net assets		
Invested in capital assets net of related debt	2,223,431	0
Reserved for debt service	9,443	0
Reserved for water project	103,946	99,197
Unrestricted	44,178	0
	$ 2,380,998	$ 99,197

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

WARREN COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS (WATER FUND)
FOR THE YEAR ENDED JUNE 30, 2005

Operating revenue	
Water tap	$ 1,900
Total operating revenue	1,900
Operating expenses	
Supplies	117
Total operating expenses	117
Operating income	1,783
Non operating revenue	
Capital grants	2,221,061
Sales tax revenue (SPLOST Funds)	58,693
Investment earnings	264
Total Non operating revenue	2,280,018
Change in net assets	2,281,801
Net assets beginning of year (note)	99,197
Net assets end of year	$2,380,998

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

WARREN COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS (WATER FUND)
FOR THE YEAR ENDED JUNE 30, 2005

Cash flows for operating activities	
Cash reserved for customer	$ 69,389
Cash payments for goods & services	(85,520)
Net cash provided by operating activities	(16,131)
Cash flows non capital financing activities	
None	0
	0
Cash flow from capital and related financing activities	
Capital grant	2,221,061
Sales tax revenue (SPLOST fund)	58,693
Provided from loan	389,500
Construction in progress	(2,527,528)
Net cash provided in capital and related financing activities	141,726
Cash flow from investing activities	
Investment earnings	264
Net cash provide by investing activities	264
Net increase in cash and cash equivalents	125,859
Cash and cash equivalent beginning of year	893,011
cash and cash equivalent end of year	$ 215,160

Reconciliation of operating income to net cash (used in) operating activities	
Operating income	$ 1,783
Decrease in assets	
Due from other funds	705
Increase (decrease) in liabilities	
Retainage payable	66,784
Due to other funds	(85,403)
	$ (16,131)

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

WARREN COUNTY, GEORGIA
COMPARATIVE STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS - AGENCY FUNDS
JUNE 30, 2005 AND JUNE 30, 2004

	2005	2004
Assets		
Cash and cash equivalents	$ 139,925	$ 131,077
Total assets	$ 139,925	$ 131,077
Liabilities		
Due to other governments	$ 76,712	$ 76,177
Due to others	63,213	54,900
Total liabilities	$ 139,925	$ 131,077

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

WARREN COUNTY, GEORGIA
COMBINING STATEMENT OF NET ASSETS
DISCREETLY PRESENTED COMPONENT UNITS
JUNE 30, 2005
(WITH COMPARATIVE TOTALS AT JUNE 30, 2004)

	Warren County Development Authority Enterprise Funds	Warren County Health Department Funds	Totals 2005	Totals 2004
ASSETS				
Current assets				
Cash	$ 143,533	$ 34,084	$ 198,246	$ 160,009
Accounts receivable	60,000	11,289	71,289	14,144
Grant receivable	160,966	0	160,966	0
Total current assets	385,128	45,373	430,501	174,153
Restricted assets				
Certificate of deposit	0	0	0	507,001
Receivables	7,500	0	7,500	34,160
Total restricted assets	7,500	0	7,500	541,161
Capital assets				
Property & equipment	1,100,781	0	1,100,781	845,732
Less accumulated depreciation	(290,209)	0	(290,209)	(329,314)
Total capital assets, net	810,572	0	810,572	516,418
Total assets	1,203,200	45,373	1,248,573	1,231,732
LIABILITIES				
Current liabilities				
Accounts payable	160,966	10,042	171,008	10,151
Retainage payable	18,484	0	18,484	
Current liabilities payable from restricted assets - note payable	24,504	0	24,504	24,504
Total current liabilities	203,954	10,042	213,996	34,655
Non-current liabilities				
Accounts for accrued compensated absences	0	11,554	11,554	10,531
Notes payable	172,000	0	172,000	696,504
Total liabilities	375,954	21,596	388,550	741,690
Net assets				
Invested in capital assets, net of related debt	621,568	0	621,568	336,571
Restricted	0	22,558	22,558	7,696
Unrestricted	205,678	1,219	206,897	145,775
Total net assets	$ 827,246	$ 23,777	$ 851,023	$ 490,042

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

WARREN COUNTY, GEORGIA
OTHER COMPONENT UNITS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2005

FUNCTION/PROGRAM:	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenue and Changes in Net Assets: Warren Cty Development Authority	Net (Expenses) Revenue and Changes in Net Assets: Warren Cty Public Health Program	Total
Warren County Development Authority							
Governmental type activities	$ 50,031	$ 32,004	$ 60,000	$ 300,633	$ 342,606	$ 0	$ 342,606
Warren County Public health program							
Governmental type activities	174,550	24,912	138,477	0	0	(34,967)	(11,161)
Total component units	$ 224,581	$ 56,916	$ 198,477	$ 300,633	342,606	(34,967)	331,445
General revenue							
Unrestricted investment earnings					4,536	0	4,536
Other					0	25,000	25,000
Total General revenue					4,536	25,000	29,536
Changes in net assets					347,142	13,839	360,981
Net assets - beginning of year, restricted					480,104	9,938	490,042
					$ 827,246	$ 23,777	$ 851,023

The notes to the financial statements are an integral part of this statement.

WARREN COUNTY, GEORGIA
DISCRETELY PRESENTED COMPONENT UNIT
DEVELOPMENT AUTHORITY ENTERPRISE FUND
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2005 AND 2004

	2005	2004
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from customers	$ 32,004	$ 47,004
Cash payments to vendors	(17,568)	(19,460)
Net Cash Used by Operating Activities	14,436	27,544
CASH FLOWS FROM NONCAPITAL FINANCIAL ACTIVITIES:		
Operating contribution	60,000	60,000
Net Cash Used for Noncapital Financing Activities	60,000	60,000
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES:		
Acquisition of capital assets	(319,117)	(270,399)
Capital grant	300,633	170,400
Repayment on long term debt	(24,504)	(24,504)
Interest paid on long term debt	(7,500)	(7,500)
Net Cash Used for Capital and Related Financing Activities	(50,488)	(132,003)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from interest earnings	4,536	976
Net Cash Provided by Investing Activities	4,536	976
Net (Decrease) in Cash and Cash Equivalents	20,629	(43,483)
Cash and Cash Equivalents July 1, 2003	143,533	187,016
Cash and Cash Equivalents June 30, 2005	$ 164,162	$ 143,533
Reconciliation of operating income to net cash provided by (used for) operating activities:		
Operating (loss) income	$ (10,527)	$ 2,581
Depreciation	24,963	24,963
Net Cash Provided by Operating Activities	$ 14,436	$ 27,544

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

Warren County, Georgia (the County) is a political subdivision of the State of Georgia and was formed in 1793. The County operates under a Commissioner form of government and is governed by a three member elected board of county commissioners, which is governed, by state statutes and regulations. There are certain elected officials whose operations are wholly included within the financial records and financial statements of the County. These elected officials include the Sheriff, Tax commissioner, Probate Court Judge, Magistrate Court Judge and Clerk of the Superior Court. The County's major services include general government, judicial, public safety, public works, health and welfare, culture and recreation.

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Governmental Accounting Standards board (GASB) is accepted standard-setting body for governmental accounting and financial reporting. The county also applies Financial Accounting Standards Board (FASB) Statements and interpretations issued on or before November 30, 1989, to its governmental activities a the government-wide financial reporting level, provided they do not conflict with or contradict GASB pronouncements.

The most significant of the County's accounting policies are described below.

A. Financial Reporting Entity - Basis of Presentation

Primary Government

The County provides the following services: public safety, streets and highways, 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).

Discretely Presented 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.

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.

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

B. Government-wide and fund financial statements

The **government-wide financial statements** include the statement of net assets and statement of activities. Government-wide statements report, except for County fiduciary activity, information on all of the activities of the County and its component unit. The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund statements. Governmental activities are supported mainly by taxes and intergovernmental revenues. The primary government is reported separately from the component unit within the government wide statements.

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

Separate **fund financial statements** are provided for governmental funds, proprietary funds, and fiduciary funds even though the latter excluded from the government-wide financial statements. The General Fund, and Major Projects meet criteria as ***major governmental funds***. Each major fund is reported in separate columns in the fund financial statements. The combined amounts for these funds are reflected in a single column in the fund Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances.

The County's fiduciary funds (which have been refined and narrowed in scope) are presented in the fund financial statements by type. Since by definition these assets are being held for the benefit of a third party (other local governments, individuals, pension participants, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Governmental fund level financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenue to be available if they are collected within 60 days of the end of the current fiscal period. Grant revenues availability period is generally considered to be one year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences and claims and judgements, are recorded only when the liability has matured and payment is due.

The government reports the following major governmental funds:

The General Fund is the general operating fund of the County and is always classified as major fund. The General fund is used to account for all financial resources except those required to be accounted for in another fund. Major revenue sources include property taxes, charges for services, intergovernmental revenues and investment of idle funds. Primary expenditures are for general administration, public safety, public works, judicial, public welfare, health services and capital acquisition.

Economic Development Fund account is for the special local option sales tax revenue allocated for the promotion and development activities of the County.

Landfill Fund provides revenue for the purpose of maintaining the landfill that closed in 1994. For additional information see Note XIII.

Road and Bridges Fund account is for the special local option sales tax revenue allocated for the purpose of maintaining and improving the road infrastructure in the County.

Revolving Loan Fund was created when a grant was received by the County for the purpose of providing funds by way of a loan to encourage industry to locate in the County. This fund accounts for the prepayment of the principal and interest on the loan.

Nonmajor funds include Special revenue funds (other than major projects and grants).

Proprietary fund level financial statements are used to account for activities which are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position and cash flows. The County's only Proprietary Fund is the water fund which is in the developmental stage. The water system is expected to be operating in January 2006.

The **Proprietary fund** is accounted for using the accrual basis of accounting as follows: Revenues are recognized when earned, and expenses are recognized when the liabilities are incurred. Proprietary fund distinguish operating revenues and expenses from non-operating. Operating revenues and expenses generally result from providing services and producing delivering good in connection with a proprietary fund's principal ongoing operations (e.g. insurance payments). Items commonly included in the non operating category are taxes,

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

interest, contribution and operating grants.

Fiduciary fund level financial statements include agency funds which are used to account for assets held by the County as an agent for individuals, (i.e. pension participants), other governments and other funds. Agency funds do not involve a formal trust agreement. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

D. Assets, liabilities, and net assets or equity

1. Deposits and Investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits and short term investments. State statues and the County's official Investment Policy authorize the County to invest in obligations of the U.S. Treasury, commercial paper, repurchase agreements, Banker's acceptances, money market mutual funds and direct obligations of the State of Georgia.

The County record investments at fair market value in accordance with provisions of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. All investment income is recognized as revenue in the appropriate fund's statement of activity of revenues, expenditures and changes in fund balance.

2. Receivables and payables

Accounts Receivable

Property taxes were levied based on taxable value at January 1, 2004 and became due October 20, 2004 and past due after December 20, 2004. Accordingly, receivables and revenues for property taxes are reflected on the government-wide statement based on the full accrual method of accounting. Property tax receivables for prior year's levy are shown net of an allowance for uncollectible.

Accounts receivables from other governments include amounts due from grantors for approved grants for specific programs and reimbursements for services performed by the County. Program grants are recorded as receivables and revenues at the time all eligibility requirements established by the provider have been met.

Reimbursements for services performed are recorded as receivables and revenues when they are earned in the government-wide statements. Included are billable services for certain contracts. Revenues received in advance of the costs being incurred are recorded as deferred revenue in the fund statements. Receivables are shown net of an allowance for uncollectibles.

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, liabilities, and net assets or equity (Continued)

3. Inventories and prepaid items

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.

4. Restricted Funds - Component Units

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.

5. Capital Assets - Primary Government

Capital assets, which include land, buildings and infrastructure assets (e.g., roads and bridges) are reported in the government-wide financial statements. Capital assets such as vehicle, furniture and equipment are defined as assets with a cost of $2,500 or more. Infrastructure assets include County-owned roads and bridges. Capital assets are recorded at historical costs if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Capital assets except for infrastructure are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Buildings	40 - 50
Furniture & Fixtures	5 - 7
General Equipment	5 - 10
Trucks & Ambulance	4 - 7
Cars	4 - 5
Computer hardware	3 - 5
Distribution system - water	40 - 50

The County uses the modified approach to report its infrastructure assets in the government-wide statement of net assets. Infrastructure assets are listed at historical costs but they are not depreciated. Rather, under the modified approach allowed by GASB Statement No. 34, the County reports annual expenses for maintaining roads and highways and preserving them at a 2.5 level of a 4.0 scale.

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, liabilities, and net assets or equity (Continued)

6. 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, 2005 unrecorded General Fund accumulated unpaid vacation and sick pay was not material in amount and does not exceed normal years accumulation.

7. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities under governmental activities or proprietary fund type statement of net assets.

8. Lease Obligations

The County leases various assets under capital lease agreements. In the government-wide financial statements, capital leases and the related lease obligations are reported as liabilities in the government-wide financial statements.

9. Unemployment Compensation Benefits

The County is reimbursing employer for unemployment compensation benefits. Reimbursements are made on the basis of regular billings received from the Georgia Unemployment Commission.

10. Fund Balance

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties of use for a specific purpose. Undesignation of fund balance represents tentative management plans that are subject to change.

11. Net Assets

Net assets represent the difference between the assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets net of accumulated depreciation, plus any outstanding balances of borrowing not yet expended, but restricted for the acquisition constructions or improvement of those assets. All other assets are reported as unrestricted.

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NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

11. Net Assets (Continued)

The County applies restricted resources first when an expense is incurred for purposes for what both restricted and unrestricted net assets are available.

12. Use of Estimates

The preparation of basic financial statements in conformance with GAAP requires management to make estimates and assumptions that affect the amounts reported in the basic financial statements and accompanying notes. Actual results may differ from those estimates.

E. Stewardship, Compliance and Accountability Budgetary Information

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:

- During June, the Chairman submits to the Board of Commissioners a proposed operating budget for the fiscal year commencing the following July 1.
- The Board of Commissioners holds public hearings, and during June, the Board adopts the budget. A balanced budget is required by law.
- 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, presents comparison 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.

F. Compensated absences

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.

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Compensated absences (Continued)

At June 30, 2005, unrecorded General wide financial statements accumulated unpaid vacation pay & sick leave was not material in amount and does not exceed normal years accumulation.

NOTE II - DEPOSITS, INVESTMENTS AND INVESTMENT POLICIES

Primary Government and Discretely Presented Component Units

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.

Deposits

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.

Category	Primary Government	Component Units	Reporting Entity
1	$ 2,813,905	$ 667,010	$ 3,480,915
2	0	0	0
3	0	0	0
Total	$ 2,813,905	$ 667,010	$ 3,480,915

At June 30, 2005, the County's total book cash balance and bank deposit balance, including certificates of deposit, totaled $2,813,905. The Development Authority's and Board of Health's total book cash balances and bank deposit balances, including certificates of deposit, totaled $667,010.

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.

NOTE III - PROPERTY TAXES AND OTHER RECEIVABLES

Primary Government

The County's Tax Commissioner Fund bills and collects property taxes, then remits the county its respective share of property taxes. Property taxes for 2004 were levied on October 20, 2004 and were due December 20, 2004. The unpaid taxes became a lien thirty days after the due date. 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 also are collected by the tax commissioner and disbursed to 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, 2005 totaled $268,884.

A summary of the 2004 tax levy follows:

General Fund	
2004 millage rate - County wide	12.00
Net Property Tax Levy-All Taxes	$1,560,771
Property Taxes Receivable-Real and Personal Property Taxes, Net	$ 36,759

At June 30, 2005 the component of deferred revenue reported in the governmental funds for property taxes was $36,759.

Primary Government - Receivables as of year end for the governmental activities, individual major governmental funds, and non-major governmental funds, including allowances for uncollectible accounts, as required by GASB Statement No. 34 are as follows:

Property taxes attach as an enforceable lean on property as of January 1. Taxes are levied prior to December 20, and are delinquent after that date. The County bills and collects its own property taxes and those for the Warren County Board of Education states the County acts only as an intermediary in the collection and distribution of property taxes to the other entities.

Collections of the property taxes and subsequent remittances to the proper entities are accounted for in the Tax Commissioner's Agency Fund. Tax collections are recorded net of the entities' related collection commission paid the County in this agency fund according to the levy year for which taxes are collected. Tax collections deposited for the County are distributed on a monthly basis to the entities for which collections are made. This distribution is based upon the tax rate established for each entity by order of the Warren County Board of Commission for the tax year for which the collections are made.

NOTE III - PROPERTY TAXES AND OTHER RECEIVABLES (CONTINUED)

Primary Government (Continued)

Receivables as of year end for the governmental activities, individual major governmental funds, and non major governmental funds, including the applicable allowances for uncollectible accounts, as required by GASB Statement No. 34 are as follows:

Receivables	Major General Fund	Other Government Fund	Total Governmental Fund	Governmental Fund
Taxes	$ 149,971	$ 0	$ 84,166	$ 234,137
Accounts	171,425	220,616	11,682	403,723
Other	0	47,155	13,945	61,100
Gross receivables	321,396	267,771	109,793	698,960
Less, allowance for uncollectible	(61,956)	0	0	(61,956)
Net total receivable	$ 259,440	$ 267,771	$ 109,793	$ 637,004

Discretely Presented Component Unit

	Development Authority	Health Fund	Total
Grant receivable	$ 160,966	$ 0	$ 160,966
Rent	7,500	0	7,500
Intergovernmental	0	11,289	11,289
	$ 168,466	$ 11,289	$ 179,755

NOTE IV - CAPITAL ASSETS

Primary Government

A summary of changes in capital assets follows:

Governmental activities	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated				
Land	$ 426,839	$ 0	$ 0	$ 426,839
Infrastructure	49,297,500	0	0	49,297,500
Total capital assets, not being depreciated	49,724,339	0	0	49,724,339
Capital assets, being depreciated				
Buildings & improvement	5,070,297	26,775	0	5,097,072
Vehicle & equipment	4,266,811	540,241	0	4,807,052
Total capital assets, being depreciated	9,337,108	567,016	0	9,904,124
Total capital assets	$ 59,061,447	$ 567,016	$ 0	$ 59,628,463

NOTE IV - CAPITAL ASSETS (CONTINUED)

Primary Government (Continued)

Governmental activities (continued)	Beginning Balance	Increases	Decreases	Ending Balance
Accumulated depreciation				
Buildings & improvement	$ 583,453	$ 85,376	$ 0	$ 668,829
Vehicles & equipment	1,773,737	343,983	0	2,117,720
Total accumulated depreciation	2,357,190	429,359	0	2,786,549
Governmental activities capital assets, net	$ 56,905,461	$ 137,657	$ 0	$ 56,841,914

Governmental activities depreciation expenses	
General government	$ 27,988
Public safety	164,261
Judicial	31,470
Public works	170,230
Health & welfare	23,425
Culture & recreation	11,985
Total Governmental activities depreciation expenses	$ 429,359

In accordance with GASB Statement No. 34, the county has reported all capital assets infrastructure in the government-wide statement of net assets. The County elected to use the "modified approach" as defined by GASB for infrastructure reporting for its pavement system.

Business-Type activities

The County has been establishing a water system infrastructure in a portion of the County. Funds provided for the water system were from sales tax (SPLOST Funds), grants and revenue bonds. A summary of the funds available and drawn is as follows:

	Amount Available	Drawn to Date
USDA Grant	$1,045,000	$ 916,659
One Georgia Funds	467,356	405,593
REBA Grant	500,000	450,000
Community Development Block Grant	500,000	448,809
USDA Revenue Bonds	389,500	389,500
	$2,901,856	$2,610,561
Sales tax (SPLOST Funds)		58,693
Total funds available for water system infrastructure at June 30, 2005		$2,669,254

NOTE IV - CAPITAL ASSETS (CONTINUED)

Business-Type activities (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Water system				
Capital assets, not being depreciated				
Contracts in progress	$ 84,403	$ 2,527,528	$ 0	$ 2,612,931

Discretely Presented Component Unit

Changes in capital assets for year ended June 30, 2005 for the County are summarized as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated				
Land	$ 12,000	$ 270,399	$ 0	$ 282,399
Construction in progress, industrial park	0	319,117	0	319,117
Total capital assets, not being depreciated	282,399	319,117	0	601,516
Capital assets, being depreciated				
Equipment	64,068	0	64,068	0
Buildings	499,265	0	0	499,265
Total capital assets, being depreciated	563,333	0	64,068	499,265
Less accumulated depreciation	(329,314)	(24,963)	64,068	290,209
Total accumulated depreciation	(329,314)	(24,963)	0	290,209
Capital assets, net	$ 516,418	$ 294,154	$ 0	$ 810,572

NOTE V - LONG-TERM DEBT

Primary Government - Capital Lease

The County has entered into lease agreements for financing of a vehicle for the Sheriff's department and a ambulance for the Emergency Medical Service (EMS) Department.

Lease obligations for the fiscal year ended June 30, 2005 comprise the following:

	Balances June 30, 2004	Additions	Retirements	Balances June 30, 2005
Capital lease - Vehicles	$ 85,246	$ 0	$ 20,057	$ 65,189

NOTE V - LONG-TERM DEBT (CONTINUED)

Primary Government - Capital Lease (Continued)

For financial reporting purposes, the County follows the requirements of Statement of Financial Accounting Standards No. 13 which states that, under certain circumstances, the present value of future minimum lease payments should be shown as a liability and that the related assets should be capitalized in the financial statements.

The following is a schedule of the future minimum lease payments under these capital leases and the present value of the net minimum lease payments at June 30, 2005:

Fiscal year ending June 30	Long-term Debt
2006	$ 24,554
2007	20,474
2008	16,392
2009	8,196
Total minimum lease payments	69,616
Less amount representing interest	4,427
Present value of future minimum lease payments	$ 65,189

Long term Debt

The County obtained a loan from USDA Rural Development in the amount of $497,090 for the purpose of purchasing public works equipment and Emergency service equipment. The loan was closed September 23, 2005. The loan is payable in the ten annual installment of $61,669 including interest at 4.125% for annum beginning September 26, 2006. However, in order to purchase a portion of the equipment, interim financing was obtained from a local bank in the amount of $352,254.

	Outstanding June 30, 2004	Additions	Reductions	Outstanding June 30, 2005
Note payable	$ 0	$ 352,254	$ 0	$ 352,254

This bank loan was subsequently paid after the remaining equipment was purchased and the funds received and permanent loan with USDA was closed.

Since the repayment of the permanent loan will not begin until September 2006 the bank loan is classified as a long term debt.

Business type activities

	Outstanding June 30, 2004	Additions	Reductions	Outstanding June 30, 2005
USDA Water Revenue Bonds 4.5% interest rate	$ 0	$ 389,500	$ 0	$ 389,500

NOTE V - LONG-TERM DEBT (CONTINUED)

Business type activities (Continued)

For the first year the County will pay interest only in April 2006. Periodic payments will begin in 2006. These revenue bonds also are classified as long term debt with no current maturities reported in the statement.

Component unit

Changes in long-term debt for the year ended June 30, 2005 were as follows:

Development Authority	Balance 6-30-2004	Additions	Deletions	Balance 6-30-2005
Note payable-City of Warrenton	$ 221,008	$ 0	$ 24,504	$ 196,504
Note payable-City of Warrenton	500,000	0	500,000	0
	$ 721,008	$ 0	$ 524,504	$ 196,504

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, 2005 was $196,504. 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.

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

June 30,	Development Authority
2005	$ 24,504
2006	24,504
2007	24,504
2008	24,504
Thereafter	94,488
	196,504
Less interest	7,500
Totals	$ 200,004

NOTE VI - INTERFUND BALANCES

Interfund balances at June 30, 2005 consisted of the following amounts and represent reimbursable expenses and sales tax distribution. These remaining balances resulted from the time lag between the dates that (1) transactions are recorded in the accounting period and (2) payments between funds are made. The County will liquidate all interfund balances within one year.

NOTE VI - INTERFUND BALANCES (Continued)

	Payable From		
Payable to:	General Fund	Sales tax Distribution Fund	Total
Economic development fund	$ 0	$ 12,625	$ 12,625
Emergency service fund	0	5,938	5,938
Recreation fund	0	7,154	7,154
Roads & Bridges	2,210	32,320	34,530
Water fund	0	9,191	9,191
	$ 2,210	$ 67,228	$ 69,438

NOTE VII - 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 VIII - PENSION PLAN

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.

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, 2005, 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, 2004 (the most recent actuarial valuation date) was $281,968.

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.

NOTE VIII - PENSION PLAN (CONTINUED)

Summary of Significant Accounting Policies and Plan Asset Matters (Continued)

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, 2005, net assets reserved for employee's retirement benefits totaled $434,645.

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

NOTE VIII - PENSION PLAN (CONTINUED)

Annual Pension Cost (Continued)

For the year ended June 30, 2005, 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, 2005 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, 2005 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, 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 20 years at June 30, 2005.

There were no changes in actuarial assumptions or benefit provisions for the year ended June 30, 2005.

Schedule of Employer Contributions:

Year Ending	Annual Pension Cost (APC)	% APC Funded	Net Pension Obligation
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
June 30, 2003	$ 20,000	100%	None
June 30, 2004	$ 0	100%	None

NOTE VIII - PENSION PLAN (CONTINUED)

Annual Pension Cost (Continued)

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, 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%
Jan 1, 2003	462,884	512,579	49,695	90.30%	276,426	17.98%
Jan 1, 2004	$ 414,674	$ 502,123	$ 87,449	83.00%	$ 281,968	31.01%

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 IX - LEASED FACILITIES RENTED UNDER OPERATING LEASES

The County's Development Authority Enterprise Fund leases land and buildings to a local industry. The lease is 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.

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

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, 2005 totaled $24,963 and $290,209, respectively.

NOTE X - NEW INDUSTRY LOCATED IN WARREN COUNTY

In prior year a major industry in the County discontinued operations and filed bankruptcy proceedings. The County was successful in locating a tenant that would come and operate a manufacturing facility employing a labor force in Warren County. In order for the Company to locate in the County, the County applied for and received a One Georgia grant for $500,000. The proceeds were used as a loan to the Company for the purpose of assisting in the refurbishing of machinery and equipment. The note was dated July 17, 2003 for $500,000 with 3% interest and was subsequently modified October 17, 2003 with a principal balance remaining at that date of $494,529.63 which would be due & payable in thirty-six (36) equal, consecutive monthly installments of $14,090.71 each commencing on the 17th day of November 2003 with the financial installment due on 17th day of October 2006. The balance of the loan at June 30, 2005 was $220,616 as shown in the government wide statement of net assets.

NOTE XI - 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, 2005, the County paid $7,902 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 XII - COMMITMENTS

New Special 1% Sales Tax For Roads and Bridges, Water and Other 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:

NOTE XII - COMMITMENTS (CONTINUED)

New Special 1% Sales Tax For Roads and Bridges, Water and Other Projects (Continued)

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 XIII - 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 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.

State and Federal regulations require that the County maintain its landfill after closure. 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, 2005 associated with the maintenance and monitoring of the landfill totaled $62,544.

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.

WARREN COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2005 AND 2004

	2005	2004
Assets		
Cash and cash equivalents	$ 1,495,014	$ 1,117,788
Receivables:		
Accounts	111,538	109,667
Property taxes	36,759	44,822
Sales taxes	51,256	54,717
Interfund	59,887	137,269
Total assets	$ 1,754,454	$ 1,464,263
Liabilities & fund balance		
Liabilities		
Accounts payable	64,500	31,001
Accrued expenditures	37,771	26,245
Interfund payable	13,156	2,210
Deferred revenue	36,759	44,822
Total liabilities	152,186	104,278
Fund balance		
Unreserved	1,602,268	1,359,985
Total fund balance	1,602,268	1,359,985
Total liabilities and fund balance	$ 1,754,454	$ 1,464,263

WARREN COUNTY, GEORGIA
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED JUNE 30, 2005 AND 2004

	2005	2004
Revenues		
Taxes	$ 2,135,336	$ 1,978,632
Permit and licenses	1,125	3,061
Intergovernmental	65,891	87,128
Charges for sewer	366,084	320,822
Fines and forfeitures	186,679	240,664
Uses of money and property	57,561	20,586
Other	26,999	13,922
Total revenue	2,839,675	2,664,815
Expenditures		
Current		
General government	684,391	730,946
Public safety	1,003,309	974,968
Judicial	273,935	276,134
Public works highway & streets	648,506	313,814
Sanitation	147,111	199,784
Health and welfare	126,680	160,461
Culture and welfare	65,714	61,876
Total expenditures	2,949,646	2,717,983
Excess (deficiency) of revenues over expenditures	(109,971)	(53,168)
Other financing sources		
Note issued	352,254	0
Total other financing sources	352,254	0
Net change in fund balance	242,283	(53,168)
Fund balance, beginning of year	1,359,985	1,413,153
Fund balance, end of year	$ 1,602,268	$ 1,359,985

WARREN COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUND
JUNE 30, 2005
(WITH COMPARATIVE TOTALS AT JUNE 30, 2004)

	2005											2004
Assets	Law Library	Drug Abuse Fund	Jail Fund	Sheriff Drug Fund	Volunteer Fire Department	Emergency 911 Fund	Knox Theater Fund	Emergency Service Fund	Recreation Fund	Sales Tax Distribution Fund	Total Nonmajor Special Revenue Funds	Total Nonmajor Special Revenue Funds
Cash & Cash Equivalent	$ 29,354	$ 13,871	$132,523	$ 2,528	$ 9,509	$ 24,837	$ 3,002	$ 30,899	$ 114,436	$ 0	$ 360,959	$ 295,016
Receivables:												
Accounts	0	100	753	0	0	11,682	0	0	0	0	12,535	4,803
Sales tax	0	0	0	0	0	0	0	0	0	84,166	84,166	90,790
Due from other funds	0	0	0	0	0	0	0	5,938	7,154	0	13,092	15,026
Due from other governments	0	0	0	0	0	0	0	0	0	0	0	0
Total Assets	$ 29,354	$ 13,971	$133,276	$ 2,528	$ 9,509	$ 36,519	$ 3,002	$ 36,837	$ 121,590	$ 84,166	$ 470,752	$ 405,635
Liabilities and fund balance												
Liabilities												
Accounts payable	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Due to other funds	0	0	0	0	0	0	0	0	0	67,227	67,227	72,450
Due to other governments	0	0	0	0	0	0	0	0	0	16,939	16,939	18,340
Total liabilities	0	0	0	0	0	0	0	0	0	84,166	84,166	90,790
Fund Balance												
Reserved for:												
Program purposes	29,354	0	0	0	0	0	0	0	0	0	29,354	27,613
Special revenue funds	0	13,971	133,276	2,528	9,509	36,519	3,002	36,837	121,590	0	357,232	287,232
Total fund balance	29,354	13,971	133,276	2,528	9,509	36,519	3,002	36,837	121,590	0	386,586	314,845
Total liabilities and fund balance	$ 29,354	$ 13,971	$133,276	$ 2,528	$ 9,509	$ 36,519	$ 3,002	$ 36,837	$ 121,590	$ 84,166	$ 470,752	$ 405,635

WARREN COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2004)

	2005										2004
Revenues	Law Library	Drug Abuse Fund	Jail Fund	Sheriff Drug Fund	Volunteer Fire Department	Emergency 911 Fund	Knox Theater Fund	Emergency Service Fund	Recreation Fund	Total Nonmajor Special Revenue Funds	Total Nonmajor Special Revenue Funds
Taxes	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Permits & Licenses	0	0	0	0	0	0	0	0	0	0	0
Intergovernmental	0	0	0	0	0	0	0	37,764	45,439	83,203	64,644
Charges for Service	0	0	0	0	0	87,911	0	0	0	87,911	56,835
Fines & Forfeitures	9,401	1,533	21,043	0	0	0	0	0	0	31,977	32,335
Use of money and property	158	86	1,142	35	62	0	2	64	517	2,066	2,004
Other	0	0	0	0	12,320	0	0	0	0	12,320	26,053
Total revenues	9,559	1,619	22,185	35	12,382	87,911	2	37,828	45,956	217,477	181,871
Expenditures											
Current Operating											
General government	0	0	0	0	0	0	0	0	0	0	0
Public safety	0	3,000	15,000	3,595	17,372	74,933	0	0	0	113,900	89,845
Judicial	7,818	0	0	0	0	0	0	0	0	7,818	0
Public works hwy & str	0	0	0	0	0	0	0	0	0	0	0
Sanitation	0	0	0	0	0	0	0	0	0	0	0
Health & welfare	0	0	0	0	0	0	0	0	0	0	20,049
Culture & recreation	0	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0	0
Capital outlay											
Debt services											
Principal	0	0	0	0	0	0	0	20,058	0	20,058	13,125
Interest	0	0	0	0	0	0	0	3,961	0	3,961	2,493
Total Expenditures	7,818	3,000	15,000	3,595	17,372	74,933	0	24,019	0	145,737	125,512
Net changes in fund balances	1,741	(1,381)	7,185	(3,560)	(4,990)	12,978	2	13,809	45,956	71,740	56,359
Fund balance											
Beginning of year	27,613	15,352	126,091	6,088	14,499	23,541	3,000	23,028	75,634	314,846	258,487
End of year	$ 29,354	$ 13,971	$ 133,276	$ 2,528	$ 9,509	$ 36,519	$ 3,002	$ 36,837	$ 121,590	$ 386,586	$ 314,846

WARREN COUNTY, GEORGIA
LAW LIBRARY FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2005 AND 2004

	2005	2004
Assets		
Cash and cash equivalents	$ 29,354	$ 27,613
Total assets	$ 29,354	$ 27,613
Liabilities & fund balance		
Liabilities	$ 0	$ 0
Total liabilities	0	0
Fund balance		
Reserve for program purposes	29,354	27,613
Total fund balance	29,354	27,613
Total liabilities and fund balance	$ 29,354	$ 27,613

WARREN COUNTY, GEORGIA
LAW LIBRARY FUND
COMPARATIVE STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2005 AND 2004

	2005	2004
Revenues		
Fines and forfeitures	$ 9,401	$ 10,198
Investment earnings	158	113
Total revenue	9,559	10,311
Expenditures		
Current		
Judicial	7,818	0
Total expenditures	7,818	0
Excess revenues over expenditures	1,741	10,311
Fund balance, beginning of year	27,613	17,302
Fund balance, end of year	$ 29,354	$ 27,613

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS - DRUG ABUSE FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2005 AND 2004

Assets	2005	2004
Cash and cash equivalents	$ 13,871	$ 15,252
Due from other governments	100	100
Total assets	$ 13,971	$ 15,352
Liabilities & fund balance		
Liabilities	$ 0	$ 0
Total liabilities	0	0
Fund balance		
Reserve for program purposes	13,971	15,352
Total fund balance	13,971	15,352
Total liabilities and fund balance	$ 13,971	$ 15,352

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS - DRUG ABUSE FUND
SCHEDULE OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES (BUDGET - ACTUAL)
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNT AT JUNE 30, 2004)

	2005				2004
Revenues	Original Budget	Final Budget	Actual	Variance With Fund Budget	Actual
Fines and forfeitures	$ 2,000	$ 2,000	$ 1,533	$ (467)	$ 4,014
Investment earnings	0	0	86	86	94
Total revenue	2,000	2,000	1,619	(381)	4,108
Expenditures					
Public Safety	2,000	2,000	3,000	1,000	0
Total expenditures	2,000	2,000	3,000	1,000	0
Net changes in fund balance	$ 0	$ 0	(1,381)	$ (1,381)	4,108
Fund balance, beginning of year			15,352		11,244
Fund balance, end of year			$ 13,971		$ 15,352

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS - JAIL FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2005 AND 2004

Assets	2005	2004
Cash and cash equivalents	$ 132,523	$ 125,237
Due from other governments	753	854
Total assets	$ 133,276	$ 126,091
Liabilities & fund balance		
Liabilities	$ 0	$ 0
Total liabilities	0	0
Fund balance		
Reserve for program purposes	132,523	125,237
Total fund balance	132,523	125,237
Total liabilities and fund balance	$ 133,276	$ 126,091

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS - JAIL FUND
SCHEDULE OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES (BUDGET - ACTUAL)
FOR THE YEARS ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS AT JUNE 30, 2004)

	2005				2004
Revenues	Original Budget	Final Budget	Actual	Variance With Fund Budget	Actual
Fines and forfeitures	$ 20,000	$ 20,000	$ 21,043	$ 1,043	$ 18,123
Investment earnings	0	0	1,142	1,142	1,350
Total revenue	20,000	20,000	22,185	2,185	19,473
Expenditures					
Public Safety	20,000	20,000	15,000	(5,000)	7,500
Total expenditures	20,000	20,000	15,000	(5,000)	7,500
Net changes in fund balance	$ 0	$ 0	7,185	$ (1,381)	11,973
Fund balance, beginning of year			126,091		114,118
Fund balance, end of year			$ 133,276		$ 126,091

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS - SHERIFF DRUG FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2005 AND 2004

Assets	2005	2004
Cash and cash equivalents	$ 2,528	$ 6,088
Total assets	$ 2,528	$ 6,088
Liabilities & fund balance		
Liabilities	$ 0	$ 0
Total liabilities	0	0
Fund balance		
Reserve for program purposes	2,528	6,088
Total fund balance	2,528	6,088
Total liabilities and fund balance	$ 2,528	$ 6,088

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS - SHERIFF DRUG FUND
SCHEDULE OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES (BUDGET - ACTUAL)
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS AT JUNE 30, 2004)

	2005				2004
Revenues	Original Budget	Final Budget	Actual	Variance With Fund Budget	Actual
Investment earnings	$ 0	$ 0	$ 35	$ 35	$ 0
Reserve funds	6,087	6,087	0	(6,087)	0
Total revenue	6,087	6,087	35	(6,052)	0
Expenditures					
Public Safety	6,087	6,087	3,595	(2,492)	0
Total expenditures	6,087	6,087	3,595	(2,492)	0
Net changes in fund balance	$ 0	$ 0	(3,560)	$ (3,560)	0
Fund balance, beginning of year			6,088		6,088
Fund balance, end of year			$ 2,528		$ 6,088

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS - VOLUNTARY FIRE DEPARTMENT FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2005 AND 2004

	2005	2004
Assets		
Cash and cash equivalents	$ 9,509	$ 14,499
Total assets	$ 9,509	$ 14,499
Liabilities & fund balance		
Liabilities	$ 0	$ 0
Total liabilities	0	0
Fund balance		
Reserve for program purposes	9,509	14,499
Total fund balance	9,509	14,499
Total liabilities and fund balance	$ 9,509	$ 14,499

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS - VOLUNTARY FIRE DEPARTMENT FUND
SCHEDULE OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES (BUDGET - ACTUAL)
FOR THE YEARS ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS AT JUNE 30, 2004)

	2005				2004
Revenues	Original Budget	Final Budget	Actual	Variance With Fund Budget	Actual
Fund raising & other	$ 0	$ 0	$ 12,320	$ 12,320	$ 23,053
Investment earnings	0	0	62	62	45
Reserve funds	7,500	7,500	0	(7,500)	0
Total revenue	7,500	7,500	12,382	4,882	23,098
Expenditures					
Public Safety	7,500	7,500	17,372	9,872	17,143
Total expenditures	7,500	7,500	17,372	9,872	17,143
Net changes in fund balance	$ 0	$ 0	(4,990)	$ (4,990)	5,955
Fund balance, beginning of year			14,499		8,544
Fund balance, end of year			$ 9,509		$ 14,499

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS - EMERGENCY 911 FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2005 AND 2004

Assets	2005	2004
Cash and cash equivalents	$ 24,837	$ 18,738
Accounts receivable	11,682	4,803
Total assets	$ 36,519	$ 23,541
Liabilities & fund balance		
Liabilities	$ 0	$ 0
Total liabilities	0	0
Fund balance		
Reserve for program purposes	36,519	23,541
Total fund balance	36,519	23,541
Total liabilities and fund balance	$ 36,519	$ 23,541

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS - EMERGENCY 911 FUND
SCHEDULE OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES (BUDGET - ACTUAL)
FOR THE YEARS ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS AT JUNE 30, 2004)

	2005				2004
Revenues	Original Budget	Final Budget	Actual	Variance With Fund Budget	Actual
Charges for service	$ 57,600	$ 57,600	$ 87,911	$ 30,311	$ 56,835
Total revenue	57,600	57,600	87,911	30,311	56,835
Expenditures					
Public Safety	57,600	57,600	74,933	17,333	65,202
Total expenditures	57,600	57,600	74,933	17,333	65,202
Net changes in fund balance	$ 0	$ 0	12,978	$ 12,978	(8,367)
Fund balance, beginning of year			23,541		31,908
Fund balance, end of year			$ 36,519		$ 23,541

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS - KNOX THEATER FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2005 AND 2004

Assets	2005	2004
Cash and cash equivalents	$ 3,002	$ 3,000
Total assets	$ 3,002	$ 3,000
Liabilities & fund balance		
Liabilities	$ 0	$ 0
Total liabilities	0	0
Fund balance		
Reserve for program purposes	3,002	3,000
Total fund balance	3,002	3,000
Total liabilities and fund balance	$ 3,002	$ 3,000

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS - KNOX THEATER FUND
COMPARATIVE SCHEDULE OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2005 AND 2004

	2005	2004
Revenues		
Other contributions	$ 0	$ 3,000
Investment earnings	2	0
Total revenue	2	3,000
Expenditures		
Current		
Judicial	0	0
Total expenditures	0	0
Net change in fund balance	2	3,000
Fund balance, beginning of year	3,000	0
Fund balance, end of year	$ 3,002	$ 3,000

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
SPECIAL LOCAL OPTION SALES TAX - EMERGENCY SERVICE FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2005 AND 2004

Assets	2005	2004
Cash and cash equivalents	$ 30,899	$ 16,673
Due from other governments	5,938	6,355
Total assets	$ 36,837	$ 23,028
Liabilities & fund balance		
Liabilities	$ 0	$ 0
Total liabilities	0	0
Fund balance		
Reserve for program purposes	36,837	23,028
Total fund balance	36,837	23,028
Total liabilities and fund balance	$ 36,837	$ 23,028

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
SPECIAL LOCAL OPTION SALES TAX - EMERGENCY SERVICE FUND
AND CHANGES IN FUND BALANCES (BUDGET - ACTUAL)
FOR THE YEARS ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS AT JUNE 30, 2004)

	2005				2004
Revenues	Original Budget	Final Budget	Actual	Variance With Fund Budget	Actual
Sales tax	$ 31,000	$ 31,000	$ 37,764	$ 6,764	$ 29,312
Investment earnings	0	0	64	64	51
Total revenue	31,000	31,000	37,828	6,828	29,363
Expenditures					
Health and welfare capital outlay	0	0	0	0	35,667
Debt services programs	27,000	27,000	20,058	(6,942)	0
Public Safety	4,000	4,000	3,961	(39)	0
Total expenditures	31,000	31,000	24,019	(6,981)	35,667
Net changes in fund balance	$ 0	$ 0	13,809	$ 13,809	(6,304)
Fund balance, beginning of year			23,028		29,332
Fund balance, end of year			$ 36,837		$ 23,028

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
SPECIAL LOCAL OPTION SALES TAX - RECREATION FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2005 AND 2004

Assets	2005	2004
Cash and cash equivalents	$ 114,436	$ 67,916
Due from other governments	7,154	7,717
Total assets	$ 121,590	$ 75,633
Liabilities & fund balance		
Liabilities	$ 0	$ 0
Total liabilities	0	0
Fund balance		
Reserve for program purposes	121,590	75,633
Total fund balance	121,590	75,633
Total liabilities and fund balance	$ 121,590	$ 75,633

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
SPECIAL LOCAL OPTION SALES TAX - RECREATION FUND
AND CHANGES IN FUND BALANCES (BUDGET - ACTUAL)
FOR THE YEARS ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS AT JUNE 30, 2004)

	2005				2004
Revenues	Original Budget	Final Budget	Actual	Variance With Fund Budget	Actual
Sales tax	$ 34,850	$ 34,850	$ 45,439	$ 10,589	$ 35,332
Investment earnings	0	0	517	517	351
Total revenue	31,000	31,000	45,956	11,106	35,683
Expenditures					
Culture and Recreation	34,850	34,850	0	34,850	0
Total expenditures	34,850	34,850	0	34,850	35,683
Net changes in fund balance	$ 0	$ 0	45,956	$ 45,956	0
Fund balance, beginning of year			75,634		39,951
Fund balance, end of year			$ 121,590		$ 75,634

WARREN COUNTY, GEORGIA
SPECIAL LOCAL OPTION SALES TAX DISTRIBUTION FUND
(SPLOST 2002 - 2005)
COMPARATIVE BALANCE SHEET
JUNE 30, 2005 AND 2004

Assets	2005	2004
Accounts receivable	$ 84,166	$ 90,790
Total assets	$ 84,166	$ 90,790
Liabilities & fund balance		
Due to other funds	$ 67,228	$ 72,450
Due to other governments	16,938	18,340
Total liabilities	84,166	90,790
Fund balance	0	0
Total liabilities and fund balance	$ 84,166	$ 90,790

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
SPECIAL LOCAL OPTION SALES TAX - ECONOMIC DEVELOPMENT FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2005 AND 2004

	2005	2004
Assets		
Cash and cash equivalents	$ 193,910	$ 107,604
Due from other governments	12,625	13,619
Total assets	$ 206,535	$ 121,223
Liabilities & fund balance		
Liabilities	$ 0	$ 0
Total liabilities	0	0
Fund balance		
Reserve for program purposes	206,535	121,223
Total fund balance	206,535	121,223
Total liabilities and fund balance	$ 206,535	$ 121,223

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
SPECIAL LOCAL OPTION SALES TAX - ECONOMIC DEVELOPMENT FUND
AND CHANGES IN FUND BALANCES (BUDGET - ACTUAL)
FOR THE YEARS ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS AT JUNE 30, 2004)

	2005				2004
Revenues	Original Budget	Final Budget	Actual	Variance With Fund Budget	Actual
Sales tax	$ 61,500	$ 61,500	$ 84,093	$ 22,593	$ 58,444
Investment earnings	0	0	1,220	1,220	334
Reserve funds	75,000	75,000	0	(75,000)	0
Total revenue	136,500	136,500	85,313	(51,187)	58,778
Expenditures	136,500	136,500	0	136,500	0
Total expenditures	136,500	136,500	0	136,500	58,778
Net changes in fund balance	$ 0	$ 0	85,313	$ 85,313	0
Fund balance, beginning of year			121,222		62,444
Fund balance, end of year			$ 206,535		$ 121,222

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
SPECIAL LOCAL OPTION SALES TAX - LANDFILL FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2005 AND 2004

Assets	2005	2004
Cash and cash equivalents	$ 387,140	$ 445,776
Total assets	$ 387,140	$ 445,776
Liabilities & fund balance		
Liabilities	$ 0	$ 0
Total liabilities	0	0
Fund balance		
Reserve for program purposes	387,140	445,776
Total fund balance	387,140	445,776
Total liabilities and fund balance	$ 387,140	$ 445,776

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
SPECIAL LOCAL OPTION SALES TAX - LANDFILL FUND
AND CHANGES IN FUND BALANCES (BUDGET - ACTUAL)
FOR THE YEARS ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS AT JUNE 30, 2004)

	2005				2004
Revenues	Original Budget	Final Budget	Actual	Variance With Fund Budget	Actual
Investment earnings	$ 0	$ 0	$ 3,908	$ 3,908	$ 5,150
Reserve funds	50,000	50,000	0	(50,000)	0
Total revenue	50,000	50,000	3,908	(46,092)	5,150
Expenditures	50,000	50,000	62,544	12,544	39,153
Total expenditures	50,000	50,000	62,544	12,544	39,153
Net changes in fund balance	$ 0	$ 0	(58,636)	$ 58,636	(34,003)
Fund balance, beginning of year			445,776		479,779
Fund balance, end of year			$ 387,140		$ 445,776

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
SPECIAL LOCAL OPTION SALES TAX - ROADS AND BRIDGES
COMPARATIVE BALANCE SHEET
JUNE 30, 2005 AND 2004

Assets	2005	2004
Cash and cash equivalents	$ 806,398	$ 656,509
Due from other governments	34,530	37,073
Total assets	$ 840,928	$ 693,582
Liabilities & fund balance		
Liabilities	$ 0	$ 0
Total liabilities	0	0
Fund balance		
Reserve for program purposes	840,928	693,582
Total fund balance	840,928	693,582
Total liabilities and fund balance	$ 840,928	$ 693,582

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
SPECIAL LOCAL OPTION SALES TAX - ROADS AND BRIDGES
AND CHANGES IN FUND BALANCES (BUDGET - ACTUAL)
FOR THE YEARS ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS AT JUNE 30, 2004)

	2005				2004
Revenues	Original Budget	Final Budget	Actual	Variance With Fund Budget	Actual
Sales tax	$ 150,000	$ 150,000	$ 203,544	$ 53,544	$ 161,351
Investment earnings	0	0	6,527	6,527	6,534
Reserve funds	490,000	490,000	0	(49,000)	0
Total revenue	640,000	640,000	210,071	(429,929)	167,885
Expenditures	640,000	640,000	62,725	(577,275)	173,029
Total expenditures	640,000	640,000	62,725	(577,275)	173,029
Net changes in fund balance	$ 0	$ 0	147,346	$ 147,346	(5,144)
Fund balance, beginning of year			693,582		698,726
Fund balance, end of year			$ 840,928		$ 693,582

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
REVOLVING LOAN FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2005 AND 2004

	2005	2004
Assets		
Cash and cash equivalents	$ 298,400	$ 129,524
Due from other governments	220,616	379,996
Total assets	$ 519,016	$ 509,520
Liabilities & fund balance		
Liabilities	$ 0	$ 0
Total liabilities	0	0
Fund balance		
Reserve for program purposes	519,016	509,520
Total fund balance	519,016	509,520
Total liabilities and fund balance	$ 519,016	$ 509,520

WARREN COUNTY, GEORGIA
SPECIAL REVENUE FUNDS
REVOLVING LOAN FUND
COMPARATIVE SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2005 AND 2004

	2005	2004
Revenues		
Intergovernmental grant	$ 0	$ 500,000
Investment earnings	9,882	11,395
Other	2,114	0
Total revenue	11,996	511,395
Expenditures		
General government	2,500	1,875
Total expenditures	2,500	1,875
Net change in fund balance	9,496	509,520
Fund balance, beginning of year	509,520	0
Fund balance, end of year	$ 519,016	$ 509,520

WARREN COUNTY, GEORGIA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES
IN ASSETS AND LIABILITIES
JUNE 30, 2005

	Balance June 30, 2004	Additions	Deductions	Balance June 30, 2005
CLERK OF COURT				
Assets				
Cash	$ 31,156	$ 174,360	$ 165,999	$ 35,517
Liabilities				
Due to other governments	$ 20,320	$ 95,869	$ 102,816	$ 27,267
Due to others	10,836	70,130	71,544	12,249
	$ 31,156	$ 165,999	$ 174,360	$ 39,517
MAGISTRATE COURT				
Assets				
Cash	$ 3,043	$ 62,135	$ 63,246	$ 1,932
Liabilities				
Due to other government	$ 967	$ 12,072	$ 11,105	$ 0
Due to others	2,076	51,174	51,030	1,932
	$ 3,043	$ 63,246	$ 62,135	$ 1,932
PROBATE COURT				
Assets				
Cash	$ 8,026	$ 281,023	$ 273,069	$ 15,980
Liabilities				
Due to other governments	$ 8,026	$ 178,913	$ 170,887	$ 0
Due to others	0	94,156	110,136	15,980
	$ 8,026	$ 273,069	$ 281,023	$ 15,980
SHERIFF				
Assets				
Cash	$ 21	$ 0	$ 0	$ 21
Liabilities				
Due to other governments	$ 21	$ 0	$ 0	$ 21

WARREN COUNTY, GEORGIA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES
IN ASSETS AND LIABILITIES (CONT.)
JUNE 30, 2005

	Balance June 30, 2004	Additions	Deductions	Balance June 30, 2005
TAX ASSESSOR				
Assets				
Cash	$ 21	$ 1,681	$ 1,681	$ 21
Liabilities				
Due to other funds	$ 21	$ 1,681	$ 1,681	$ 21
TAX COMMISSIONER				
Assets				
Cash	$ 88,810	$ 4,845,560	$ 4,851,916	$ 82,454
Liabilities				
Due to other governments	$ 46,864	$ 2,194,899	$ 2,208,546	$ 46,864
Due to others	41,946	1,693,033	1,684,096	33,009
	$ 88,810	$ 4,851,916	$ 4,845,560	$ 82,454
ALL AGENCY FUNDS				
Assets				
Cash	$ 131,077	$ 5,364,759	$ 5,355,911	$ 139,925
Liabilities				
Due to other governments	$ 76,177	$ 3,445,737	$ 3,466,272	$ 76,712
Due to others	54,900	1,910,174	1,918,487	63,213
	$ 131,077	$ 5,355,911	$ 5,364,759	$ 139,925

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

Warren County Board of Commissioners
Warren County, Georgia

We have audited the financial statements of governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Warren County, Georgia, as of and for the year ended June 30, 2004, which collectively comprise Warren County, Georgia's basic financial statements and have issued our report thereon dated December 28, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States of America.

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 financial statements and not to provide an opinion 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 reportable 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 caused by error or fraud in amounts that would be material in relation to the 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.

Compliance and other matters

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

This report is intended solely for the information and use of the audit committee, management, commission and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

December 28, 2005

Berry & Associates P.C.

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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Warren County Board of Commissioners
Warren County, Georgia

We have audited the compliance of Warren County, Georgia with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2005. Warren County, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Warren County Georgia's management. Our responsibility is to express an opinion on Warren County Georgia's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Warren County Georgia's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Warren County Georgia's compliance with those requirements.

In our opinion, Warren County Georgia, complied in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2005.

Internal Control over Compliance

The management of Warren County Georgia, is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Warren County Georgia's, internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be a material weakness. A material weakness is a reportable 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 noncompliance with applicable requirements of laws, regulations, contracts, and grants cause by

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error or fraud that would be material in relation to a major federal program 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 internal control over compliance and its operation that we considered to be material weaknesses.

This report is intended solely for the information and use of the audit committee, management, County Commission, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Berry + Associates PC.

December 28, 2005

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INDEPENDENT AUDITOR'S REPORT ON SPECIAL PURPOSE LOCAL OPTION SALES TAX (SPLOST)

Chairman and Members
of the Board of Commissioners
Warren County, Georgia

We have audited the accompanying Schedule of Special Purpose Local Option Sales Tax (SPLOST) for Warren County, Georgia, for the year ended June 30, 2005. This schedule is the responsibility of Warren County, Georgia's management. Our responsibility is to express an opinion on Special Purpose Local Option Sales Tax (SPLOST) based on our audit.

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

The accompanying Schedule of Special Purpose Local Option Sales Tax is prepared for the purpose of complying with the Official code fo Georgia Annotated, 48-8-121 on the modified accrual basis of accounting as described in Note 1 and is not intended to be a complete presentation of Warren County, Georgia's revenues and expenditures.

In our opinion, the Schedule of Special Purpose Local Option Sales Tax referred to above presents fairly, in all material respects, the original estimated cost, the current estimated cost, and the current and prior year expenditures for each project of Warren County, Georgia for the year ended June 30, 2005, in conformity with accounting principles generally accepted in the United States of America.

Berry & Associates P.C.

December 28, 2005

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WARREN COUNTY, GEORGIA
SCHEDULE OF PROJECT EXPENDITURES WITH SALES TAX
PROCEED (SPLOST 2002 - 2007)
FOR THE YEAR ENDED JUNE 30, 2005

Project	Original Estimated Cost	Prior Year	Current Year	Total To Date	Estimated Percentage of Completion
Roads & Bridges	$ 1,228,800	$ 173,029	$ 62,725	$ 235,754	19.2%
Water	349,400	0	46,337	46,337	13.3%
Economic Development	480,000	0	0	0	0.0%
Recreation	272,000	0	0	0	0.0%
Emergency Service	225,760	35,667	24,019	59,686	26.4%
	$ 2,556,000	$ 208,696	$ 133,081	$ 341,777	

WARREN COUNTY, GEORGIA
COMMUNITY DEVELOPMENT BLOCK GRANT
SOURCE & APPLICATION OF FUNDS SCHEDULE
02P-Y-149-1-2671
FOR THE YEAR ENDED JUNE 30, 2005

Total program year ended June 30, 2005 funds allocated to recipient	$ 500,000
Less: total program year ended June 30, 2005 funds drawn by recipient	448,809
Funds still available from program year 2005 resources	$ 51,191
Total program year ended June 30, 2005 funds drawn and received by recipient in 2005	$ 448,809
Cash on hand, July 1, 2004	0
Less: funds applied and expended to program year ended June 30, 2005	440,323
Total program year ended June 30, 2005 funds held by recipient	$ 8,486

WARREN COUNTY, GEORGIA
COMMUNITY DEVELOPMENT BLOCK GRANT
PROJECT COST SCHEDULE
02P-Y-149-1-2671
FOR THE YEAR ENDED JUNE 30, 2005

Program Activity	Activity Number	Latest Approved Budget CDBG Funds	Accumulative Expenditures To Date CDBG Funds	Accumulative Expenditures To Date Other Funds	Grand Total Expenditures To Date	Questioned Costs
Construction - Messena Water System	P-03J-01	$ 470,000	$ 424,823	$ 0	$ 424,823	$ 0
Administration	A-21A-00	30,000	15,500	0	15,500	0
Total		$ 500,000	$ 440,313	$ 0	$ 440,323	$ 0