WILKINSON COUNTY, GEORGIA

FINANCIAL STATEMENTS

For the Year Ended September 30, 2016

TABLE OF CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT	1 - 3
BASIC FINANCIAL STATEMENTS:	
Government-wide Financial Statements:	
Statement of Net Position	4
Statement of Activities	5
Fund Financial Statements:	
Balance Sheet - Governmental Funds	6 - 7
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	8 - 9
Statement of Fiduciary Assets and Liabilities - Fiduciary Funds	10
Notes to Basic Financial Statements	11 - 34
REQUIRED SUPPLEMENTARY INFORMATION OTHER THAN MANAGEMENT'S DISCUSSION AND ANALYSIS:	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual - General Fund	35 - 36
OTHER SUPPLEMENTARY INFORMATION:	
Combining Balance Sheet - Nonmajor Governmental Funds	37
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	38
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual - Emergency 911 Telephone Special Revenue Fund	39
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual -Law Library Special Revenue Fund	40
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual -Family Connection Special Revenue Fund	41
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual -Law Enforcement Confiscation Special Revenue Fund	42

	PAGE
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual -Drug Abuse Education Special Revenue Fund	43
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual -Jail Special Revenue Fund	44
Combining Statement of Fiduciary Net Assets - Agency Funds	45
Schedule of Expenditures Compared to Budget (GAAP Basis) - General Fund	46 - 49
Schedule of Projects Constructed with Special Sales Tax Proceeds	50
Schedule of Required Expenditures Generated by Energy Excise Tax	51
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*	52- 53
Schedule of Findings and Questioned Costs	54 - 55

WRIGHT & WRIGHT, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
130 NORTH HARRIS STREET • POST OFFICE BOX 1014
SANDERSVILLE, GEORGIA 31082
email: wwpc@wrightandwrightpc.com

CLYDE K. WRIGHT, CPA
BRIAN K. WRIGHT, CPA

TELEPHONE (478) 552-6146
FACSIMILE (478) 552-6158

INDEPENDENT AUDITOR'S REPORT

To the County Commissioners
Wilkinson County, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Wilkinson County, Georgia, as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Wilkinson County Board of Health which represents 17 percent, 8 percent, and 46 percent of the assets, fund balance, and revenues, respectively, of the discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Wilkinson County Board of Health is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, and each major fund, of Wilkinson County, Georgia, as of September 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 35 through 36 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Wilkinson County, Georgia's basic financial statements. The combining nonmajor fund financial statements, the fiduciary funds combining statement of net position, the schedule of projects constructed with special sales tax proceeds and the other schedules included in other supplementary information as described in the accompanying table of contents, are presented for the purpose of additional analysis and are not a required part of the basic financial statements.

The combining nonmajor fund financial statements, the fiduciary funds combining statement of net position, the schedule of projects constructed with special sales tax proceeds, and the other schedules included in other supplementary information as described in the accompanying table of contents is the responsibility of management and was derived from and relates to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements or to the basic financial statements themselves, and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves and other additional procedures, in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have issued our report dated January 13, 2017 on our consideration of Wilkinson County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Wilkinson County, Georgia's internal control over financial reporting and compliance.

Wright & Wright, P. C.

January 13, 2017

BASIC FINANCIAL STATEMENTS

The basic financial statements include integrated sets of financial statements as required by the Governmental Accounting Standards Board ("GASB"). The sets of statements include:

- Government-wide financial statements
- Fund financial statements:
  - Governmental funds
  - Fiduciary funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

WILKINSON COUNTY, GEORGIA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2016

	Primary Government	Component Units	
	Governmental Activities	Health Department	Development Authority
ASSETS AND DEFERRED			
OUTFLOWS OF RESOURCES:			
Current assets:			
Cash and cash equivalents	$ 2,161,254	$ 502,335	$ 329,294
Certificates of deposit	4,000,000	-	-
Accounts receivable, net	363,997	31,627	-
Receivable from other governments	246,233	-	-
Inventories	22,293	-	-
Prepaid expenses	103,414	-	-
Total current assets	6,897,191	533,962	329,294
Noncurrent assets:			
Nondepreciable	345,833	-	2,478,118
Depreciable capital assets, net of accumulated depreciation	11,769,749	1,776	20,069
Total noncurrent assets	12,115,582	1,776	2,498,187
Deferred outflows of resources	429,702	50,988	-
Total assets and deferred outflows of resources	19,442,475	586,726	2,827,481
LIABILITIES AND DEFERRED			
INFLOWS OF RESOURCES:			
Current liabilities:			
Accounts payable	51,236	13,061	2,354
Current portion of long-term debt	-	-	11,754
Other accrued liabilities	257,884	4,644	1,612
Accrued compensated absences	57,861	-	-
Total current liabilities	366,981	17,705	15,720
Noncurrent liabilities:			
Notes payable, less current portion	-	-	259,651
Net pension liability	763,091	301,611	-
Landfill closure & postclosure costs	-	-	-
Total noncurrent liabilities	763,091	301,611	259,651
Deferred inflows of resources	43,510	52,126	-
Total liabilities & deferred inflows of resources	1,173,582	371,442	275,371
NET POSITION:			
Investment in capital assets	12,115,582	1,776	2,226,782
Restricted for:			
Prepaid expenses	103,414	-	-
Capital projects	771,146	-	-
Public safety	56,774	-	-
Judicial	30	-	-
Transportation	348,158	-	-
Health and welfare	3,940	-	-
Economic development	-	-	174,499
Unrestricted	4,869,849	213,508	150,829
	$ 18,268,893	$ 215,284	$ 2,552,110

See accompanying notes to the basic financial statements

WILKINSON COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2016

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Primary Government: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Component Units: Development Authority	Net (Expense) Revenue and Changes in Net Position: Component Units: Health Department
Primary government:							
Governmental activities:							
General government	$ 3,685,537	$ 601,099	$ 78,648	$ -	$ (3,005,790)		
Public safety	2,199,328	238,041	8,025	-	(1,953,262)		
Judicial	636,928	206,331	-	-	(430,597)		
Public works	2,179,033	2,877	348,135	-	(1,828,021)		
Health and welfare	948,818	7,843	203,228	-	(737,747)		
Culture and recreation	176,688	23,800	-	-	(152,888)		
Economic development	65,458	-	-	-	(65,458)		
Interest on long-term debt	-	-	-	-	-		
Total governmental activities	9,891,790	1,079,991	638,036	-	(8,173,763)		
Total primary government	$ 9,891,790	$ 1,079,991	$ 638,036	$ -	$ (8,173,763)		
Component units:							
Health department	$ 460,346	$ 160,018	$ 337,901	$ -		$ -	$ 37,573
Development authority	153,864	41,125	112,252	427,280		426,793	-
	$ 614,210	$ 201,143	$ 450,153	$ 427,280		426,793	37,573
General revenues:							
Taxes:							
Property taxes					3,927,484	-	-
General sales and use tax					466,995	-	-
Energy excise tax					885,623	-	-
Insurance premium tax					247,460	-	-
Special local option sales tax					927,333	-	-
Other taxes					657,188	-	-
Interest income					30,780	375	1,896
Miscellaneous					68,948	1,375	-
Total general revenues and transfers					7,211,811	1,750	1,896
Change in net position					(961,952)	428,543	39,469
Net position, beginning					19,293,150	2,123,567	175,815
Prior period adjustment					(62,305)	-	-
Net position, beginning, as restated					19,230,845	2,123,567	175,815
Net position, ending					$ 18,268,893	$ 2,552,110	$ 215,284

See accompanying notes to the basic financial statements

WILKINSON COUNTY, GEORGIA

BALANCE SHEET

GOVERNMENTAL FUNDS

SEPTEMBER 30, 2016

	General Fund	Capital Projects Fund (2013)	LMIG Fund	Other Governmental Funds	Total Governmental Funds
ASSETS:					
Cash and cash equivalents	$ 1,034,771	$ 677,584	$ 348,158	$ 100,741	$ 2,161,254
Certificates of deposit	4,000,000	-	-	-	4,000,000
Accounts receivable, net	343,571	-	-	20,426	363,997
Receivables from other funds	43,031	-	-	-	43,031
Receivables from other governments	163,024	71,801	-	11,408	246,233
Prepaid expenses	103,414	-	-	-	103,414
Inventories	22,293	-	-	-	22,293
Total assets	$ 5,710,104	$ 749,385	$ 348,158	$ 132,575	$ 6,940,222
LIABILITIES:					
Accounts payable	$ 50,796	$ -	$ -	$ 440	$ 51,236
Accrued expenses	94,995	-	-	6,599	101,594
Payable to other funds	-	-	-	43,031	43,031
Total liabilities	145,791	-	-	50,070	195,861
DEFERRED INFLOWS OF RESOURCES:					
Property taxes	249,077	-	-	-	249,077
FUND BALANCES:					
Non-spendable fund balance:					
Prepaid expenses	103,414	-	-	-	103,414
Restricted fund balance:					
Capital projects	-	749,385	-	21,761	771,146
Public safety	-	-	-	56,774	56,774
Judicial	-	-	-	30	30
Health and welfare	-	-	-	3,940	3,940
Transportation	-	-	348,158	-	348,158
Committed fund balance	-	-	-	-	-
Assigned fund balance	-	-	-	-	-
Unassigned fund balance	5,211,822	-	-	-	5,211,822
Total fund balances	5,315,236	749,385	348,158	82,505	6,495,284
Total liabilities, deferred inflows of resources and fund balance	$ 5,710,104	$ 749,385	$ 348,158	$ 132,575	$ 6,940,222

(Continued)

See accompanying notes to the basic financial statements

WILKINSON COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2016

Fund balances - total governmental funds	$	6,495,284
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds, net of accumulated depreciation of $9,983,440		12,115,582
Net OPEB obligations are not due and payable in the current period and, therefore are not reported in the funds		(156,290)
Some liabilities, including net pension obligations, are not due and payable in the current period and, therefore are not reported in the funds:		
Net pension liability		(763,091)
Net deferred inflows (outflows) - pension expense		386,192
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:		
Accounts receivable, net of allowance for doubtful accounts of $0		249,077
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Compensated absences		(57,861)
Net position of governmental activities	$	18,268,893

See accompanying notes to the basic financial statements

WILKINSON COUNTY, GEORGIA

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

	General Fund	Capital Projects Fund (2013)	LMIG Fund	Other Governmental Funds	Total Governmental Funds
REVENUES:					
Taxes	$ 6,223,030	$ -	$ -	$ -	$ 6,223,030
Licenses and permits	7,815	-	-	-	7,815
Intergovernmental	242,166	926,460	348,135	46,269	1,563,030
Fees and fines	273,249	-	-	40,516	313,765
Charges for services	423,267	-	-	66,896	490,163
Other	367,169	873	670	1,603	370,315
Total revenues	7,536,696	927,333	348,805	155,284	8,968,118
EXPENDITURES:					
Current operating:					
General government	2,835,229	-	-	-	2,835,229
Public safety	1,756,368	-	-	284,451	2,040,819
Judicial	655,540	-	-	3,209	658,749
Public works	905,401	120,458	878,423	-	1,904,282
Health and welfare	870,144	-	-	49,643	919,787
Culture/recreation	103,967	41,567	-	8,433	153,967
Economic development	63,758	1,700	-	-	65,458
Intergovernmental	390,161	367,824	-	-	757,985
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlays	-	559,700	-	61,870	621,570
Total expenditures	7,580,568	1,091,249	878,423	407,606	9,957,846
Excess (deficiency) of revenues over expenditures	(43,872)	(163,916)	(529,618)	(252,322)	(989,728)
OTHER FINANCING SOURCES (USES):					
Loan proceeds	-	-	-	-	-
Transfers in (out)	(195,060)	-	-	195,060	-
Total other financing sources and uses	(195,060)	-	-	195,060	-
Net change in fund balance	(238,932)	(163,916)	(529,618)	(57,262)	(989,728)
FUND BALANCE, beginning	5,616,473	913,301	877,776	139,767	7,547,317
PRIOR PERIOD ADJUSTMENT	(62,305)	-	-	-	(62,305)
FUND BALANCE, beginning, as restated	5,554,168	913,301	877,776	139,767	7,485,012
FUND BALANCE, ending	$ 5,315,236	$ 749,385	$ 348,158	$ 82,505	$ 6,495,284

(Continued)

See accompanying notes to the basic financial statements

WILKINSON COUNTY, GEORGIA

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

Net change in fund balances - total governmental funds	$ (989,728)
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:	
Capital outlays	648,215
Depreciation	(675,400)
	(27,185)
The effect of various capital asset disposals and sales, net of accumulated depreciation	-
Governmental funds report pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense:	
Cost of benefits net of employee contributions	107,813
Other post employment benefits are reported in the government-wide statement of activities, but do not require the use of current financial resoruces and therefore are not reported as expenditures in governmental funds	(18,834)
Compensated absences reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds	4,262
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds	(38,280)
	$ (961,952)

See accompanying notes to the basic financial statements

WILKINSON COUNTY, GEORGIA
FIDUCIARY FUNDS - AGENCY FUNDS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
September 30, 2016

	Agency Funds
ASSETS:	
Cash in bank	$ 155,480
Total assets	$ 155,480
LIABILITIES:	
Due to others	$ 139,191
Due to General Fund	16,289
Total liabilities	$ 155,480

See accompanying notes to the basic financial statements

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The financial statements of Wilkinson County (the "County") have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP") as applied to government units. As required by GAAP, these financial statements present the County and its component units, entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the County's operations and so data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize they are legally separate from the County.

Included as discretely presented component units in separate columns in the combined financial statements to emphasize that each is legally separate from the County:

Wilkinson County Health Department - The Wilkinson County Health Department (the Department) provides various health services for citizens in Wilkinson County. The County appoints the majority of the Department board members, funds a portion of the Department's budget, and can disapprove the Department's operating budget. Another auditor, whose report was unqualified, audited the Health Department's financial statements which have a fiscal year end of June 30, 2016. Complete financial statements may be obtained at 123 High Hill Street, Irwinton, Georgia 31042.

Wilkinson County Development Authority - The Wilkinson County Development Authority is charged with promoting and expanding industry and trade within Wilkinson County. The County appoints the members of the Authority and funds a portion of the Authority's budget. The Authority has a fiscal year end of December 31, 2015. Complete financial statements may be obtained from the Wilkinson County Clerk's office at PO Box 161, Irwinton, Georgia 31042.

Excluded from the reporting entity:

Because they are operated as agencies controlled and/or funded by other government agencies, the Wilkinson County Board of Education, the Wilkinson County Library and the Department of Family and Children Services are not included in the County's reporting entity.

B. Government-wide and Fund Financial Statements

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

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

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

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, including accrued interest on general long-term debt, is recognized when due, and certain compensated absences and claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Those revenues susceptible to accrual are property taxes, interest, and charges for services. Other receipts and taxes become measurable and available when cash is received by the County and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

The County reports the following major governmental funds:

> The General Fund is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
>
> The Capital Projects Fund (SPLOST 2013) accounts for capital outlay and other transactions related to the additional one-percent local option sales tax in effect for the period April 2014 to March 2020.
>
> The LMIG Fund accounts for capital outlay and other transportation improvements related to the annual LMIG grant.

Additionally, the County reports the following fund type:

> Fiduciary funds account for assets held by the County in a trustee capacity or as an agent on behalf of others. The County's fiduciary funds include the following fund type:
>
> > Agency funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. The funds are used to account for assets that the County holds for others in an agency capacity.

The County complies with Governmental Accounting Standards Board ("GASB") Statement No. 20, Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting.

> This Statement requires the County to apply all applicable GASB pronouncements as well as the following pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARB's). As permitted by GASB No. 20, the County has elected not to comply with the FASB Statements and Interpretations issued after November 30, 1989.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. The County has no proprietary funds.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed. When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts.

D. Cash and Investments

Cash includes amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the County.

Georgia law authorizes the County to invest in the following type of obligations:

- Obligations of the State of Georgia or of any other states
- Obligations of the United States Government
- Obligations fully insured or guaranteed by the government or governmental agency
- Obligations of any corporation of the government
- Prime bankers' acceptances
- The State of Georgia local government investment pool (i.e., Georgia Fund I)
- Repurchase agreements
- Obligations of the other political subdivisions of the State of Georgia

Any investment or deposit in excess of the Federal Deposit Insurance Corporation (FDIC) insured amount must be secured by 110% of an equivalent amount of State or U.S. obligations.

E. Inventory

Inventory is valued at cost, which approximates market, using the first-in/first-out method. The cost of governmental fund-type inventory is recorded as an expenditure when consumed rather than when purchased.

Materials purchased in the proprietary fund are expensed as purchased and are not inventoried at year end due to lack of materiality.

F. Prepaid Items

Prepaid balances, if any, are for payments made by the County in the current year to provide services occurring in the subsequent fiscal year, and a reserve for prepaid items is recognized to signify that a portion of fund balance is not available for other subsequent expenditures.

G. Capital Assets and Depreciation

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an estimated useful life in excess of two years and an original cost of $5,000 or more. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. General infrastructure assets acquired prior to July 1, 2003 are not reported in the basic financial statements.

The costs of normal repairs and maintenance that do not add to the value of the asset or materially extend assets lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable. Major outlays for capital assets and improvements are capitalized as projects are constructed. GASB statement 37 prohibits the capitalization of interest on assets constructed for use in governmental activities. However, interest from debt not considered to be general long-term debt may be included as part of the cost of assets constructed for business-type activities. The total interest expense incurred by the County during the current fiscal year was $0. Of this amount, none was included as part of the cost of capital assets under construction in connection with public building construction projects.

Depreciation of capital assets is computed and recorded by the straight-line method. Estimated useful lives of the various classes of depreciable capital assets are as follows

Buildings	20-40 Years
Vehicles	5 years
Machinery and equipment	3- -10 years
Infrastructure	30 years

H. Compensated Absences

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

Full time employees of the Wilkinson County Health Department (the "Department") earn 10, 12, or 14 hours of annual leave time per month depending on length of service. The maximum accumulation is 360 hours for any one employee. In accordance with the provisions of Financial Accounting Standards No. 43, "Accounting for Compensated Absences", no liability is recorded for nonvesting accumulated rights to receive sick pay benefits.

I. Long-Term Obligations

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

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

J. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources until then.

In addition to liabilities, the statement of financial position and the balance sheet reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

K. Equity Classifications

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

Fund Balance

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

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

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

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

Assigned - Fund balances are reported as assigned when amounts are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the County Commissioners have authorized the County Clerk to assign fund balances.

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

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

The County does not have a formal minimum fund balance policy; however, the County Commissioners address various target reserve positions which are reviewed periodically.

Net Position

Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

Unrestricted net position – All other net position that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

L. Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly chargeable to another fund, are recorded as expenditures/ expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Basis

GAAP is the budgetary basis used in the preparation of these statements.

Budget Requirements, Accounting and Reporting

The County follows these procedures in establishing the budgetary data reflected in the financial statements.

1. Prior to year end the County Administrator submits to the Board of Commissioners a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them.
2. The Board of Commissioners holds a public hearing on the budget, giving notice thereof at least ten days in advance by publication in the official organ of Wilkinson County.
3. The budget is then revised and adopted or amended by the Board of Commissioners at a regular meeting early in the year to which it applies.
4. The budget so adopted may be revised during the year only by formal action of the Board of Commissioners in a regular meeting and no increase shall be made therein without provision also being made for financing same.
5. The legal level of budgetary control is the department level within the General Fund. Increases in the total appropriations of a department, whether accomplished through an increase in estimated revenues or through a transfer of appropriations among departments, require the approval of the Board of Commissioners.

6. Formal budgetary integration is employed as a management control device during the year for the General Fund. The budgets for the General Fund and Special Revenue Funds are adopted on a basis consistent with GAAP.
7. Budgeted amounts are as originally adopted, or as amended by the Board of Commissioners. Individual amendments were not material in relation to the original appropriations which were amended.

Excesses of Expenditures over Appropriations in Individual Funds

	Final Budget	Actual Expenditures	Excess
Major Funds:			
General Fund:			
General government	$3,133,109	$3,204,350	$ 71,241
Public safety	1,651,491	1,750,763	99,272
Judicial	653,337	655,540	2,203
Culture and recreation	86,730	103,967	17,237
Economic development	62,252	63,758	1,506
General government - capital outlays	13,000	21,040	8,040
Public safety - capital outlays	-	5,605	5,605

3. DEPOSITS AND INVESTMENTS

Primary Government

Deposits - Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. Neither the County nor the Wilkinson County Development Authority, discretely presented component unity, has a deposit policy for custodial credit risk. The Wilkinson County Health Department has a deposit policy. As of September 30, 2016, none of the County's bank balance was exposed to custodial credit risk.

Investments - The County owns no investments as of September 30, 2016.

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

Credit Risk - Statutes authorize the County to invest in obligations of the State of Georgia, other states, or the United States Government; obligations fully insured or guaranteed by the United Sates Government or an agency or corporation of the United Sates Government; and/or repurchase agreements and certificates of deposit which are secured by direct obligations of Georgia or the investments in US Agencies (Federal Home Loan Bank) are rated AAA by Standard and Poor's and AAA by Moody's Investors Service.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County had no policy on custodial credit risk. As of September 30, 2016, all of the deposits of the County were properly insured and collateralized as required by the Official Code of Georgia Annotated (OCGA) Section 45-8-12(c) and as defined by GASB pronouncements.

Concentration of Credit Risk – The County places no limit on the amount that the County may invest in any one issuer.

4. PROPERTY TAXES

The value of all real and business personal property located in the County is assessed (appraised) as of each January 1. Taxable assessed value represents the appraisal value less applicable exemptions authorized by the County Commissioners. Appraised values are established by the Wilkinson County Tax Assessors at 40% of estimated fair market value. Taxes were levied when the mileage rate was set on or about August 15, 2015. Taxes were billed on or about October 21, 2015 and were due December 21, 2015 after which date penalties and interest were assessed. Property on which taxes are not paid within 60 days of mailing may then be levied on by the County. Current tax collections for the years ended September 30, 2016, were 97.1% of the tax levy.

Property taxes are recorded as receivables and deferred at the time the tax levy is billed. Revenues are recognized as the related ad valorem taxes are collected. Additional amounts estimated to be collectible within sixty days following the close of the fiscal year, and therefore susceptible to accrual in accordance with GAAP have been recognized as revenue.

5. ACCOUNTS RECEIVABLE

At September 30, 2016, accounts receivable consisted of the following:

	General Fund	Capital Projects Fund (2013)	LMIG	Nonmajor Funds	Total
Receivables:					
Property taxes	$ 341,612	$ -	$ -	$ -	$ 341,612
Sales and excise tax	110,706	71,801		-	182,507
Accrued interest	11,297			-	11,297
Miscellaneous	60,289	-	-	20,426	80,715
Intergovernmental	52,317	-	-	11,408	63,725
	576,221	71,801	-	31,834	679,856
Allowance for doubtful accounts	(69,626)	-	-	-	(69,626)
	$ 506,595	$ 71,801	$ -	$ 31,834	$ 610,230

6. CAPITAL ASSETS AND DEPRECIATION

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

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Not being depreciated:				
Land	$ 328,857		$ -	$ 328,857
Construction-in-progress	-	16,976	-	16,976
Subtotal	328,857	16,976	-	345,833
Other capital assets:				
Infrastructure	5,688,909		-	5,688,909
Buildings	9,440,791	47,144	-	9,487,935
Vehicles	2,825,342	336,669	(160,787)	3,001,224
Equipment	3,327,695	247,426	-	3,575,121
Subtotal	21,611,594	648,215	(160,787)	22,099,022
Accumulated depreciation:				
Infrastructure	1,340,551	54,473	-	1,395,024
Buildings	3,339,742	232,706	-	3,572,448
Vehicles	2,316,566	202,625	(160,787)	2,358,404
Equipment	2,471,968	185,596	-	2,657,564
Subtotal	9,468,827	675,400	(160,787)	9,983,440
Net capital assets	$ 12,142,767	$ (27,185)	$ -	$ 12,115,582

Depreciation was charged to functions as follows:

Governmental activities:	
General government	$ 136,673
Judicial	1,489
Public safety	187,425
Public works	298,061
Health and welfare	29,031
Culture/recreation	22,721
	$ 675,400

7. CHANGES IN GENERAL CAPITAL ASSETS - DISCRETELY PRESENTED COMPONENT UNIT

Changes in equipment of the Wilkinson County Health Department for the year ended June 30, 2016 are detailed below:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets being depreciated:				
Equipment	$ 68,223	$ -	$ -	$ 68,223
Less accumulated depreciation	(65,939)	(508)	-	(66,447)
Net capital assets	$ 2,284	$ (508)	$ -	$ 1,776

Changes in equipment of the Wilkinson County Development Authority for the year ended September 30, 2015 are detailed below:

Not being depreciated:				
Land	$ 2,031,314	$ 446,804	$ -	$ 2,478,118
Construction in progress	-	-	-	-
Subtotal	2,031,314	446,804	-	2,478,118
Depreciable capital assets:				
Buildings	-	-	-	-
Equipment	48,445	-	-	48,445
Subtotal	48,445	-	-	48,445
Accumulated depreciation:				
Buildings	-	-	-	-
Equipment	22,545	5,831	-	28,376
Subtotal	22,545	5,831	-	28,376
Net capital assets	$2,057,214	$ 440,973	$ -	$ 2,498,187

8. LONG-TERM LIABILITIES

Following is a summary of changes in long-term liabilities for the year ended September 30, 2016:

	Beginning Balance	Additions	Reductions	Ending Balance	Amount Due in One Year
OPEB obligation	$ 137,456	$ 18,834	$ -	$156,290	$ -
Net pension liability	728,563	34,528	-	763,091	-
Compensated absences	62,123	4,262	-	57,861	57,861
Total long-term liabilities	$ 928,142	$ 57,624	$ -	$ 977,242	$ 57,861
Discretely presented component unit - Health Department					
Net pension liability	$ 297,086	$ -	$ (19,403)	$ 277,683	$ -
Compensated absences	25,302	15,716	(17,090)	23,928	-
Total long-term liabilities	$ 322,388	$ 15,716	$ (36,493)	$ 301,611	$ -
Discretely presented component unit - Development Authority:					
Note payable	$ 282,952	$ -	$ (11,547)	$ 271,405	$ 11,754

For the governmental activities, compensated absences are generally liquidated by the general fund.

9. FUND DEFICITS

No fund had a deficit fund balance or net asset balance at September 30, 2016.

10. INTERFUND TRANSACTIONS AND BALANCES

Transfers for the year ended September 30, 2016 consisted of the following:

	Transfers Out	Transfers In
General Fund	$ 195,060	$ -
Emergency 911 Fund	-	195,060
	$ 195,060	$ 195,060

Transfers are used to move unrestricted revenue to finance various programs that the government must account for in other funds in accordance with budgetary authorizations.

Balances due to/from other funds at September 30, 2016, consist of the following -

	Due From	Due To
Major Fund		
General Fund	$ -	$ 43,031
Nonmajor Funds:		
Family Connection Fund	18,555	-
Emergency 911 Fund	24,476	-
	$ 43,031	$ 43,031

The outstanding balances due to the General Fund result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

All amounts due to the General Fund are expected to be repaid during fiscal year 2017.

11. CONTINGENT LIABILITIES - LITIGATION

Amounts expended or payable from federal grantor agencies are subject to audit and adjustment. 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.

Various claims and lawsuits are pending against the County. In the opinion of County management, after consultation with legal counsel, the potential loss on all claims and lawsuits will not materially effect the County's financial position.

12. RETIREMENT BENEFITS

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

Probate Judge's Retirement Fund of Georgia

The Probate Judge is covered under a pension plan which requires that certain sums from marriage licenses and fines or bond forfeitures be remitted to the pension plan before the payment of any costs or other claims.

Clerk of Superior Court Retirement Fund

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

Sheriff's Retirement Fund/Peace Officer's Annuity and Benefit Fund

The Sheriff and sheriff deputies are covered under separate pension plans which require that certain sums from fines or bond forfeitures be remitted by the Probate Judge or Clerk of Superior Court to the pension plan before the payment of any costs or other claims.

These plans provide for certain sums from marriage license, fees, fines and forfeitures to be remitted directly to the pension plans before payment of any costs or other claims. The County does not make contributions to the plans, qualifying the plans as special funding situations under the requirements of GASB guidance. Management has determined the related impact on the financial statements to be immaterial. Further information and valuation reports and schedules can be found on their respective websites.

Defined Benefit Pension Plan

The following information is as of January 1, 2016, the most recent year end of the described benefit pension plan.

A. Plan Description

The County contributes to the Association County Commissioners of Georgia (ACCG) Defined Benefit Plan (Plan), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agency for participating counties in Georgia.

The specific benefit provisions of the County's plan were established by an adoption agreement executed by the County Board of Commissioners. The plan provides for benefits upon retirement, death, disablement, and termination of employment, if certain eligibility conditions are met.

The County's payroll for employees participating in the Plan as of January 1, 2016, the date of the latest actuarial valuation study, was $1,803,234 (based on W-2 earnings for the preceding year). All full-time County employees are eligible to participate in the Plan at their date of hire. Benefits are fully vested after five years of service. Participants become eligible to retire at age 65 with three years of participation in the Plan. Upon eligibility to retire, participants are entitled to an annual benefit in the amount of 0.50% of average compensation up to $6,600 plus 1.00% of average annual compensation in excess of $6,600 plus $36 for each year of credited service payable as a life annuity. Service is limited to 35 years. Compensation is averaged over a five-year period prior to retirement or termination. The Plan also provides benefits in the event of death or disability. These benefit provisions were established by an adoption agreement executed by the County Board of Commissioners.

ACCG issues a publicly available financial report that includes financial statements and required supplementary information for the Plan. That report may be obtained by writing to GEBCorp, 400 Galleria Parkway, Suite 1250, Atlanta, Georgia 30339 or by calling (800) 736-7166.

Plan membership data related to the current plan membership at January 1, 2016, was as follows:

Retirees and beneficiaries currently receiving benefits	23
Terminated employees entitled to benefits but not yet receiving them	35
Active employees participating in the Plan:	55
Total number of Plan participants	113

B. Summary of Significant Accounting Policies

The Plan's financial statements are prepared on an accrual basis, modified to include unrealized gains or losses on marketable securities owned by the Plan.

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

Investments in securities are valued at current market prices. The trust fund is invested, approximately, in 70% equities and 30% fixed income securities on a cost basis. The trustees shall rebalance the portfolio at least annually for asset allocation purposes.

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

C. Contributions

In order to participate in the Plan, County employees are required to contribute 2% of their salary to the Plan. The County contributes the remaining cost of the Plan at an actuarially determined rate. Section 47-20 of the Georgia Code sets forth minimum funding standards for state and local governmental pension plans. Administrative expenses are based on total covered compensation of active plan participants and are added to the state-required annual funding requirement. The required contribution for the 2015 plan year was $248,401. This amount represents 13.7% of covered payroll.

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

D. Actuarial Methods and Assumptions

Valuation date	January 1, 2016
Mortality rates	Based on the RP-2000 Combined Mortality Table
Actuarial cost method	Projected Unit Credit
Asset valuation method	Market Value
Amortization method	Level Percent of Pay (Closed)
Investment rate of return	7.50% per annum
Projected salary increases	2.0% - 4.5% per annum
Inflation adjustments	3.0% per annum

E. Schedule of Changes in the Net Pension Liability and Related Ratios*

	2015	2014
Total Pension Liability as of the beginning of year (1)	$ 5,278,401	$ 4,981,515
Service cost	109,082	107,620
Interest	388,816	366,950
Plan chage	-	-
Changes of assumptions	194,016	-
Benefit payments (adjusted for interest)	(188,362)	(177,684)
Experience (gain)/(loss)	(54,387)	-
Total pension liability as of end of year (2)	$ 5,727,566	$ 5,278,401
Fiduciary Net Position as of beginning of year (3)	$ 4,549,838	$ 4,218,424
Contributions - employer	243,851	261,765
Contributions - employee (including buyback)	-	-
Net investment income	38,594	313,203
Benefit payments	(188,362)	(177,684)
Employee contribution refunds	-	-
Administrative expense	(12,564)	(11,653)
Other	(58,433)	(54,217)
Fiduciary net position as of end of year (4)	$ 4,572,924	$ 4,549,838
Net pension liability as of beginning of year (1)-(3)	$ 728,563	$ 763,091
Net pension liability as of end of year (2)-(4)	$ 1,154,642	$ 728,563
Fiduciary Net Position as % of Total Pension Liability (4)/(2)	79.8%	86.2%
Covered-employee payroll	$ 1,803,234	$ 1,755,092
Net pension liability as a % of covered-employee payroll	64.0%	41.5%

* *Historical information prior to implementation of GASB 67/68 is not required*

F. Summary of Net Deferred Outflows and Inflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Asset (Gain)/Loss	$ 274,489	$ -
Liability (Gain)/Loss	-	(43,510)
(Gain)/Loss due to Assumption change	155,213	-
Net position restricted for pensions	$ 429,702	$ (43,510)

G. Changes in the Net Pension Liability

	Total Pension Liability (TPL) (a)	Fiduciary Net Position (FNP) (b)	Net Pension Liability (a) - (b)
Balances at December 31, 2014	$ 5,278,401	$ 4,549,838	$ 728,563
Changes for the year:			
Service cost	109,082	-	109,082
Interest	388,816	-	388,816
Liability experience (gain)/loss	(54,387)	-	(54,387)
Assumption change	194,016	-	194,016
Employer contributions	-	243,851	(243,851)
Employee contributions	-	-	-
Net investment income	-	38,594	(38,594)
Benefit payments	(188,362)	(188,362)	-
Administrative expense	-	(12,564)	12,564
Other	-	(58,433)	58,433
Net changes	449,165	23,086	426,079
Balances at December 31, 2015	$ 5,727,566	$ 4,572,924	$ 1,154,642

H. Discount Rate

The discount rate is determined through a blend of using a building blocks approach based on 20-year benchmarks (25%) and 30-year benchmarks (25%), as well as the forward-looking capital market assumptions for a moderate asset allocation (50%), as determined by UBS.

Building block expected return based on 20-year benchmarks	7.44%
Building block expected return based on 30-year benchmarks	9.49%
UBS capital market assumption for a moderate asset allocation	6.30%
20-year building blocks return (7.44% x .25)	1.86%
30-year building blocks return (9.49% x .25)	2.37%
UBS capital market assumption (6.30% x .50)	3.15%
Discount Rate (rounder to the nearest .25%)	7.38%
	7.50%

I. Sensitivity Analysis for the Measurement Period Ended December 31, 2015

	6.50%	7.50%	8.50%
Total Pension Liability	$ 6,534,070	$ 5,727,566	$ 5,058,749
Fiduciary Net Position	$ 4,572,924	$ 4,572,924	$ 4,572,924
Net Pension Liability	$ 1,961,146	$ 1,154,642	$ 485,825

J. Pension Expense for the Measurement Period Ended December 31, 2015

Service cost	$	109,082
Interest on TPL		388,816
Amortization of:		
Liability experience (gain)/loss		(10,878)
Change in assumption		38,803
Asset (gain)/loss		69,919
Employee contributions		-
Projected earnings on plan investments		(341,436)
Administrative expense		12,565
Other change in FNP		37,617
Total expense	$	304,488

K. Schedule of Accrued Liabilities

Actuarial Present Value of Accumulated Plan Benefits as of December 31, 2015

a. Vested		
i. Retirees (and others in pay status)	$	1,775,403
ii. Deferred vested (former employees)		608,740
iii. Vested active participants		2,055,053
Total	$	4,439,196
b. Nonvested		199,656
Total	$	4,638,852
Effect of Service Attribution and Future Salary Increases	$	1,088,714

L. Asset Allocation Guidelines:

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

13. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

In addition to the pension benefits described above, Wilkinson County provides postemployment health care insurance benefits to retired employees through the Health Care Plan of Wilkinson County. The County provides postretirement health care benefits, as per the requirements of a resolution for certain retirees. Employees who retire from the County at age 62 or older with 15 years of continuous service are eligible for continued health insurance coverage until the employee's 65th birthday. The County will pay the cost of individual coverage, however, if the employee elects family coverage, the employee is responsible for payment of the difference between the cost of the individual and family coverage. These postretirement benefits are funded on a pay-as-you-go basis. The County has elected not to establish a separate trust fund to account for other post-employment benefits, and has not funded the plan as of September 30, 2016. The authority to establish and amend the benefit provisions of the OPEB plan rests with the County. The plan does not issue separate financial statements. In 2016, the net cost of premiums for providing postretirement benefits for retirees was $0.

Membership

The following schedule (derived from the most recent actuarial report) reflects membership for the OPEB Health Care Plan as of January 1, 2015.

Active members	60
Retired members	0
	60

Contributions

The County contributed $0 to the OPEB Health Care Plan in fiscal year 2016. The annual required contribution amount is determined using actuarial methods and assumptions approved by the County Commissioners. The Commissioners established and may amend the funding policy for the OPEB Health Care Plan.

Schedule of Employer Costs and Contributions

Fiscal Year	Annual Required Contribution/ Annual OPEB Cost	Percentage of AOC Contributed	Net OBEB Obligation End of Year
2012	$23,834	69%	$ 93,100
2013	23,834	69%	93,100
2014	23,834	14%	113,622
2015	23,834	0%	137,456
2016	18,834	0%	156,290

Components of Net OPEB Obligation:

Annual Required Contribution	$ 21,192
Interest on Net OPEB Obligation	4,545
Adjustment to Annual Required Contribution	(6,903)
Annual OPEB Cost	18,834
Contributions Made	0
Increase in Net OPEB Obligation	18,834
Net OPEB Obligation, beginning of year	137,456
Net OPEB Obligation, end of year	$156,290

As of the most recent valuation date, January 1, 2015, the funded status of the OPEB Health Care Plan was as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll
2012	$ -	$ 208,265	$ 208,265	-%	$1,816,941	11.5%
2015	-	179,397	179,397	-%	1,803,234	9.9%

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continued revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the plan in effect at January 1, 2015. The assumptions used in the January 1, 2015 actuarial valuations are as follows:

Basis of Valuation	
Current Valuation Date	January 1, 2015
Actuarial Cost Method	Projected unit credit
Actuarial Asset Valuation Method	Market value of assets
Assumed Rate of Return on Investments	4.00%
Medical Cost Trend Rate	9.50% - 5.00%
Year of Ultimate Medical Cost Trent Rate	2018
Amortization Method	Level percentage of pay, open
Remaining Amortization Period	30 years
Payroll Inflation Rate	3.0%

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include the techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

14. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors of omissions, job related illnesses or injuries to employees; natural disaster; and unemployment compensation.

The County is a member of Association County Commissioners of Georgia Interlocal Risk Management Agency (ACCG-IRMA), through which it shares liability, crime, motor vehicles and property damage risks.

The Association County Commissioners of Georgia Interlocal Risk Management was created pursuant to Chapter 85 of Title 36 of the Official Code of Georgia Annotated to function as an unincorporated nonprofit instrumentality of its member counties. ACCG-IRMA was established to administer one or more group self insurance funds and a risk management service to prevent or lessen the incidence and severity of casualty and property losses occurring in the operation of county governments. It also exists to defend and protect, in accordance with each member government contract, ACCG-IRMA members against liability or loss.

The County is obligated as follows under the intergovernmental contract of ACCG-IRMA:

- To participate at all times in at least one Fund which is established by the Board
- To pay all contributions, assessments or other sums due to ACCG-IRMA at such times and in such amounts as shall be established by the Board
- To select a person to serve as a Member representative
- To allow the Board and its agents reasonable access to all facilities of the Member and all records, including but not limited to financial records, which relate to the purposes of ACCG-IRMA
- To allow attorneys appointed by ACCG-IRMA to represent the Member in investigation, settlement discussions and all levels of litigation arising out of any claim made against a Member within the scope of loss protection furnished by the Fund or Funds established by ACCG-IRMA
- To assist and cooperate in the defense and settlement of claims against the Member
- To furnish full cooperation to ACCG-IRMA's attorneys, claims adjusters, Service Company, and any agent, employee, officer or independent contractor of ACCG-IRMA relating to the purposes of ACCG-IRMA
- To follow all loss reduction and prevention procedures established by ACCG-IRMA
- To furnish to ACCG-IRMA such budget, operating and underwriting information as may be requested by the Board

- To report as promptly as possible, and in accordance with any Coverage Descriptions issued, all incidents which could result in ACCG-IRMA or any Fund established by ACCG-IRMA 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 Member participates

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

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

For its workers' compensation coverage, the County is a participant in the Association County Commissioners Self-Insurance Fund (the Fund), a public entity risk pool operated for the benefit of county government units located in Georgia. The County's General Fund pays an annual premium to the Fund for this coverage. The Fund provides excess insurance coverage for protection of members against excess losses and initial excess coverage is statutory specific and unlimited aggregate accounts. Government members of the Fund are jointly and severally liable for claims not covered by the Fund.

15. JOINT VENTURE

Under Georgia law, the County in conjunction with other cities and counties in the fourteen county east central Georgia area, is a member of the Middle Georgia Regional Commission and is required to pay annual dues thereto. During its year ended September 30, 2016, the County paid $4,707 in such dues. Membership in a Regional Commission is required by the OCGA Section 50-8-34 which provides for the organizational structure of the Regional Commission in Georgia. The Regional Commission Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of a Regional Commission. Separate financial statements may be obtained from:

Middle Georgia Regional Commission
175 - C Emery Highway
Macon, Georgia 31201

16. PRIOR PERIOD ADJUSTMENT

Beginning fund balance for the General Fund was restated as follows:

	General Fund
Beginning Fund Balance, as originally reported	$5,616,473
Adjust beginning excise tax receivable	(35,202)
Adjust beginning excise tax payable	(36,787)
Adjust beginning cash balance	9,684
Beginning Fund Balance, as restated	$5,554,168

17. SUBSEQUENT EVENTS

Subsequent events were evaluated through January 13, 2017, the date the financial statements were available to be issued. The County has not evaluated subsequent events after this date. No subsequent events were identified that would have required a change to the financial statements or disclosures in the notes to the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION OTHER THAN MANAGEMENT'S DISCUSSION AND ANALYSIS

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedules – General Fund

WILKINSON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP) BASIS AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Taxes:				
General property taxes	$ 4,096,019	$ 4,096,019	$ 3,965,764	$ (130,255)
Local option sales tax	566,000	566,000	466,995	(99,005)
Energy excise tax	1,100,000	1,100,000	885,623	(214,377)
Title ad valorem tax	210,000	210,000	254,691	44,691
Vehicle tax	190,000	190,000	182,395	(7,605)
Insurance premium tax	225,000	225,000	247,460	22,460
Other taxes	173,568	173,568	220,102	46,534
	6,560,587	6,560,587	6,223,030	(337,557)
Licenses and Permits:				
Occupation tax	7,000	7,000	5,330	(1,670)
Other	1,970	1,970	2,485	515
	8,970	8,970	7,815	(1,155)
Intergovernmental:				
Rural transit fee reimbursement	100,000	100,000	91,323	(8,677)
Senior citizens	58,000	58,000	64,170	6,170
Forest land protection grant	25,000	25,000	78,648	53,648
Public safety grants	7,500	7,500	8,025	525
	190,500	190,500	242,166	51,666
Charges for services:				
Tax Commissioner	293,800	293,800	325,036	31,236
Public transit fees	7,000	7,000	7,843	843
Streets and sanitation	2,500	2,500	2,877	377
Recreation	-	-	23,800	23,800
Resource officer	68,000	68,000	63,711	(4,289)
	371,300	371,300	423,267	51,967
Fees and fines:				
Sheriff costs and fees	91,856	91,856	71,992	(19,864)
Superior Court	100,000	100,000	93,657	(6,343)
Probate Court	74,000	74,000	83,657	9,657
Magistrate Court	24,000	24,000	23,853	(147)
Juvenile Court	250	250	90	(160)
	290,106	290,106	273,249	(16,857)
Interest income	22,173	22,173	29,973	7,800
Miscellaneous:				
Rent	1,500	1,500	1,800	300
Highway 57 landfill site	52,000	52,000	115,964	63,964
Annual landfill payment	50,000	50,000	50,000	-
Tonnage sales	92,000	92,000	100,484	8,484
Other	17,405	17,405	68,948	51,543
	212,905	212,905	337,196	124,291
Total revenues	7,656,541	7,656,541	7,536,696	(119,845)

WILKINSON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP) BASIS AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget
EXPENDITURES:				
Current Operating:				
General government	$ 3,133,109	$ 3,133,109	$ 3,204,350	$ (71,241)
Public safety	1,651,491	1,651,491	1,750,763	(99,272)
Judicial	653,337	653,337	655,540	(2,203)
Public works	938,877	938,877	905,401	33,476
Health and welfare	881,453	881,453	870,144	11,309
Culture/recreation	86,730	86,730	103,967	(17,237)
Economic development	62,252	62,252	63,758	(1,506)
Total operating expenditures	7,407,249	7,407,249	7,553,923	(146,674)
Capital Outlays:				
General government	13,000	13,000	21,040	(8,040)
Public safety	-	-	5,605	(5,605)
Judicial	-	-	-	-
Public works	-	-	-	-
Health and welfare	-	-	-	-
Culture/recreation	-	-	-	-
Economic development	-	-	-	-
Total capital expenditures	13,000	13,000	26,645	(13,645)
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total debt service	-	-	-	-
Total expenditures	7,420,249	7,420,249	7,580,568	(160,319)
Excess (deficiency) of revenues over expenditures	236,292	236,292	(43,872)	(280,164)
OTHER FINANCING SOURCES (USES):				
Interfund transfers:				
Emergency 911 Telephone Fund	(236,292)	(236,292)	(195,060)	41,232
	(236,292)	(236,292)	(195,060)	41,232
Excess (deficiency) of revenues over expenditures and other financing sources	-	-	(238,932)	(238,932)
FUND BALANCE, beginning of year	5,616,473	5,616,473	5,616,473	-
PRIOR PERIOD ADJUSTMENT	-	-	(62,305)	(62,305)
FUND BALANCE, beginning, as restated	5,616,473	5,616,473	5,554,168	(62,305)
FUND BALANCE, end of year	$ 5,616,473	$ 5,616,473	$ 5,315,236	$ (301,237)

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements not required by the GASB, nor are a part of the basic financial statements, but are presented for purposes of additional analysis. Such information includes:

- Combining Balance Sheet - Nonmajor Funds
- Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Funds
- Nonmajor Special Revenue Funds - Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP) Basis to Actual
  - Emergency 911
  - Law Library
  - Family Connection
  - Law Enforcement Confiscation
  - Drug Abuse Education
  - Jail
- General Fund Statement of Expenditures (Final Budget to Actual) Detailed by Department
- Combining Statements - Fiduciary funds
- Schedule of Projects Constructed with Special Sales Tax Proceeds
- Schedule of Required Expenditures Generated by Energy Excise Tax
- Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*
- Schedule of Findings and Questioned Costs

WILKINSON COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2016

	SPECIAL REVENUE						CAPITAL PROJECTS		Total
	Emergency 911 Fund	Law Library	Family Connection	Law Enforcement Confiscation	Drug Abuse Education	Jail	Capital Projects Fund (2003)	Balls Ferry	Nonmajor Governmental Funds
ASSETS:									
Cash and cash equivalents	$ 10,929	$ 470	$ 11,087	$ 8,928	$ 26,042	$ 21,524	$ -	$ 21,761	$ 100,741
Accounts receivables, net	20,146	-	-	-	195	85	-	-	20,426
Intergovernmental receivable	-	-	11,408	-	-	-	-	-	11,408
Due from other funds	-	-	-	-	-	-	-	-	-
Total assets	$ 31,075	$ 470	$ 22,495	$ 8,928	$ 26,237	$ 21,609	$ -	$ 21,761	$ 132,575
LIABILITIES:									
Accounts payable	$ -	$ 440	$ -	$ -	$ -	$ -	$ -	$ -	$ 440
Accrued expenses	6,599	-	-	-	-	-	-	-	6,599
Due to other funds	24,476	-	18,555	-	-	-	-	-	43,031
Total liabilities	31,075	440	18,555	-	-	-	-	-	50,070
FUND BALANCES:									
Restricted fund balance:									
Capital projects	-	-	-	-	-	-	-	21,761	21,761
Public safety	-	-	-	8,928	26,237	21,609	-	-	56,774
Judicial	-	30	-	-	-	-	-	-	30
Health and welfare	-	-	3,940	-	-	-	-	-	3,940
Total fund balances	-	30	3,940	8,928	26,237	21,609	-	21,761	82,505
Total liabilities and fund balance	$ 31,075	$ 470	$ 22,495	$ 8,928	$ 26,237	$ 21,609	$ -	$ 21,761	$ 132,575

WILKINSON COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENT FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2016

	SPECIAL REVENUE						CAPITAL PROJECTS		Total
	Emergency 911 Fund	Law Library	Family Connection	Law Enforcement Confiscation	Drug Abuse Education	Jail	Capital Projects Fund (2003)	Balls Ferry	Nonmajor Governmental Funds
REVENUES:									
Intergovernmental	$ -	$ -	$ 46,269	$ -	$ -	$ -	$ -	$ -	$ 46,269
Fines and forfeitures	-	5,074	-	6,030	15,395	14,017	-	-	40,516
Charges for services	66,896	-	-	-	-	-	-	-	66,896
Other	26	-	1,466	9	80	22	-	-	1,603
Total revenues	66,922	5,074	47,735	6,039	15,475	14,039	-	-	155,284
EXPENDITURES:									
Current operating:									
General government	-	-	-	-	-	-	-	-	-
Public safety	261,982	-	-	9,147	10,324	2,998	-	-	284,451
Judicial	-	3,209	-	-	-	-	-	-	3,209
Health and welfare	-	-	49,643	-	-	-	-	-	49,643
Culture and recreation	-	-	-	-	-	-	8,433	-	8,433
Capital outlays	-	-	-	-	55,995	5,875	-	-	61,870
Total expenditures	261,982	3,209	49,643	9,147	66,319	8,873	8,433	-	407,606
Excess (deficiency) of revenues over expenditures	(195,060)	1,865	(1,908)	(3,108)	(50,844)	5,166	(8,433)	-	(252,322)
OTHER FINANCING SOURCES (USES):									
Transfers in (out)	195,060	-	-	-	-	-	-	-	195,060
Total other financing sources and uses	195,060	-	-	-	-	-	-	-	195,060
Net change in fund balance	-	1,865	(1,908)	(3,108)	(50,844)	5,166	(8,433)	-	(57,262)
FUND BALANCE, beginning	-	(1,835)	5,848	12,036	77,081	16,443	8,433	21,761	139,767
FUND BALANCE, ending	$ -	$ 30	$ 3,940	$ 8,928	$ 26,237	$ 21,609	$ -	$ 21,761	$ 82,505

WILKINSON COUNTY, GEORGIA
EMERGENCY 911 TELEPHONE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP) BASIS AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Charges for services:				
E-911 fees	$ 60,000	$ 60,000	$ 66,896	$ 6,896
Intergovernmental:				
State grants	-	-	-	-
Other	-	-	26	26
	60,000	60,000	66,922	6,922
EXPENDITURES:				
Current operating:				
Personal services and employee benefits	260,000	260,000	246,127	13,873
Purchased/contracted services	20,000	20,000	11,481	8,519
Supplies	11,292	11,292	4,374	6,918
Capital outlays	5,000	5,000	-	5,000
Total expenditures	296,292	296,292	261,982	34,310
Excess revenues over (under) expenditures	(236,292)	(236,292)	(195,060)	41,232
OTHER FINANCING SOURCES (USES)				
Transfers in (out)	236,292	236,292	195,060	(41,232)
Excess revenues and other financing sources (uses) over (under) expenditures	-	-	-	-
FUND BALANCE, beginning of year	-	-	-	-
FUND BALANCE, end of year	$ -	$ -	$ -	$ -

WILKINSON COUNTY, GEORGIA
LAW LIBRARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP) BASIS AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Fines and forfeitures	$ 10,000	$ 10,000	$ 5,074	$ (4,926)
Other	-	-	-	-
	10,000	10,000	5,074	(4,926)
EXPENDITURES:				
Current operating:				
Purchased/contracted services	4,500	4,500	-	4,500
Supplies	4,500	4,500	3,209	1,291
Capital outlays	1,000	1,000	-	1,000
Total expenditures	10,000	10,000	3,209	6,791
Excess revenues over (under) expenditures	-	-	1,865	1,865
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Excess revenues and other financing sources (uses) over (under) expenditures	-	-	1,865	1,865
FUND BALANCE, beginning of year	(1,835)	(1,835)	(1,835)	-
FUND BALANCE, end of year	$ (1,835)	$ (1,835)	$ 30	$ 1,865

WILKINSON COUNTY, GEORGIA
FAMILY CONNECTION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP) BASIS AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Intergovernmental	$ 47,000	$ 47,000	$ 46,269	$ (731)
Other	9,000	9,000	1,466	(7,534)
	56,000	56,000	47,735	(8,265)
EXPENDITURES:				
Current operating:				
Purchased/contracted services	50,000	50,000	49,196	804
Supplies	5,000	5,000	447	4,553
Capital outlays	1,000	1,000	-	1,000
Total expenditures	56,000	56,000	49,643	6,357
Excess revenues over (under) expenditures	-	-	(1,908)	(1,908)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Excess revenues and other financing sources (uses) over (under) expenditures	-	-	(1,908)	(1,908)
FUND BALANCE, beginning of year	5,848	5,848	5,848	-
FUND BALANCE, end of year	$ 5,848	$ 5,848	$ 3,940	$ (1,908)

WILKINSON COUNTY, GEORGIA
LAW ENFORCEMENT CONFISCATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP) BASIS AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Fines and forfeitures	$ 10,000	$ 10,000	$ 6,030	$ (3,970)
Other	-	-	9	9
	10,000	10,000	6,039	(3,961)
EXPENDITURES:				
Current operating:				
Purchased/contracted services	8,000	8,000	7,714	286
Supplies	1,500	1,500	1,433	67
Capital outlays	500	500	-	500
Total expenditures	10,000	10,000	9,147	853
Excess revenues over (under) expenditures	-	-	(3,108)	(3,108)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Excess revenues and other financing sources (uses) over (under) expenditures	-	-	(3,108)	(3,108)
FUND BALANCE, beginning of year	12,036	12,036	12,036	-
FUND BALANCE, end of year	$ 12,036	$ 12,036	$ 8,928	$ (3,108)

WILKINSON COUNTY, GEORGIA
DRUG ABUSE EDUCATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP) BASIS AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Fines and forfeitures	$ 20,000	$ 20,000	$ 15,395	$ (4,605)
Other	-	-	80	80
	20,000	20,000	15,475	(4,525)
EXPENDITURES:				
Current operating:				
Purchased/contracted services	10,000	10,000	10,324	(324)
Supplies	1,000	1,000	-	1,000
Capital outlays	9,000	9,000	55,995	(46,995)
Total expenditures	20,000	20,000	66,319	(46,319)
Excess revenues over (under) expenditures	-	-	(50,844)	(50,844)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Excess revenues and other financing sources (uses) over (under) expenditures	-	-	(50,844)	(50,844)
FUND BALANCE, beginning of year	77,081	77,081	77,081	-
FUND BALANCE, end of year	$ 77,081	$ 77,081	$ 26,237	$ (50,844)

WILKINSON COUNTY, GEORGIA
JAIL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP) BASIS AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Fines and forfeitures	$ 15,000	$ 15,000	$ 14,017	$ (983)
Other	-	-	22	22
	15,000	15,000	14,039	(961)
EXPENDITURES:				
Current operating:				
Purchased/contracted services	2,000	2,000	350	1,650
Supplies	5,000	5,000	2,648	2,352
Capital outlays	8,000	8,000	5,875	2,125
Total expenditures	15,000	15,000	8,873	6,127
Excess revenues over (under) expenditures	-	-	5,166	5,166
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Excess revenues and other financing sources (uses) over (under) expenditures	-	-	5,166	5,166
FUND BALANCE, beginning of year	16,443	16,443	16,443	-
FUND BALANCE, end of year	$ 16,443	$ 16,443	$ 21,609	$ 5,166

WILKINSON COUNTY, GEORGIA
AGENCY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Superior Court	Sheriff's Office	Magistrate Court	Probate Court	Juvenile Court	Tax Commissioner's Office	Total Agency Funds
ASSETS:							
Cash	$ 88,926	$ 14,202	$ 633	$ -	$ 264	$ 51,455	$ 155,480
LIABILITIES:							
Due to others	$ 74,875	$ 12,214	$ 633	$ -	$ 14	$ 51,455	$ 139,191
Due to General Fund	14,051	1,988	-	-	250	-	16,289
	$ 88,926	$ 14,202	$ 633	$ -	$ 264	$ 51,455	$ 155,480

WILKINSON COUNTY, GEORGIA

GENERAL FUND

SCHEDULE OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)

FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget
GENERAL GOVERNMENT:				
Board of Commissioners:				
Personal services	$ 246,977	$ 246,977	$ 251,503	$ (4,526)
Purchased/contracted services	66,600	66,600	83,274	(16,674)
Supplies	5,700	5,700	5,690	10
Capital outlays	-	-	-	-
	319,277	319,277	340,467	(21,190)
Tax Commissioner:				
Personal services	167,989	167,989	169,000	(1,011)
Purchased/contracted services	45,439	45,439	37,602	7,837
Supplies	8,100	8,100	12,792	(4,692)
Capital outlays	1,500	1,500	-	1,500
	223,028	223,028	219,394	3,634
Tax Assessors:				
Personal services	168,615	168,615	169,580	(965)
Purchased/contracted services	42,124	42,124	39,431	2,693
Supplies	3,500	3,500	3,112	388
Capital outlays	11,500	11,500	9,333	2,167
	225,739	225,739	221,456	4,283
Board of Registrars and Elections:				
Personal services	72,711	72,711	63,522	9,189
Purchased/contracted services	11,250	11,250	11,669	(419)
Supplies	7,900	7,900	5,590	2,310
Capital outlays	-	-	2,880	(2,880)
	91,861	91,861	83,661	8,200
Coroner:				
Personal services	25,200	25,200	22,024	3,176
Purchased/contracted services	5,800	5,800	3,378	2,422
Supplies	1,250	1,250	727	523
Capital outlays	-	-	-	-
	32,250	32,250	26,129	6,121
Public Building and Property:				
Personal services	24,720	24,720	25,298	(578)
Purchased/contracted services	234,000	234,000	234,225	(225)
Supplies	15,000	15,000	19,606	(4,606)
Capital outlays	-	-	8,827	(8,827)
	273,720	273,720	287,956	(14,236)

WILKINSON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget
Tax Equalization Office:				
Personal services	$ 1,000	$ 1,000	$ 260	$ 740
Purchased/contracted services	700	700	1,168	(468)
Supplies	125	125	-	125
Capital outlays	-	-	-	-
	1,825	1,825	1,428	397
County Agent:				
Personal services	23,443	23,443	21,512	1,931
Purchased/contracted services	9,218	9,218	5,700	3,518
Supplies	2,200	2,200	1,246	954
	34,861	34,861	28,458	6,403
Miscellaneous General Government:				
Property and liability insurance	96,410	96,410	100,067	(3,657)
Employee fringe benefits	1,195,955	1,195,955	1,314,932	(118,977)
Energy excise tax payments	480,000	480,000	390,161	89,839
Landfill corrective measures & postclosure	94,000	94,000	83,692	10,308
Legal fees	10,000	10,000	66,086	(56,086)
Forestry department	26,745	26,745	26,745	-
Other	40,438	40,438	34,758	5,680
	1,943,548	1,943,548	2,016,441	(72,893)
Total general government	3,146,109	3,146,109	3,225,390	(79,281)
PUBLIC SAFETY:				
Sheriff's Office:				
Personal services	746,990	746,990	768,089	(21,099)
Purchased/contracted services	82,549	82,549	104,148	(21,599)
Supplies	111,700	111,700	99,160	12,540
Capital outlays	-	-	5,605	(5,605)
	941,239	941,239	977,002	(35,763)
Jail:				
Personal services	510,886	510,886	532,320	(21,434)
Purchased/contracted services	31,030	31,030	52,981	(21,951)
Supplies	94,250	94,250	128,322	(34,072)
Capital outlays	-	-	-	-
	636,166	636,166	713,623	(77,457)
Courthouse Security:				
Personal services	74,086	74,086	61,830	12,256
Supplies	-	-	3,913	(3,913)
	74,086	74,086	65,743	8,343
Total public safety	1,651,491	1,651,491	1,756,368	(104,877)

WILKINSON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget
JUDICIAL SYSTEM:				
Superior Court:				
Personal services	$ 203,145	$ 203,145	$ 214,908	$ (11,763)
Purchased/contracted services	150,239	150,239	158,049	(7,810)
Supplies	8,400	8,400	7,622	778
Capital outlays	-	-	-	-
	361,784	361,784	380,579	(18,795)
Probate Court:				
Personal services	117,400	117,400	118,502	(1,102)
Purchased/contracted services	32,200	32,200	28,415	3,785
Supplies	7,700	7,700	3,450	4,250
Capital outlays	-	-	-	-
	157,300	157,300	150,367	6,933
Magistrate Court:				
Personal services	110,193	110,193	108,903	1,290
Purchased/contracted services	18,860	18,860	12,377	6,483
Supplies	5,200	5,200	3,314	1,886
Capital outlays	-	-	-	-
	134,253	134,253	124,594	9,659
Total Judicial	653,337	653,337	655,540	(2,203)
PUBLIC WORKS:				
Road Department:				
Personal services	535,736	535,736	540,729	(4,993)
Purchased/contracted services	68,150	68,150	54,670	13,480
Supplies	221,000	221,000	207,334	13,666
Capital outlays	-	-	-	-
	824,886	824,886	802,733	22,153
Sanitation Department:				
Personal services	69,341	69,341	69,562	(221)
Purchased/contracted services	39,400	39,400	29,684	9,716
Supplies	5,250	5,250	3,422	1,828
Capital outlays	-	-	-	-
	113,991	113,991	102,668	11,323
Total Public Works	938,877	938,877	905,401	33,476
HEALTH AND WELFARE:				
Public Health:				
Emergency management	41,062	41,062	53,585	(12,523)
Ambulance - service contract	389,000	389,000	384,000	5,000
Ambulance - other operating	18,800	18,800	22,573	(3,773)
Paws and Claws	15,000	15,000	15,000	-
Board of Health	151,250	151,250	151,250	-
Family and Children Services	21,600	21,600	21,600	-
	636,712	636,712	648,008	(11,296)

WILKINSON COUNTY, GEORGIA
GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget
Senior Citizen Center:				
Personal services	$ 56,816	$ 56,816	$ 55,225	$ 1,591
Purchased/contracted services	5,270	5,270	4,597	673
Supplies	47,305	47,305	31,036	16,269
Capital outlays	-	-	-	-
	109,391	109,391	90,858	18,533
Public Transit:				
Personal services	$ 98,120	$ 98,120	$ 100,701	$ (2,581)
Purchased/contracted services	6,630	6,630	9,859	(3,229)
Supplies	30,600	30,600	20,718	9,882
Capital outlays	-	-	-	-
	135,350	135,350	131,278	4,072
Total Health and Welfare	881,453	881,453	870,144	11,309
CULTURE/RECREATION:				
Recreation:				
Personal services	15,730	15,730	12,779	2,951
Purchased/contracted services	45,000	45,000	65,188	(20,188)
Supplies	-	-	-	-
Capital outlays	-	-	-	-
	60,730	60,730	77,967	(17,237)
Library:				
Library contributions	26,000	26,000	26,000	-
Capital outlays	-	-	-	-
	26,000	26,000	26,000	-
Total Culture/Recreation	86,730	86,730	103,967	(17,237)
ECONOMIC DEVELOPMENT:				
Development Authority contribution	62,252	62,252	63,758	(1,506)
GRAND TOTAL	$ 7,420,249	$ 7,420,249	$ 7,580,568	$ (160,319)

WILKINSON COUNTY, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED WITH
SPECIAL SALES TAX PROCEEDS
For the Year Ended September 30, 2016

Project	Original Estimated Cost	Revised Estimated Cost	Expenditures			Estimated Percentage of Completion
			Prior Years	Current Year	Total	
2003 Tax:						
Recreation facilities	$ 400,000	$ 409,609	$ 401,176	$ 8,433	$ 409,609	100.0%
Public safety - equipment	400,000	434,598	434,598	-	434,598	100.0%
Public safety - vehicles	-	59,669	59,669	-	59,669	100.0%
Public works	N/A	2,490,453	2,490,453	-	2,490,453	100.0%
Courthouse/extension	4,000,000	4,010,466	4,010,466	-	4,010,466	100.0%
Furniture and equipment	N/A	365,819	365,819	-	365,819	100.0%
New cell development	N/A	245,077	245,077	-	245,077	100.0%
Architectural and engineering	N/A	26,406	26,406	-	26,406	100.0%
Bond issuance costs	N/A	81,467	81,467	-	81,467	100.0%
Debt service	N/A	4,505,839	4,505,839	-	4,505,839	100.0%
City of Toomsboro	N/A	37,749	37,749	-	37,749	100.0%
2013 Tax:						
Roads, streets and bridges	$2,550,391	$2,550,391	$ 91,046	$ 120,458	$ 211,504	8.3%
Public safety/Economic development	2,147,696	2,147,696	146,381	348,725	495,106	23.1%
Recreation	210,000	210,000	-	41,567	41,567	19.8%
Public buildings/capital equipment	1,300,000	1,300,000	-	212,675	212,675	16.4%
Solid waste	235,000	235,000	-	-	-	-
City projects:						
City of Allentown	147,936	147,936	23,592	12,668	36,260	24.5%
City of Danville	25,385	25,385	4,048	2,174	6,222	24.5%
City of Gordon	1,765,601	1,765,601	281,578	151,193	432,771	24.5%
City of Irwinton	515,587	515,587	82,224	44,151	126,375	24.5%
City of Ivey	858,728	858,728	136,947	73,535	210,482	24.5%
City of McIntyre	568,984	568,984	90,739	48,723	139,462	24.5%
City of Toomsboro	413,170	413,170	65,891	35,380	101,271	24.5%

WILKINSON COUNTY, GEORGIA
SCHEDULE OF REQUIRED EXPENDITURES
GENERATED BY ENERGY EXCISE TAX
For the Year Ended September 30, 2016

REVENUE:	
Energy excise taxes	$ 885,623
EXPENDITURES:	
Wilkinson County	$ 495,461
City of Allentown	12,352
City of Danville	3,842
City of Gordon	199,648
City of Irwinton	35,296
City of Ivey	68,768
City of McIntyre	40,325
City of Toomsboro	29,931
	$ 885,623

WRIGHT & WRIGHT, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
130 NORTH HARRIS STREET • POST OFFICE BOX 1014
SANDERSVILLE, GEORGIA 31082
email: wwpc@wrightandwrightpc.com

CLYDE K. WRIGHT, CPA
BRIAN K. WRIGHT, CPA

TELEPHONE (478) 552-6146
FACSIMILE (478) 552-6158

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

To the County Commissioners
Wilkinson County, Georgia

We have audited, 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, the financial statements of the governmental activities, the business type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Wilkinson County, Georgia as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise Wilkinson County, Georgia's basic financial statements and have issued our report thereon dated January 13, 2017.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and therefore material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that were considered to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

We did identify certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies in internal control over financial reporting noted as items 16-1 through 16-2.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Wilkinson County Georgia's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as item 16-3.

Wilkinson County, Georgia's Response to Findings

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

Purpose of this Report

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

Wright & Wright, P. C.

January 13, 2017

WILKINSON COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended September 30, 2016

16-1 Segregation of Duties

Condition

Because of a limited number of available personnel in some of the Agency Funds, it is not always possible to adequately segregate certain incompatible duties, so that no one employee has access to both physical assets and the related accounting records, or to all phases of a transaction.

Criteria

The County has a one employee in some of the Agency Funds who performs all financial duties, including receiving and depositing funds, writing checks and reconciling bank accounts. Items are approved for disbursement by the elected official, who signs checks.

Effect

Because of the lack of segregation of duties, the possibility exists that unintentional or intentional errors or irregularities could exist and not be promptly detected.

Recommendation

We recommend that management continue to exercise alert supervision of employees in order to protect the assets of the County.

Response of Responsible Officials

We concur with and plan to implement the recommendations.

16-2 Controls Over Financial Statement Presentation

Condition

The County's financial statements and related footnotes are not prepared by County employees.

Criteria

County personnel do not currently possess the professional skills necessary to prepare the year end financial statements in sufficient detail to detect material misstatements in the financial statements and related footnotes.

Effect

The deficiency identified above could result in a material misstatement to the County's financial statements that would not be prevented or detected on a timely basis.

Recommendation

The County should consider additional training that would provide accounting personnel with the skills to detect and correct misstatements in the financial statements.

Response of Responsible Officials

We concur. We will evaluate the cost effectiveness of implementing the control and act accordingly.

16-3 Budgetary

Condition

In the County's General Fund, actual expenditures exceeded budget appropriations in several departments.

Criteria

Departmental expenditures which exceed budgeted appropriations are a violation of state law.

Effect

Fiscal control and accountability over departmental expenditures may be jeopardized.

Recommendation

The County should monitor the budget and amend it when appropriate.

Response of Responsible Officials

The County Commissioners will analyze budgetary financial data periodically and amend the budget when appropriate.