

***Laurens County,
Georgia***

Annual Financial Report

***For the Year Ended
June 30, 2012***

LAURENS COUNTY, GEORGIA

**ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2012**

Issued by: Scott Bourassa, Finance Officer
under Authority of the Board of Commissioners

LAURENS COUNTY, GEORGIA

**ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2012**

	<i>Exhibit</i>	<i>Page</i>
INDEPENDENT AUDITORS' REPORT		1
MANAGEMENT'S DISCUSSION AND ANALYSIS		3
BASIC FINANCIAL STATEMENTS:		
Government-wide Financial Statements:		
Statement of Net Assets.....	1	10
Statement of Activities.....	2	11
Fund Financial Statements:		
Governmental Fund Financial Statements:		
Balance Sheet – Governmental Funds	3	12
Reconciliation of Net Assets - Governmental Funds in the Statement of Net Assets to Total Fund Balance - Governmental Funds on the Balance Sheet.....	4	13
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	5	14
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	6	15
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – General Fund.....	7	16
Proprietary Fund Financial Statements:		
Statement of Net Assets – Proprietary Funds.....	8	17
Statement of Revenues, Expenses and Changes in Fund Net Assets – Proprietary Funds	9	18
Statement of Cash Flows – Proprietary Funds	10	20
Fiduciary Fund Financial Statements:		
Statement of Fiduciary Assets and Liabilities	11	20
Notes to Financial Statements		21
REQUIRED SUPPLEMENTARY INFORMATION OTHER THAN MANAGEMENT'S DISCUSSION AND ANALYSIS:		
Report on Supplementary Information		50
Budgetary Comparison Schedule – General Fund	12	51
Schedule of Funding Progress – Defined Benefit Pension Plan.....	13	56
OTHER SUPPLEMENTARY INFORMATION:		
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – SPLOST Fund	14	58
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – 2012 SPLOST Fund	15	59
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Permanent Fund	16	60
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – Emergency Medical Service Fund.....	17	61
Schedule of Net Assets – Sanitation Fund	18	63
Schedule of Revenues, Expenses and Changes in Net Assets – Sanitation Fund	19	64
Schedule of Cash Flows – Sanitation Fund	20	65

LAURENS COUNTY, GEORGIA

**ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Exhibit</u>	<u>Page</u>
Combining Balance Sheet – Non-major Governmental Funds	21	67
Combining Schedule of Revenues, Expenditures and Fund Balances – Non-major Governmental Funds	22	68
Budgetary Comparison:		
Grants Fund.....	23	69
Confiscated Assets Fund.....	24	70
Enhanced 911.....	25	71
Crime Victims Assistance Fund.....	26	72
Judicial Services Fund.....	27	73
Combining Schedule of Net Assets – Internal Service Funds	28	75
Combining Schedule of Revenues, Expenses and Changes in Net Assets - Internal Service Funds.....	29	76
Combining Schedule of Cash Flows – Internal Service Funds	30	77
Combining Schedule of Fiduciary Net Assets.....	31	79
 COMPLIANCE SECTION:		
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <u>Government Auditing Standards</u>		80
Schedule of Findings and Questioned Costs		82
Schedule of Status of Prior Audit Findings		84
 OTHER INFORMATION:		
Schedule of Expenditures of Special Purpose Local Option Sales Tax.....	32	85
Schedule of Revenues and Expenditures – Budget and Actual – Family Connection....	33	86
Schedule of State Contractual Assistance – Family Connection	34	87



Financial Section



INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners
Of Laurens County, Georgia:

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Laurens County, Georgia (the "County"), as of and for the year ended June 30, 2012, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Laurens County, Georgia's elected officials and management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Laurens County Public Health Center and the Dublin-Laurens County Development Authority, major component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Laurens County Public Health Center and the Dublin-Laurens County Development Authority is based 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 of material misstatement. The financial statements of the Laurens County Hospital Authority were not audited in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Laurens County, Georgia, as of June 30, 2012, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 10, 2013 on our consideration of Laurens 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 compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis, on pages 3 through 9, and the required supplementary information other than management's discussion and analysis, on pages 50 through 56, respectively, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

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

Thigpen, Jones, Seaton, & Co., P.C.

January 10, 2013
Dublin, Georgia



Management's Discussion and Analysis

LAURENS COUNTY, GEORGIA

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Laurens County, Georgia, we offer readers of our financial statements this narrative overview and analysis of the financial activities of Laurens County for the fiscal year ended June 30, 2012. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the County's financial statements, which follow this narrative.

Financial Highlights

Key financial highlights for FY12 are as follows:

The County's combined net assets totaled \$45.8 million. Of this amount, negative unrestricted net assets amounted to \$2.3 million. The reason for the negative unrestricted net assets is due to the County obtaining a Tax Anticipation Note in the 2012 SPLOST governmental fund which will not have income until Fiscal Year Ending June 30, 2013. The negative unrestricted net assets will be eliminated when the SPLOST revenue is collected in Fiscal Year Ending June 30, 2013.

Combined revenue totaled \$30.2 million of which governmental activities totaled \$28.6 million.

Overall expenses totaled \$31.1 million of which governmental activities totaled \$30 million.

Overall the net change in fund balance was an increase of \$6.5 million which was caused by assuming \$7.2 million in assets of the Laurens County Hospital Authority which was dissolved. The net change in the general fund balance was an increase of \$416,737.

As of June 30, 2012, the County's General Fund reported an unassigned fund balance of \$3.8 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to Laurens County, Georgia's basic financial statements. The County's basic financial statements consist of the following elements:

Government-wide Financial Statements

Government-wide financial statements provide both long-term and short-term information about the County's overall financial condition. Changes in the County's financial position may be measured over time by increases and decreases in the Statement of Net Assets. Information on how the County's net assets changed during the fiscal year is presented in the Statement of Activities.

Fund Financial Statements

Fund financial statements focus on individual parts of the County, reporting the County's operations in more detail than the government-wide financial statements. Fund financial statements include the statements for governmental, proprietary, and fiduciary funds. Financial statements for the County's component units are also presented.

Notes to the Financial Statements

Notes to the financial statements provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements.

Refer to Note 1 to the financial statements for more detailed information on the elements of the financial statements. Table 1 below summarizes the major features of the basic financial statements.

Table 1: Major Features of the Basic Financial Statements				
	Government-wide Financial Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire State government (except fiduciary funds) and the County's component units	Activities of the County that are not proprietary or fiduciary	Activities of the County that are operated similar to private business	Instances in which the County is the trustee or agent for someone else's resources
Required financial statements	Statement of net assets Statement of activities	Balance sheet Statement of revenues, expenditures, and changes in fund balances	Statement of net assets Statement of revenues, expenditures, and changes in net assets Statement of cash flows	Statement of fiduciary net assets Statement of changes in fiduciary net assets
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term
Type of inflow/outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year Expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid	All revenues and expenses during the year, regardless of when cash is received or paid

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Condensed Statement of Net Assets

Table 2 below presents the County's condensed statement of net assets as of June 30, 2012 and 2011. The County did not maintain a business-type activity in 2011, therefore only one year has been presented.

Table 2: Condensed Statement of Net Assets

	<u>Governmental Activities</u>		<u>Business-type</u>
	<u>2012</u>	<u>2011</u>	<u>Activity</u> <u>2012</u>
Assets			
Current and other assets	\$ 11,077,541	\$ 17,454,269	\$ 184,403
Capital assets	37,035,905	37,792,395	419,037
Total Assets	<u>48,113,446</u>	<u>55,246,664</u>	<u>603,440</u>
Liabilities			
Other liabilities	1,975,438	7,693,655	95,553
Long-term liabilities	829,002	896,960	-
Total liabilities	<u>2,804,440</u>	<u>8,590,615</u>	<u>95,553</u>
Net Assets			
Invested in capital assets, net of related debt	36,138,945	36,451,566	419,037
Restricted	11,518,273	4,254,658	-
Unrestricted	(2,348,212)	5,949,825	88,850
Total net assets	<u>\$ 45,309,006</u>	<u>\$ 46,656,049</u>	<u>\$ 507,887</u>

The largest component of the County's net assets is its investment in capital assets (e.g. land, infrastructure, buildings, equipment, and others), less any related debt outstanding that was needed to acquire or construct the assets. The County uses these capital assets to provide services to the citizens and businesses in the County; consequently, these net assets are not available for future spending. Restricted net assets represent resources that are subject to external restrictions, constitutional provisions, or enabling legislation on how they can be used. The remaining portion of net assets is unrestricted, which can be used to finance government operations.

Condensed Statement of Activities

Table 3 below presents the County's condensed statement of activities for the fiscal year ended June 30, 2012 and 2011. Over time, increases and decreases in net assets measure whether the County's financial position is improving or deteriorating.

Table 3: Condensed Statement of Activities

	<u>Governmental Activities</u>	
	<u>2012</u>	<u>2011</u>
Revenues		
Program revenues:		
Charges for services	\$ 9,878,180	\$ 10,804,006
Operating grants and contributions	648,945	790,120
Capital grants and contributions	198,265	222,571
General revenues:		
Property taxes	7,449,259	7,578,379
Other taxes	10,478,572	10,692,133
Other revenues	492,309	592,409
Total Revenues	<u>29,145,530</u>	<u>30,679,618</u>
Expenses		
General government	7,550,792	7,866,467
Judicial	3,360,154	3,429,657
Public safety	11,450,456	12,284,690
Public works	4,522,779	5,670,677
Health and welfare	242,167	265,042
Conservation and natural resources	1,070,753	1,078,606
Housing and development	1,555,201	146,072
Interest on long-term debt	224,317	95,444
Total Expenses	<u>29,976,619</u>	<u>30,836,655</u>
Increase (decrease) in net assets before gain (loss) and transfers	(831,089)	(157,037)
Gain (loss) on sale of capital assets	(8,270)	25,802
Transfers	(507,684)	-
Change in net assets	<u>(1,347,043)</u>	<u>(131,235)</u>
Beginning net assets	46,656,049	46,760,243
Restatement of Prior Year Net Assets	-	27,041
Ending net assets	<u>\$ 45,309,006</u>	<u>\$ 46,656,049</u>

During the fiscal year ending June 30, 2012, the net assets of the government activities decreased \$1,347,043 or 2.89%. Total revenues for 2012 decreased by \$1,534,088 or 5.0%. The decrease was due to several factors. The main reason for the decrease was the establishment of a business type activity for sanitation collection. A portion of the insurance premium tax was allocated to the sanitation fund, resulted in a decrease to other taxes. Charges for services decreased \$925,826 or 8.6% was mainly due to a higher loss in the self-insurance fund than in the prior year. Operating and capital grants slightly decreased due to grants being completed and no new grants were obtained to take their place. Total expenses for 2012 decreased by \$860,036 or 2.8%. The main reason for the decrease in expenses in 2012 was due to the establishment of the business type activity for sanitation collection. The establishment of the fund removed \$1.1 million in

expenses from governmental activities. This is evidenced by the \$1,147,898 decrease in Public Works. Housing and development did increase \$1.4 million due to new economic development in the SPLOST funds. The increase was offset by \$834,234 decrease in Public Safety expenses. The decrease is attributable to expenses being down in the jail for inmate medical as well as lower expenses in EMS and a decrease in capital outlay expenditures in the SPLOST funds.

Approximately 26% of the County's revenues came from property taxes and approximately 36.59% came from other taxes. Approximately 33.9% of the County's revenues came from charges for services and approximately 4.6% came from grants and other revenues. Although a majority of the County's expenses are financed by property taxes and other taxes, the County continues to rely heavily on revenues from charges for services to fund its budget. The County's expenses cover a range of services with 38.2% related to public safety, 15.1% related to public works, 25.2% related to general government activities which includes the tax commissioner and tax assessor, and 11.2% related to judicial activities. Although total expenses have decreased there has only been a minor shift in the allocation of resources.

Program Expenses and Revenues for Governmental Activities

Table 4 below presents program expenses and revenues for governmental activities for the fiscal year ended June 30, 2012 and 2011.

**Table 4: Program Expenses and Revenues
for Governmental Activities**

Programs	2012		Net Program Expenses (Revenues)(b)
	Program Expenses	Program Revenues	
General government	\$ 7,550,792	\$ 3,603,696	\$ 3,947,096
Judicial	3,360,154	2,948,837	411,317
Public safety	11,450,456	3,786,489	7,663,967
Public works	4,522,779	305,994	4,216,785
Health and welfare	242,167	80,374	161,793
Conservation and natural resources	1,070,753	-	1,070,753
Intergovernmental payments	1,555,201	-	1,555,201
Interest on long-term debt	224,317	-	224,317
Totals	<u>\$ 29,976,619</u>	<u>\$ 10,725,390</u>	<u>\$ 19,251,229</u>

Programs	2011		Net Program Expenses (Revenues)(b)
	Program Expenses	Program Revenues	
General government	\$ 7,866,467	\$ 4,212,754	\$ 3,653,713
Judicial	3,429,657	3,080,241	349,416
Public safety	12,284,690	4,121,965	8,162,725
Public works	5,670,677	253,310	5,417,367
Health and welfare	265,042	148,427	116,615
Conservation and natural resources	1,078,606	-	1,078,606
Intergovernmental payments	146,072	-	146,072
Interest on long-term debt	95,444	-	95,444
Totals	<u>\$ 30,836,655</u>	<u>\$ 11,816,697</u>	<u>\$ 19,019,958</u>

(b) Net program expenses are mainly supported by taxes

Program revenues are allocated based on which program collects the revenue. Therefore, judicial program expenses were adequately covered by charges for services due to the allocation of traffic fines issued by public safety, but collected by Probate Court. Overall, program revenues were not sufficient to cover program expenses for governmental activities. The net program expenses of these governmental activities were therefore supported by general revenues, mainly taxes.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

As of the close of the fiscal year, the County's governmental funds reported a combined ending fund balance of \$8,884,482 with \$147,038 reported as non-spendable, \$11,518,273 reported as restricted, and a negative \$2,780,829 unassigned fund balance. The reason for the negative unassigned fund balance is due to the County obtaining a Tax Anticipation Note in the 2012 SPLOST governmental fund which will not have income until Fiscal Year Ending June 30, 2013. The negative unassigned fund balance will be eliminated when the SPLOST revenue is collected in Fiscal Year Ending June 30, 2013.

The General Fund is the operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$3,753,311 and total fund balance was \$3,878,111. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance to total fund expenditures. Unassigned fund balance represents 20.52% of total General Fund expenditures, while total fund balance represents 21.20%. The net change in the General Fund's fund balance for the fiscal year ended June 30, 2012, was an increase of \$416,737 or 12.04%. The reason for the increase in the fund balance was mainly due to decreases in expenditures of public safety which decreased \$381,121. One reason for the decrease in public safety was due to lower inmate medical costs.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the fiscal year, the County may revise the budget on several occasions. Generally, budget amendments fall into one of three categories: 1) amendments made to adjust the estimates that are used to prepare the original budget once exact information is available; 2) amendments made to recognize new funding amounts from external sources, such as Federal and State grants; 3) increases in appropriations that become necessary to maintain services. The fiscal year ended June 30, 2012 budget was amended to create an enterprise fund for sanitation services. The sanitation department that was originally budgeted in the general fund was eliminated and a budget was established for the new enterprise fund.

The actual operating revenues of the General Fund did exceed the final budgeted amounts by \$712,105. The major factor contributing to the favorable variance was due to increase in charges for services and taxes by \$386,404 and \$364,949, respectively.

The actual operating expenditures of the General Fund did not exceed the final budgeted amounts by \$220,109. The main reason for the favorable variance was due to the County managing their expenditures with regard to the budget established.

CAPITAL ASSET AND LONG-TERM DEBT ACTIVITY

At June 30, 2012, the County reported \$37,035,905 in capital assets for governmental activities. Major capital asset transactions during the year were several paving and resurfacing projects. Also, equipment was purchased for emergency management, sheriff department as well as public works. Refer to Note III-D to the financial statements for additional information on capital assets.

At June 30, 2012, the County reported capital lease debt of \$11,771. Refer to Note III-G to the financial statements for additional information on capital leases. The County has also entered into an intergovernmental agreement with the Laurens County Public Facilities Authority, a component unit, to finance the installation of an air conditioning system in the courthouse, construction of EMA/EMS building, construction of t-hangers, road construction, and construction of mental health buildings. Refer to Note III-G to the financial statements for additional information on the long-term debt.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

As with the rest of the State of Georgia, Laurens County's economic climate for FY 2012 has been a very slow recovery. Revenues such as sales tax appear to have leveled off and are slowly creeping up. Even with the lower levels of taxes, the Special Local Option Sales Tax continues to assist the County in funding much needed capital outlay projects such as resurfacing infrastructure and purchasing needed equipment for public safety and public works. Laurens County industry has declined due to layoffs at major industries. However none of the industries has closed and they continue to operate. Fortunately, Laurens County has obtained two new industries that will provide jobs in the next few years. The economic outlook for FY 2013 appears to be looking toward a slow recovery out of the recession. It is expected that the tax digest will slightly increase and sales tax is anticipated to increase only slightly during FY 2013. However, Laurens County is actively working on bringing industry to this area. The outlook for new industry would look good, except for the uncertainty of what the Federal Government plans are for the economy.

The development of the FY 2013 budget was challenging. Although the County has added new industry, their economic impact will not be felt for a couple more years. Also, the County is still in a slow economic recovery. The slow recovery is compounded by the inability of the Federal Government to make meaningful decisions that will avoid another recession. Also, with the new healthcare legislation taking effect in 2013, businesses will continue to be looking to reduce costs which could mean a sluggish economy. The property tax digest increasing slightly has impacted the County's ability to maintain existing service levels without a tax increase. The FY 2013 general fund budget represents an increase over the FY 2012 general fund budget. The millage rate and other charges for services were not increased for FY 2013.

Difficult choices have been made as the FY 2013 budget was developed, and it represents a balance between available resources and needs. This balance was achieved using the objectives and priorities established by the Board of Commissioners.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. Questions about this report or requests for additional financial information may be addressed to:

Laurens County Finance Department
117 East Jackson Street
P.O. Box 2011
Dublin, Georgia 31040
Telephone: (478) 272-4755



Basic Financial Statements

LAURENS COUNTY, GEORGIA

STATEMENT OF NET ASSETS JUNE 30, 2012

Exhibit 1

	Primary Government		Component Units				
	Governmental Activities	Business - type Activity	Total	Solid Waste Management Authority	Public Facilities Authority	Development Authority	Public Health Center
Assets							
Cash and cash equivalents	7,540,496	110,190	7,650,686	1,000,593	436,326	1,222,355	1,455,371
Certificates of deposit						569,042	1,058,539
Receivables, net of allowances for uncollectible:							
Taxes	467,369		467,369				
Accounts	872,518	71,814	944,332	108,784			
Due from other governments	1,254,854		1,254,854			30,241	538,368
Rent							
Accrued interest receivable	416		416	4,309		1,635	
Prepaid expenditures	147,038	2,399	149,437	7,605			
Internal balances	68,204	(68,204)					
Advances to component units	14,654		14,654				
Note receivable to component unit	712,000		712,000				
Advances to primary government							
Capital assets:							
Land and other non-depreciable assets	3,803,167		3,803,167	268,824		4,482,006	
Other capital assets, net of depreciation	33,232,738		33,545,941	1,669,213		5,614,042	239,840
Utility deposits						150	
Restricted cash - post closure care costs				3,398,425			
Total assets	48,113,446	539,236	48,648,682	6,472,823	1,320,515	11,919,471	3,292,118
Liabilities							
Accounts payable	1,274,578	27,349	1,301,927	27,222			55,609
Accrued expenses	114,732		114,732	16,105		1,741	
Due to other governments							10,210
Accrued interest payable						44,361	
Post employment benefits payable	45,833		45,833				
Compensated absences payable - current	472,337		472,337				66,794
Advances from primary government							
Note payable to primary government						712,000	
Long-term obligations:							
Due within one year	67,958		67,958	194,985		505,837	
Due in more than one year	829,002		829,002	6,204,918		2,823,010	267,175
Total liabilities	2,804,440	27,349	2,831,789	6,457,884	1,487,111	4,086,949	398,788
Net Assets							
Invested in capital assets, net of related debt	36,138,945	419,037	36,557,982	1,784,914		6,010,840	239,840
Restricted for:							
Special programs	4,318,273		4,318,273				
Capital activity and debt service						1,019,160	
Economic development	7,200,000		7,200,000				
Advances to component unit							
Post closure care costs						3,390,425	
Prior year program income fund							571,353
Unrestricted	(2,348,212)	88,650	(2,259,562)	(5,160,400)	(166,596)	802,522	2,081,137
Total net assets	45,309,006	507,687	45,816,693	14,939	(166,596)	7,832,522	2,892,330

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

LAURENS COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2012

EXHIBIT 2

Functions/Programs	Program Revenues					Changes in Net Assets													
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Primary Government			Component Units										
						Business - type Activity	Total	Solid Waste Management Authority	Public Facilities Authority	Development Authority	Public Health Center								
Primary Government																			
Governmental Activities:																			
General government	\$ 7,550,782	\$ 3,216,680	\$ 227,536	\$ 199,480	\$ (3,947,096)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Judicial	3,360,154	2,909,205	39,632	-	(411,317)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety	11,450,456	3,446,301	301,403	38,765	(7,663,967)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public works	4,522,779	305,994	-	-	(4,216,785)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health and welfare	242,167	-	80,374	-	(161,793)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Conservation of natural resources	1,070,753	-	-	-	(1,070,753)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Housing and development	1,555,201	-	-	-	(1,555,201)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest on long-term debt	224,317	-	-	-	(224,317)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total governmental activities	29,976,619	9,878,180	648,945	198,265	(19,251,229)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Business - type Activity:																			
Sanitation Fund	1,104,362	625,876	-	-	(478,486)	-	(478,486)	-	(478,486)	-	-	-	-	-	-	-	-	-	-
Total primary government	31,080,981	10,504,056	648,945	198,265	(19,251,229)	-	(478,486)	-	(19,729,715)	-	-	-	-	-	-	-	-	-	-
Component Units																			
Laurens County Solid Waste Management Authority	1,449,414	1,402,149	-	-	-	-	-	-	(47,265)	-	-	-	-	-	-	-	-	-	-
Laurens County Public Facilities Authority	63,006	-	-	-	-	-	-	-	-	(63,006)	-	-	-	-	-	-	-	-	-
Dubois-Laurens County Development Authority	1,662,582	-	169,300	1,306,697	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(186,585)
Laurens County Public Health Center	8,130,925	1,142,553	6,250,059	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(738,313)
Total component units	11,305,927	2,544,702	6,419,359	1,306,697	-	-	-	-	(47,265)	(63,006)	-	-	-	-	-	-	-	-	(186,585)
General revenues:																			
Property taxes						7,449,259													
Sales and other taxes						10,478,572		478,445											
Licenses and permits						80,670		-											
Intra/inter agency						-		-											
Unrestricted investment earnings						132,364		244											
Rent income						171,922		-											
Other local funds						70,349		-											
Unrealized losses on marketable securities						(507,684)		507,684											
Transfers in						67,004		-											
Transfers out						(8,270)		-											
Miscellaneous						17,904,186		986,373											
Loss on disposal of capital assets						(1,347,043)		507,887											
Total general revenues and transfers						46,656,049		46,656,049											
Change in net assets						\$ 45,309,006		\$ 507,887		\$ 14,939		\$ (166,596)		\$ 7,832,522		\$ 2,892,330			
Net assets - beginning																			
Net assets - ending																			

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

LAURENS COUNTY, GEORGIA

EXHIBIT 3

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2012

	Emergency			2012		Other Governmental Funds	Total Governmental Funds
	General	Medical Services	SPLOST	SPLOST	Permanent		
ASSETS							
Cash and cash equivalents	\$ 2,643,888	\$ 65,961	\$ 3,881,524	\$ 812	\$ 28,229	\$ 919,185	\$ 7,539,599
Receivables, net of allowances for uncollectibles:							
Taxes	467,359	-	-	-	-	-	467,359
Accounts	120,305	594,742	-	-	-	157,471	872,518
Note	-	-	-	-	712,000	-	712,000
Due from other governments	511,911	-	712,805	-	-	30,138	1,264,854
Due from other funds	911,840	-	-	-	-	-	911,840
Advance to other funds	-	-	-	-	6,684,033	-	6,684,033
Accrued interest receivable	-	-	-	-	-	416	416
Prepaid expenditures	124,800	19,693	-	-	-	2,545	147,038
Advances to component units	14,654	-	-	-	-	-	14,654
Total Assets	\$ 4,794,757	\$ 680,396	\$ 4,594,329	\$ 812	\$ 7,424,262	\$ 1,109,755	\$ 18,604,311
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 257,386	\$ 22,546	\$ 821,889	\$ -	\$ -	\$ 22,304	\$ 1,124,125
Accrued expenses	67,737	34,218	-	-	-	12,777	114,732
Due to other funds	149,554	261,302	11,730	122,342	224,262	224,000	993,190
Advance from other funds	-	-	-	6,684,033	-	-	6,684,033
Deferred revenues	441,969	361,780	-	-	-	-	803,749
Total Liabilities	916,646	679,846	833,619	6,806,375	224,262	259,081	9,719,829
Fund Balances:							
Nonspendable for -							
Prepaid expenditures	124,800	19,693	-	-	-	2,545	147,038
Restricted for:							
Economic development	-	-	-	-	7,200,000	-	7,200,000
Special programs	-	-	3,760,710	-	-	557,563	4,318,273
Unassigned	3,753,311	(19,143)	-	(6,805,563)	-	290,566	(2,780,829)
Total Fund Balances	3,878,111	550	3,760,710	(6,805,563)	7,200,000	850,674	8,884,482
Total Liabilities and Fund Balances	\$ 4,794,757	\$ 680,396	\$ 4,594,329	\$ 812	\$ 7,424,262	\$ 1,109,755	\$ 18,604,311

LAURENS COUNTY, GEORGIA

EXHIBIT 4

RECONCILIATION OF NET ASSETS - GOVERNMENTAL FUNDS IN THE STATEMENT OF NET ASSETS
TO TOTAL FUND BALANCE - GOVERNMENTAL FUNDS ON THE BALANCE SHEET
FOR THE YEAR ENDED JUNE 30, 2012

Fund balance - total governmental funds	\$ 8,884,482
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	37,035,905
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	803,749
Post employment benefits used in governmental activities are not financial resources and therefore are not reported in the funds.	(45,833)
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds	
Advances from component units	(885,189)
Capital leases payable	(11,771)
Compensated absences	<u>(472,337)</u>
Net assets of governmental activities	<u>\$ 45,309,006</u>

LAURENS COUNTY, GEORGIA

EXHIBIT 5

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2012

	Emergency		2012		Other	Total
	General	Medical Services	SPLOST	SPLOST	Governmental Funds	Governmental Funds
Revenues:						
Taxes	\$ 13,576,804	\$ -	\$ 8,678,338	\$ -	\$ -	\$ 22,255,142
Licenses and permits	50,670	-	-	-	-	50,670
Charges for services	1,806,159	1,909,685	-	-	983,503	4,699,347
Fines and forfeitures	2,668,680	-	-	-	228,177	2,896,857
Grant revenues	312,038	-	159,480	-	357,202	828,720
Contribution revenues	-	-	-	-	12,185	12,185
Interest income	7,850	305	7,871	12	15,583	33,803
Other revenues	184,709	8,946	-	-	45,271	238,926
Total Revenues	18,606,910	1,918,936	8,845,689	12	1,628,520	31,015,650
Expenditures:						
Current:						
General government	3,048,556	-	-	-	481,289	3,530,010
Judicial	2,704,687	-	-	-	288,751	2,993,438
Public safety	6,535,639	2,311,642	-	-	956,295	9,803,576
Public works	2,787,126	-	709,019	-	-	3,496,145
Health and welfare	171,140	-	-	-	-	171,140
Conservation and natural resources	1,070,753	-	-	-	-	1,070,753
Payments to other government agencies	-	-	4,347,493	-	-	4,347,493
Housing and development	150,358	-	67,260	1,337,583	-	1,555,201
Debt Service:						
Principal payments	53,957	-	389,912	-	-	443,869
Interest payments	73,687	-	8,597	142,033	-	224,317
Capital outlay	77,693	12,563	3,319,418	15,959	172,756	3,598,389
Total Expenditures	16,673,596	2,324,205	8,841,699	1,495,575	1,899,091	31,234,331
Excess (Deficiency) of Revenues						
Over (Under) Expenditures	1,933,314	(405,269)	3,990	(1,495,563)	15,418	(218,681)
Other Financing Sources (Uses):						
Transfers in	97,262	397,469	89,681	-	7,281,844	8,398,941
Transfers out	(1,616,680)	-	-	-	(97,262)	(1,713,942)
Proceeds from sale of capital assets	2,841	6,000	-	-	-	10,841
Total other financing sources (uses)	(1,516,577)	405,469	89,681	-	7,184,582	6,695,840
Net Change in Fund Balances	416,737	200	93,671	(1,495,563)	7,200,000	6,477,159
Fund balances - beginning	3,461,374	350	3,667,039	(5,310,000)	588,560	2,407,323
Fund balances - ending	\$ 3,878,111	\$ 550	\$ 3,760,710	\$ (6,805,563)	\$ 7,200,000	\$ 8,884,482

LAURENS COUNTY, GEORGIA

EXHIBIT 6

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2012**

Net change in fund balances - Total Governmental Funds \$ 6,477,159

Amounts reported for governmental activities in the Statement of Activities are different because:

Capital outlays, reported as expenditures in governmental funds, are shown as capital assets in the Statement of Net Assets as follows:

Capital outlay and infrastructure, net of non-capitalized items 3,520,891

Depreciation expenses on governmental capital assets are included in the governmental activities column in the Statement of Net Assets but are not shown in the governmental funds. (3,750,586)

Transfers of governmental capital assets are included in the governmental activities column in the Statement of Net Assets but are not shown in the governmental funds. (507,684)

In the Statement of Activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the assets disposed of. (19,111)

Repayment of long-term debt is reported as an expenditure in the governmental funds, but as a reduction of long-term liabilities in the Statement of Net Assets:

Capital leases 389,911

Advance from component units 53,958

Revenues in the statement of activities that do not provide financial resources are not reported as revenues in the funds. The amount of deferred revenues recognized as revenue in the statement of activities changed as follows:

Property taxes 20,182

Emergency Medical Services Ambulance Fees (256,290)

Homeland Security Grant (1,578)

Postemployment benefits are reported in the government-wide statement of activities, but but do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. (45,833)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds -

Compensated absences (28,062)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue of the internal service funds is reported with governmental activities. (7,200,000)

Change in Net assets of Governmental Activities \$ (1,347,043)

LAURENS COUNTY, GEORGIA

EXHIBIT 7

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Original Budgeted Amounts</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues:				
Taxes	\$ 13,610,300	\$ 13,211,855	\$ 13,576,804	\$ 364,949
Licenses and permits	41,000	41,000	50,670	9,670
Grant revenues	243,765	243,765	312,038	68,273
Charges for services	2,334,155	1,419,755	1,806,159	386,404
Fines and forfeitures	2,718,750	2,753,750	2,668,680	(85,070)
Interest income	11,250	11,250	7,850	(3,400)
Miscellaneous revenues	213,430	213,430	184,709	(28,721)
Total Revenues	<u>19,172,650</u>	<u>17,894,805</u>	<u>18,606,910</u>	<u>712,105</u>
Expenditures:				
General government	3,092,230	3,092,230	3,048,556	43,674
Judicial	2,776,980	2,776,980	2,704,687	72,293
Public safety	6,700,065	6,700,065	6,535,639	164,426
Public works	3,822,325	2,799,480	2,787,126	12,354
Health and welfare	171,795	171,795	171,140	655
Conservation of natural resources	1,080,275	1,080,275	1,070,753	9,522
Housing and development	141,600	141,600	150,358	(8,758)
Debt service	101,160	101,160	127,644	(26,484)
Capital outlay	30,120	30,120	77,693	(47,573)
Total Expenditures	<u>17,916,550</u>	<u>16,893,705</u>	<u>16,673,596</u>	<u>220,109</u>
Excess of Revenues Over Expenditures	<u>1,256,100</u>	<u>1,001,100</u>	<u>1,933,314</u>	<u>932,214</u>
Other Financing Sources (Uses):				
Proceeds from sale of capital assets	20,000	20,000	2,841	(17,159)
Transfers in	120,000	120,000	97,262	(22,738)
Transfers out	(1,396,100)	(1,396,100)	(1,616,680)	(220,580)
Total Other Financing Sources (Uses)	<u>(1,256,100)</u>	<u>(1,256,100)</u>	<u>(1,516,577)</u>	<u>(260,477)</u>
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	<u>-</u>	<u>(255,000)</u>	<u>416,737</u>	<u>671,737</u>
Fund Balance, Beginning	<u>3,461,374</u>	<u>3,461,374</u>	<u>3,461,374</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 3,461,374</u>	<u>\$ 3,206,374</u>	<u>\$ 3,878,111</u>	<u>\$ 671,737</u>

LAURENS COUNTY, GEORGIA

EXHIBIT 8

STATEMENT OF NET ASSETS
 PROPRIETARY FUNDS
 JUNE 30, 2012

	Business - type Activity - Sanitation Fund	Governmental Activities - Internal Service Funds
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 110,190	\$ 899
Accounts receivable, net of allowance for uncollectibles	71,814	-
Prepaid expenses	2,399	-
Due from other funds	-	149,554
Total current assets	184,403	150,453
Noncurrent Assets:		
Capital assets:		
Nondepreciable assets	105,934	-
Depreciable assets, net of depreciation	313,103	-
Total capital assets, net	419,037	-
Total Assets	603,440	150,453
LIABILITIES		
Accounts payable	27,349	150,453
Due to other funds	68,204	-
Total Liabilities	95,553	150,453
NET ASSETS		
Invested in capital assets	419,037	-
Unrestricted	88,850	-
Total Net Assets	\$ 507,887	\$ -

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

LAURENS COUNTY, GEORGIA

EXHIBIT 9

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Business - type Activity - Sanitation Fund</u>	<u>Governmental Activities - Internal Service Funds</u>
Operating Revenues:		
Insurance premiums	\$	\$ 1,846,472
Refuse collection charges	624,399	-
Other income	1,477	-
Total operating revenues	<u>625,876</u>	<u>1,846,472</u>
Operating Expenses:		
Salaries	396,629	-
Employee benefits	40,630	-
Prison detail	39,500	-
Utilities	37,636	-
Repairs and maintenance	51,522	-
Rental expense	2,432	-
Depreciation expense	88,648	-
Gas and diesel	108,956	-
Supplies	7,984	-
Landfill dumping fees	327,870	-
Miscellaneous expenses	2,555	-
Intergovernmental expenditures	-	90,536
Professional and administrative fees	-	4,296
Reinsurance premiums	-	502,746
Employee insurance claims	-	1,940,688
Total operating expenses	<u>1,104,362</u>	<u>2,538,266</u>
Operating Loss	<u>(478,486)</u>	<u>(691,794)</u>
Non-operating Revenues:		
Interest income	244	106,444
Insurance premium tax	478,445	-
Unrealized gains on marketable securities	-	70,349
Total non-operating revenues	<u>478,689</u>	<u>176,793</u>
Income (Loss) Before Transfers	<u>203</u>	<u>(515,001)</u>
Transfers:		
Transfers out	-	(7,281,844)
Transfer in - equity in capital assets	507,684	-
Transfers in	-	596,845
Total transfers	<u>507,684</u>	<u>(6,684,999)</u>
Change in Net Assets	507,887	(7,200,000)
Total Net Assets, Beginning	-	7,200,000
Total Net Assets, Ending	<u>\$ 507,887</u>	<u>\$ -</u>

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

LAURENS COUNTY, GEORGIA

EXHIBIT 10

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2012

	Business - Type Activity - Sanitation Fund	Governmental Activities - Internal Service Funds
Cash Flows from Operating Activities:		
Receipts from employees	\$ -	\$ 646,265
Receipts from customers and others	554,062	-
Receipts from primary government	-	1,200,148
Payments to primary government	-	(101,165)
Payments to employees	(437,259)	-
Payments to others	(39,500)	-
Payments to suppliers	(445,802)	(4,296)
Payments to insurance companies	-	(2,478,546)
Net cash used in operating activities	<u>(368,499)</u>	<u>(737,594)</u>
Cash Flows from Non-Capital and Related Financing Activities:		
Insurance premium tax	478,445	-
Transfers from the primary government	-	596,845
Net cash provided by non-capital and related financing activities	<u>478,445</u>	<u>596,845</u>
Cash Flows from Investing Activities:		
Interest income	244	106,444
Transfer to primary government	-	(1,018,646)
Net cash provided by (used in) investing activities	<u>244</u>	<u>(912,202)</u>
Net increase (decrease) in cash and cash equivalents	<u>110,190</u>	<u>(1,052,951)</u>
Balances - beginning of year	<u>-</u>	<u>1,053,850</u>
Balances - end of year	<u>\$ 110,190</u>	<u>\$ 899</u>
Reconciliation of operating loss to net cash used in Operating Activities:		
Operating loss	\$ (478,486)	\$ (691,794)
Adjustments to reconcile operating loss to net cash used in operating activities:		
Depreciation	88,648	-
Net change in assets and liabilities attributable to operations:		
Accounts receivable	(71,814)	14,762
Prepaid expenses	(2,399)	-
Due from other funds	-	(59)
Accounts payable	27,348	(49,874)
Due to primary government	-	(10,629)
Due to other funds	68,204	-
Net cash used in operating activities	<u>\$ (368,499)</u>	<u>\$ (737,594)</u>

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

LAURENS COUNTY, GEORGIA

EXHIBIT 11

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
JUNE 30, 2012

	<u>Agency Funds</u>
Assets:	
Cash	\$ 1,154,135
Due from others	<u>24,536</u>
Total Assets	<u>\$ 1,178,671</u>
Liabilities:	
Due to other governments	\$ 195,965
Funds held in escrow	124,006
Other liabilities	<u>858,700</u>
Total Liabilities	<u>\$ 1,178,671</u>

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

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Laurens County, Georgia have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to Government units. The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements. The more significant accounting policies established in GAAP and used by the County are described below.

A. Reporting Entity

The County is a local municipality governed by an elected five-member board of commissioners. As required by generally accepted accounting principles, these financial statements present the Government and its component units, entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government's operations. The component unit column in the government-wide financial statements (see note below for description) includes the financial data of the County's discretely presented component units. Each discretely presented component unit is reported in a separate column to emphasize it is legally separate from the County.

Component Units and Related Entities

Blended Component Units:

Alternative Dispute Resolution Program – The Alternative Dispute Resolution Program was created under the provisions of O.C.G.A. Section 15-23-1. The Alternative Dispute Resolution Program was established for the resolution of disputes in any method other than litigation. Under the provisions of this code each county must create a board consisting of the Chief Judge of the Superior Court of the circuit in which the county is located, the Senior Judge of the State Court, the Judge of the Probate Court, the Chief Magistrate, the Clerk of the Superior Court, and one practicing attorney appointed by other members of the board. The board has the power to provide for the collection of charges in each civil action or case filed in the superior, state, probate and magistrate courts; to manage, control and direct funding for the program and the expenditures made there from; to distribute the funding coming into the program in such a manner and subject to such terms and limitations as the board, in its discretion, shall determine will best meet the purpose of this code; to contract for the investment, pooling and expenditure of funds; to adopt such rules and regulations as may be necessary to manage the program; to exercise all other powers necessary for proper administration of the funding mechanism provided for in the code. A separate set of financial statements is not issued. This program is reported as a blended special revenue fund.

Laurens County Hospital Authority – The Hospital Authority is responsible for managing and investing the proceeds from the sale of Laurens County Hospital. The County Board of Commissioners appoints a majority of the governing body of the Authority. Its major assets consist of investment securities, the income of which is appropriated to the County's general fund annually for operating expenditures. The County Commissioners have the authority to remove appointed members of the governing board at will, and the power to exercise a legal claim to the Authority's assets upon termination of existence. During the year ended June 30, 2011, the County Board of Commissioners as well as the Authority's Board approved to begin the process to dissolve the Authority. The Authority was dissolved effective August 23, 2011.

Discretely Presented Component Units:

Laurens County Public Facilities Authority - The Laurens County Public Facilities Authority was created by the Georgia General Assembly to serve as a building financing vehicle for the various governmental entities of the County. It is governed by a board comprised of two of the Government's elected officials with the remaining portion of the board appointed by the Government's elected council. The Authority's operations were audited in conjunction with the County audit and are shown in the government-wide financial statements. However, a separate set of financial statements is not issued.

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

Laurens County Solid Waste Management Authority - The Solid Waste Management Authority (SWMA) is responsible for maintaining the County's landfill. It serves all citizens of the County and is governed by a board comprised of three of the Government's elected officials with the remaining portion of the board appointed by the Government's elected council. The rates for user charges and bond issuance authorizations are approved by the Government's council and the legal liability for the Authority's debt remains with the Government. A separate set of financial statements has been issued. The Laurens County Solid Waste Management Authority is presented as a proprietary fund. The component unit maintains a June 30 fiscal year, and the financial statements as of and for the year ended June 30, 2012 are included in the reporting entity's 2012 financial statements. During the year ended June 30, 2012, the primary source of income for the Authority was user fees in the amount of \$1,402,149.

Complete financial statements can be obtained at the entity's administrative office.

Laurens County Solid Waste Management Authority
Courthouse Square
P.O. Box 2011
Dublin, GA 31040

Laurens County Public Health Center - The Public Health Center is primarily responsible for providing basic medical care to the indigent citizens within Laurens County. The County Board of Commissioners appoints a majority of the governing body of the component unit. The Center's major assets consist of fixed assets. The County Commissioners have the authority to remove appointed members of the governing board at will and the power to exercise a legal claim to the Center's assets upon termination of existence. The component unit maintains a June 30 fiscal year and the financial statements as of and for the year ended June 30, 2012 are included in the reporting entity's 2012 financial statements. During the year ended June 30, 2012, the primary source of income for the Center was grant income in the amount of \$5,283,130 received from the Georgia Department of Human Resources. At June 30, 2012, the liability to the County from the Center was \$-0-.

Complete financial statements can be obtained at the entity's administrative office.

Laurens County Public Health Center
2121-B Bellevue Road
Dublin, GA 31021

Dublin-Laurens County Development Authority - The Dublin-Laurens County Development Authority was formed to promote the economic and industrial development in the Dublin-Laurens County, Georgia area. The County Board of Commissioners appoints a majority of the governing body of the component unit. The Authority's major assets consist of fixed assets. The County Commissioners have the authority to remove appointed members of the governing board at will and the power to exercise a legal claim to the Center's assets upon termination of existence.

During the year ended June 30, 2012, the County awarded operating grants to the Authority in the amount of \$110,000. In addition, the Authority was awarded \$1,296,344 in grants from the County to be used for economic development. The grant funds were to be used for capital projects at Dinex Emission, Inc. and Erdrich Umformtechnik, Inc.

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

Complete financial statements can be obtained at the entity's administrative office.

Dublin-Laurens County Development Authority
1200 Bellevue Avenue
Dublin, GA 31021

Related Organizations - The County Commissioners appoint a majority of the board members of the Department of Family and Children Services and the Laurens County Library. In 2012, the County appropriated operating grants to these agencies of \$26,600 and \$378,455, respectively.

B. Government-wide and Fund Financial Statements

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

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

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

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

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they will be collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Government considers property tax revenues to be available if they are collected within 60 days of the end of the current fiscal period and other revenues to be available if they are collected within 180 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

The County reports the following major governmental funds:

The *General Fund* is the general operating fund of Laurens County, Georgia. It is used to account for all financial resources of the general Government, except those required to be accounted for in another fund.

The *Emergency Medical Service Fund* accounts for the activities of the County's ambulance service.

The *SPLOST Fund* accounts for the special purpose local option sales tax proceeds collected for the acquisition or construction of major capital projects.

The *2012 SPLOST Fund* accounts for the special purpose local option sales tax proceeds collected for the acquisition or construction of major capital projects and payment of County debt.

The *Permanent Fund* accounts for resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the County's economic development programs.

The County reports the following major proprietary fund -

The *Sanitation Fund* accounts for the activities of the County's sanitation operations.

Additionally, the County reports the following fund types:

The *Internal Service Funds* account for the financing of goods or services provided by one department or division to other departments or agencies of the Government on a cost-reimbursement basis. The self-funded Employee Insurance Fund and the Hospital Authority are accounted for as Internal Service Funds.

The *Special Revenue Funds* account for revenue sources that are legally restricted to expenditure for specific purposes.

The *Capital Projects Fund* accounts for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary or nonexpendable trust funds.

The *Agency Funds* are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the Government holds for others in an agency capacity.

GASB 34 eliminates the presentation of *Account Groups*, but provides for these records to be maintained and used to account for fixed assets and long-term liabilities that are not reflected on the balance sheet of Governmental type funds due to the current financial resources measurement focus that they use.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

Governmental activities have been consolidated in the government-wide financial statements. Total governmental funds have been combined with internal service balances and general fixed assets and long term liabilities. The effect of interfund activity has been removed from the government-wide financial statements. Due to/from other funds have been eliminated as well as operating transfers between funds. The net operating loss from internal service funds has been charged to the functional expense categories based on employee insurance claims submitted by department.

LAURENS COUNTY, GEORGIA

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2012

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. The principal operating revenues of the County's internal service funds are employee payroll deductions and the County's matching contributions for employee health insurance. The principal operating revenue of the Hospital Authority is investment income.

Operating expenses for the internal service funds include the cost of employee health insurance and claims. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Government's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Assets, Liabilities and Net Assets or Equity

1. **Deposits and Investments** - Cash includes amounts in both interest-bearing and non-interest-bearing demand deposits. State statutes authorize the Government to invest in obligations of the U.S. Treasury, obligations of the State of Georgia or any other states, obligations fully insured or guaranteed by the United States government or governmental agency, Local Government Investment Pool, commercial paper, corporate bonds, obligation of other political subdivisions of the State of Georgia and repurchase agreements. Any bank deposit in excess of the total FDIC insured amount must be secured by an equivalent amount of State or U.S. obligations.

Investments are recorded at cost or amortized cost plus accrued interest, which approximates market value. The reported value of the Local Government Investment Pool is the same as the fair value of the pool shares.

For purposes of the statement of cash flows, the proprietary funds consider all highly liquid investments with maturity of three months or less when purchased to be cash equivalents.

2. **Receivables and Payables** - During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. The current portion of these interfund receivables and payables are classified as "due from other funds" or "due to other funds" in the governmental funds.

Non-current portions of long-term interfund loans receivable/payable are reported as "advances to other funds" or "advances from other funds". Advances receivable in the Governmental funds are offset equally by a fund balance reserve account, which indicates that they do not constitute expendable available financial resources and therefore are not available for appropriation and are not expendable available financial resources.

Property tax receivables are shown net of an allowance for uncollectibles. The property tax receivable allowance is equal to 16 percent of outstanding property taxes at June 30, 2012. Property taxes are levied as of January 1 on property values assessed as of the same date. The tax levy is usually billed on August 1.

3. **Prepaid Items** - For prepaid expenditures in the government-wide and fund financial statements, the County reports the expenditures during the benefiting period.
4. **Restricted Assets** - Certain assets, which include cash of the Laurens County Solid Waste Management Authority, are classified as restricted assets because their use is completely restricted to the payment of post-closure costs when the landfill is closed.

LAURENS COUNTY, GEORGIA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012**

5. **Capital Assets** – Capital assets, which include property, plant equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the Government as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of two years. All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair market value on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Major outlays for capital assets and improvements are capitalized as projects are constructed. GASB statement 37 prohibits the capitalization of interest on assets constructed for use in governmental activities. However, interest from debt not considered to be general long-term debt may be included as part of the cost of assets constructed for business-type activities. The total interest expense incurred by the County during the current fiscal year was \$224,317. Of this amount, \$0 was included as part of the cost of capital assets under construction in connection with public building construction projects.

Property, plant and equipment of the primary government, as well as the component units, are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Buildings	40
Furniture and fixtures	10
Machinery and equipment	5
Vehicles	5
Infrastructure	10-30

6. **Compensated Absences** - It is the Government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the Government does not have a policy to pay any amounts when employees separate from service with the Government. All vacation pay is accrued when incurred in the government-wide, proprietary and fiduciary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.
7. **Long-term Obligations** - In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

8. **Fund Equity** – Laurens County, Georgia implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, as of July 1, 2010. This new standard changed the overall definitions and classifications of governmental fund balances.

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

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

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 the those funds can be spent. Fund balances are classified as follows:

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

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

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

Assigned – 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.

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

The County uses restricted amounts to be spent 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 Board of Commissioners address various targeted reserve positions and the Finance Department calculates targets and actual and reports the results to the Board of Commissioners on an annual basis.

Net Assets

Invested in capital assets, net of related debt – This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that attributed to the acquisition, construction or improvement of the assets.

Restricted net asset – This amount is restricted by external creditors, grantors, contributors or laws or regulations of other governments.

Unrestricted net assets – This amount is all net assets that do not meet the definition of "invested in capital assets, net of related debt" or "restricted net assets."

LAURENS COUNTY, GEORGIA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012**

9. **Estimates** - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgets and Budgetary Accounting

The annual budget is the financial plan for the operation of Laurens County, Georgia for the ensuing annual period. The budget process provides for a professional management approach to the establishment of priorities and the implementation of work programs while providing an orderly means for control and evaluation of the financial posture of the Government. Laurens County budgets are adopted on a basis generally consistent with GAAP; except that encumbrances are treated as budgeted expenditures in the year the commitment to purchase is incurred. Annual appropriated budgets are adopted for the general fund, the capital projects funds and the special revenue funds. All unencumbered appropriations lapse at fiscal year end. Project-length financial plans are adopted for all capital projects funds.

The Laurens County budget process begins in April with the department and agency heads submitting their departmental budgets. The County's finance department formulates and remits the budget to the budget committee, which is made up of all members of the Laurens County Commission. The County Administrator and Finance Director conduct budget hearings with all departments and agencies with any unresolved differences being presented to the Board of Commissioners. After review by the Commissioners, a final budget is approved when the budget resolution is adopted.

The County Finance Director is delegated the authority to transfer sums within departments. No increase in the departmental budget for the County may be made without the approval of the Board of Commissioners and amendment to the budget. Mid-year budget amendments are presented, where necessary, for adoption by the Commissioners. The general fund is subject to budgetary control on a department basis. During the year, the budget was amended by the method described above.

Unencumbered appropriations in the annual operating budget lapse at fiscal year end while encumbered appropriations are paid from reserved fund balances. When the County's expenditures reach the authorization provided by the operating budget, the Board of Commissioners approves supplemental appropriations.

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting--under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation--is utilized in the Governmental funds. Encumbrances outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the goods or services are yet to be received. There were no outstanding encumbrances as of June 30, 2012.

B. Budget/GAAP Reconciliation

Prior year encumbrances expended in the current year are not included in the current budget. The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund (Exhibit 7) has been prepared on the basis described above.

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

The schedule below reconciles the fund's Excess Revenues and Other Sources Over (Under) Expenditures - GAAP Basis with amounts presented on the Budget Basis.

Excess of Revenues and Other Financial Sources Over Expenditures and Other Financing Uses:	
Budget Basis	\$ 416,737
Add - New encumbrances - current year	-
Deduct - Prior year encumbrances expended	-
Generally Accepted Accounted Principles (GAAP) Basis	<u>\$ 416,737</u>

C. Excess of Expenditures over Appropriations in Individual Funds of the General Fund

The individual funds, which had expenditures in excess of appropriations, as well as the object level within each fund at which the excess was incurred, are as follows:

General Fund:	<u>Expenditures</u>	<u>Appropriations</u>	<u>Expenditures Over Appropriations</u>
Current Operating Expenditures:			
County Administrator	\$ 283,005	\$ 279,360	\$ 3,645
County Commissioners	114,020	113,085	935
Other public buildings	54,120	48,670	5,450
Courthouse	250,828	246,995	3,833
District Attorney	759,295	712,790	46,505
Court reporter	118,060	114,890	3,170
Probation	818	605	213
Special response team	4,781	4,500	281
Interstate Crime Enforcement Unit	272,079	260,605	11,474
Coroner	64,543	64,515	28
D.A.R.E.	2,994	-	2,994
School security	72,990	72,555	435
Community service	11,326	9,075	2,251
Laurens DFCS	8,250	5,000	3,250
Laurens County Development Authority	122,750	110,000	12,750
Heart of Georgia RDC	27,608	26,600	1,008
Interest and other charges	73,687	47,200	26,487
Total Current Operating Expenditures	<u>\$ 2,241,154</u>	<u>\$ 2,116,445</u>	<u>\$ 124,709</u>

LAURENS COUNTY, GEORGIA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012**

			Expenditures Over
Capital Outlay:	<u>Expenditures</u>	<u>Appropriations</u>	<u>Appropriations</u>
Board of Registrars	\$ 2,798	\$ -	\$ 2,798
Finance office	266	-	266
Miscellaneous buildings	1,096	-	1,096
Courthouse	3,893	-	3,893
Airport	1,887	-	1,887
District Attorney	452	-	452
Date processing	2,983	-	2,983
Tax Commissioner	2,335	-	2,335
Probate Court	1,148	-	1,148
SRT unit	1,929	-	1,929
Sheriff's Department	33,012	-	33,012
Drug Task Force	420	-	420
Jail Facility	10,026	-	10,026
Rural fire department	563	-	563
Maintenance shop	3,290	-	3,290
Public works department	9,525	-	9,525
Total Capital Outlay	<u>\$ 75,623</u>	<u>\$ -</u>	<u>\$ 75,623</u>

			Expenditures Over
Emergency Medical Service Fund:	<u>Expenditures</u>	<u>Appropriations</u>	<u>Appropriations</u>
Group insurance	\$ 177,728	\$ 171,255	\$ 6,473
Education and training	12,708	7,000	5,708
Pest control	1,920	1,440	480
Repairs and maintenance	106,473	102,180	4,293
Supplies	91,079	76,500	14,579
Miscellaneous	13,102	2,050	11,052
Capital outlay	12,563	-	12,563
Total	<u>\$ 415,573</u>	<u>\$ 360,425</u>	<u>\$ 55,148</u>

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

SPLOST Fund:	<u>Expenditures</u>	<u>Appropriations</u>	<u>Expenditures Over Appropriations</u>
Administrative expenditures	\$ 174,447	\$ -	\$ 174,447
Interest payments	8,597	7,215	1,382
City of Dublin	3,161,637	3,031,285	130,352
City of East Dublin	496,801	476,318	20,483
City of Rentz	23,292	22,332	960
City of Cadwell	26,064	24,989	1,075
City of Montrose	20,098	19,269	829
City of Dexter	32,456	31,118	1,338
City of Dudley	30,254	29,007	1,247
Laurens County Development Authority	321,836	308,567	13,269
Dublin-Laurens County Recreation Authority	185,055	177,425	7,630
Economic development expenditures	67,260	-	67,260
Intergovernmental transfer	50,000	-	50,000
Total	<u>\$ 4,597,797</u>	<u>\$ 4,127,525</u>	<u>\$ 470,272</u>

2012 SPLOST Fund:	<u>Expenditures</u>	<u>Appropriations</u>	<u>Expenditures Over Appropriations</u>
Interest expenditures	\$ 142,033	\$ -	\$ 142,033
Economic development	1,337,583	-	1,337,583
Capital outlay	15,959	-	15,959
Total	<u>\$ 1,495,575</u>	<u>\$ -</u>	<u>\$ 1,495,575</u>

Grants Fund:	<u>Expenditures</u>	<u>Appropriations</u>	<u>Expenditures Over Appropriations</u>
Group insurance	\$ 28,049	\$ 27,250	\$ 799
Rental expenditures	1,574	1,515	59
Travel	5,417	2,000	3,417
Education and training	13,871	4,000	9,871
Supplies	4,791	4,650	141
Other professional services	24,448	13,500	10,948
Utilities	16,243	13,650	2,593
Gas and oil	12,230	10,000	2,230
Other expenditures	51,137	18,100	33,037
Capital outlay	120,138	-	120,138
Total	<u>\$ 277,898</u>	<u>\$ 94,665</u>	<u>\$ 183,233</u>

LAURENS COUNTY, GEORGIA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012**

Enhanced 911 Fund:	<u>Expenditures</u>	<u>Appropriations</u>	<u>Expenditures Over Appropriations</u>
Group insurance	\$ 60,807	\$ 60,695	\$ 112
Pest control	435	300	135
Repairs and maintenance	57,758	56,775	983
Miscellaneous expenditures	57	-	57
Utilities	221,683	220,750	933
Total	<u>\$ 340,740</u>	<u>\$ 338,520</u>	<u>\$ 2,220</u>

Crime Victims Assistance Fund:	<u>Expenditures</u>	<u>Appropriations</u>	<u>Expenditures Over Appropriations</u>
Salaries	\$ 1,839	\$ 1,000	\$ 839
Payroll taxes	141	100	41
Contract labor	186,370	180,000	6,370
Travel	4,785	4,000	785
Total	<u>\$ 193,135</u>	<u>\$ 185,100</u>	<u>\$ 8,035</u>

No budgets were adopted for the Law Library, Alternative Dispute Resolution, Sheriff Commissary or Judicial Services Funds during the fiscal year ended June 30, 2012.

D. Deficit Fund Balance

The Public Facilities Authority had a deficit fund balance in the amount of \$166,596 as of June 30, 2012. The deficit fund balance will be liquidated from the income generated from the repayment of the advances to the primary government.

The 2012 SPLOST Fund had a deficit fund balance in the amount of \$6,805,563 as of June 30, 2012. The deficit fund balance will be liquidated from the proceeds collected from the special local option sales tax.

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Investments – The Government owns no investments as of June 30, 2012.

Custodial Credit Risk – Deposits – In the case of deposits, this is the risk that in the event of a bank failure, the Government's deposits may not be returned to it. Neither the Government nor its components units, have a deposit policy for custodial credit risk. As of June 30, 2012, none of the Government's bank balance was exposed to custodial credit risk.

As of June 30, 2012, the County had invested \$850,862 into the local Government investment pool or "Georgia Fund 1". The pool was created by OCGA 36-83-8, is a stable net asset value investment pool which follows Standard and Poor's criteria for AAAm rated money market funds and is regulated by the Georgia Office of Treasury and Fiscal Services. The method used by the pool for reporting interest rate risk is 24 day WAM. However, "Georgia Fund 1" operates in a manner consistent with Rule 2a-7 of the investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the SEC as an investment company.

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

Net asset value is calculated daily and reported to the rating agency weekly to ensure stability. "Georgia Fund 1" is the combined state general fund and local government investment pool and is managed by the Office of Treasury and Fiscal Services. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1.00 per share value).

Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on \$1.00 per share. Georgia Fund 1 deposits are not guaranteed or insured by any bank, the Federal Deposit Insurance Corporation, the Federal Reserve Board, or any State agency.

As of June 30, 2012, the County did not have a formal investment policy. Additional disclosures with regards to deposits and investments can be located in the *Summary of Significant Accounting Policies* under the *Assets, Liabilities and Equity* section.

B. Property Taxes

State law requires that property taxes be based on assessed value, which is 40% of fair market value. All real and personal property (including motor vehicles) are valued as of January 1 of each year and must be declared and reported on a return for tax purposes by May 1. With the exception of motor vehicles and the property of public utilities, which are valued by the State Revenue Department, the Board of Tax Assessors of Laurens County makes all assessments.

Upon completion of all assessments and tax returns, the information is turned over to the Laurens County Tax Commissioner for compilation of the tax digest. The completed tax digest must be submitted to the State Revenue Commissioner for approval. The State Revenue Commissioner must ascertain that real property on the tax digest has been assessed at the state mandated forty percent (40%) of fair market value. If not, the commissioner may require an across the board percentage adjustment to all real property. The County Tax Commissioner distributes tax notices and collects tax payments. Motor vehicle taxes must be paid by the birth date of the owner of the vehicle. Property taxes are usually levied on August 1, of each year. Real and personal property taxes are due by December 1 and considered delinquent by December 2. Property taxes are attached as an enforceable lien on the day the taxes become delinquent.

The total real and personal property tax levy is recorded as revenue in the fiscal year in which such amounts will be available (collected within 60 days of year-end) as net current assets.

In the accompanying financial statements, the portion of the property tax levy for the tax year 2012 collected during the current year has been recognized as revenue.

Property taxes receivable at June 30, 2012, is composed of the following:

Year of Levy:	
2011	\$ 319,151
2010	183,515
2009	35,899
2008	10,791
2007	2,424
2006	658
Prior to 2006	<u>919</u>
Total	553,357
Less - allowance for uncollectible	<u>85,998</u>
Net receivable	<u>\$ 467,359</u>

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

C. Accounts Receivable

Primary Government

Receivables at June 30, 2012 for the County's individual major funds and non-major, and fiduciary funds in the aggregate, including applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>EMS</u>	<u>SPLOST</u>	<u>Sanitation Fund</u>	<u>Nonmajor Funds</u>	<u>Total</u>
Receivables:						
Taxes	\$ 553,357	\$ -	\$ -	\$ -	\$ -	\$ 553,357
Accounts	120,305	594,742	-	79,737	157,471	952,255
Intergovernmental	511,911	-	712,805	-	30,138	1,254,854
Accrued interest	-	-	-	-	416	416
Gross receivables	1,185,573	594,742	712,805	79,737	188,025	2,760,882
Less: allowance for Uncollectibles	(85,998)	-	-	(7,923)	-	(93,921)
Net total receivables	<u>\$ 1,099,575</u>	<u>\$ 594,742</u>	<u>\$ 712,805</u>	<u>\$ 71,814</u>	<u>\$ 188,025</u>	<u>\$ 2,666,961</u>

Discretely Presented Component Units

Trade receivables from the Laurens County Solid Waste Management Authority, Public Facilities Authority, Development Authority and Public Health Center as of June 30, 2012 are as follows:

	<u>Solid Waste Management Authority</u>	<u>Public Facilities Authority</u>	<u>Development Authority</u>	<u>Public Health Center</u>	<u>Total</u>
Receivables:					
Accounts	\$ 126,530	\$ -	\$ -	\$ -	\$ 126,530
Interest	4,309	-	1,635	-	5,944
Rent	-	-	-	-	-
Other	-	-	30,241	538,368	568,609
Gross receivables	130,839	-	31,876	538,368	701,083
Less: allowance for Uncollectibles	(17,746)	-	-	-	(17,746)
Net total receivables	<u>\$ 113,093</u>	<u>\$ -</u>	<u>\$ 31,876</u>	<u>\$ 538,368</u>	<u>\$ 683,337</u>

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	<u>Unavailable</u>	<u>Unearned</u>
Grant drawdowns prior to meeting all eligibility requirements	<u>\$ -</u>	<u>\$ -</u>

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

Changes in Long-term Note Receivable to Component Unit

As of June 30, 2012, the County had a long – term note receivable with the Development Authority in the amount of \$712,000. The note receivable, bearing an interest rate of 0%, is to paid in one lump sum at maturity, June 13, 2019. Long-term note receivable activity for the year ended June 30, 2012 was as follows:

<u>Advances to component unit:</u>	Beginning	Additions	Reductions	Ending	Amounts Due	Amounts Due
	Balance			Balance	Within One	Within More
					Year	Than One Year
Development Authority	\$ -	\$ 712,000	\$ -	\$ 712,000	\$ -	\$ 712,000

D. Capital Assets

Primary Government

Capital asset activity for the year ended June 30, 2012 was as follows:

	Primary Government			Ending Balance
	Beginning Balance	Increases	Decreases	
<u>Governmental activities</u>				
Capital assets not being depreciated-				
Land	\$ 3,835,455	\$ 73,646	\$ 105,934	\$ 3,803,167
Other capital assets:				
Buildings and other improvements	21,537,377	31,080	79,047	21,489,410
Infrastructure	29,798,443	2,452,122	25,575	32,224,990
Machinery and equipment	17,583,025	468,237	953,929	17,097,333
Depreciable site improvements	739,247	7,416	221,369	525,294
Vehicles	8,901,810	488,390	383,169	9,007,031
Total other capital assets at historical cost	78,559,902	3,447,245	1,663,089	80,344,058
Less accumulated depreciation for:				
Buildings and other improvements	(5,018,829)	(532,527)	(36,094)	(5,515,262)
Infrastructure	(19,609,832)	(1,639,018)	(10,869)	(21,237,981)
Machinery and equipment	(12,735,255)	(944,784)	(760,577)	(12,919,462)
Depreciable site improvements	(459,653)	(45,669)	(116,225)	(389,097)
Vehicles	(6,779,393)	(588,588)	(318,463)	(7,049,518)
Total accumulated depreciation	(44,602,962)	(3,750,586)	(1,242,228)	(47,111,320)
Other capital assets, net	33,956,940	(303,341)	420,861	33,232,738
Governmental activities capital assets, net	\$ 37,792,395	\$ (229,695)	\$ 526,795	\$ 37,035,905

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

<u>Governmental activities:</u>	
General government	\$ 3,400,995
Public safety	349,591
Total governmental activities depreciation expense	\$ 3,750,586

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

D. Capital Assets (Continued)

<u>Business - type activity</u>	Sanitation Fund			
	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land	\$ -	\$ 105,934	\$ -	\$ 105,934
Other capital assets:				
Site improvements	-	221,369	-	221,369
Buildings	-	79,047	-	79,047
Machinery and equipment	-	645,653	-	645,653
Vehicles	-	328,366	-	328,366
Total other capital assets at historical cost	-	1,274,435	-	1,274,435
Less accumulated depreciation for:				
Site improvements	-	(129,826)	-	(129,826)
Buildings	-	(40,046)	-	(40,046)
Machinery and equipment	-	(503,505)	-	(503,505)
Vehicles	-	(287,955)	-	(287,955)
Total accumulated depreciation	-	(961,332)	-	(961,332)
Other capital assets, net	-	313,103	-	313,103
Business activities capital assets, net	\$ -	\$ 419,037	\$ -	\$ 419,037

Discretely Presented Component Units

Capital asset activity for the Solid Waste Management Authority for the year ended June 30, 2012 was as follows:

	Solid Waste Management Authority			
	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land	\$ 288,824	\$ -	\$ -	\$ 288,824
Other capital assets:				
Site improvements	6,640,698	-	814	6,639,884
Infrastructure	106,162	-	31,095	75,067
Buildings	246,208	5,997	-	252,205
Machinery and equipment	2,294,336	166,458	119,879	2,340,915
Vehicles	129,874	-	-	129,874
Total other capital assets at historical cost	9,417,278	172,455	151,788	9,437,945
Less accumulated depreciation for:				
Site improvements	(5,867,213)	(303,444)	(814)	(6,169,843)
Infrastructure	(71,269)	(6,946)	(31,095)	(77,120)
Buildings	(154,948)	(3,215)	-	(158,163)
Machinery and equipment	(1,219,751)	(166,402)	(105,804)	(1,280,349)
Vehicles	(106,652)	(6,605)	-	(113,257)
Total accumulated depreciation	(7,419,833)	(486,612)	(137,713)	(7,768,732)
Other capital assets, net	1,997,445	(314,157)	14,075	1,669,213
Solid Waste Management Authority capital assets, net	\$ 2,286,269	\$ (314,157)	\$ 14,075	\$ 1,958,037

LAURENS COUNTY, GEORGIA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012**

Capital asset activity for the Public Health Center for the year ended June 30, 2012 was as follows:

	Public Health Center			
	Beginning	Increases	Decreases	Ending
	Balance			Balance
Capital assets not being depreciated:				
Land	\$ -	\$ -	\$ -	\$ -
Total capital assets not being depreciated	-	-	-	-
Other capital assets:				
Machinery, equipment and furniture	2,215,126	155,820	122,260	2,248,686
Less accumulated depreciation	(1,968,739)	(162,367)	(122,260)	(2,008,846)
Other capital assets, net	246,387	(6,547)	-	239,840
Public Health Center capital assets, net	<u>\$ 246,387</u>	<u>\$ (6,547)</u>	<u>\$ -</u>	<u>\$ 239,840</u>

Capital asset activity for the Development Authority for the year ended June 30, 2012 was as follows:

	Development Authority			
	Beginning	Increases	Decreases	Ending
	Balance			Balance
Capital assets not being depreciated:				
Land	\$ 4,134,975	\$ 42,550	\$ 18,392	\$ 4,159,133
Capital assets in progress	-	322,873	-	322,873
Total capital assets not being depreciated	<u>4,134,975</u>	<u>365,423</u>	<u>18,392</u>	<u>4,482,006</u>
Other capital assets:				
Buildings	7,300,705	-	-	7,300,705
Less accumulated depreciation	(1,487,992)	(198,671)	-	(1,686,663)
Other capital assets, net	<u>5,812,713</u>	<u>(198,671)</u>	<u>-</u>	<u>5,614,042</u>
Development Authority capital assets, net	<u>\$ 9,947,688</u>	<u>\$ 166,752</u>	<u>\$ 18,392</u>	<u>\$ 10,096,048</u>

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

E. Interfund Receivables, Payables and Transfers

Generally, outstanding balances between funds reported as due to/from other funds include outstanding charges by one fund to another for services or goods, subsidy commitments outstanding and other miscellaneous receivables and payables between funds. Balances to which a fiduciary fund is a party are treated as external receivables and payables. The composition of interfund balances as of June 30, 2012 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Emergency Medical Service	\$ 261,302
	Grants Fund	69,460
	Enhanced 911	154,213
	SPLOST	11,730
	2012 SPLOST	122,342
	Sanitation	68,204
	Permanent	224,262
	Crime Victims Assistance	307
Employee Insurance Fund	General Fund	<u>149,554</u>
		<u>\$ 1,061,394</u>

Transfers and payments within the reporting entity are substantially for the purposes of subsidizing operating functions, funding capital projects and asset acquisitions, or maintaining debt service. Resources are accumulated in a fund or component unit to support and simplify the administration of various projects or programs. A reconciliation of operating transfers is as follows:

Transfers Out:	Emergency Medical Service		SPLOST Fund	Permanent Fund	Nonmajor Governmental	Employee Insurance	Total
	General Fund						
General Fund	\$ -	\$ 397,469	\$ 89,681	\$ -	\$ 532,685	\$ 596,845	\$ 1,616,680
Permanent Fund	97,262	-	-	-	-	-	97,262
Hospital Authority	-	-	-	7,281,844	-	-	7,281,844
Total	<u>\$ 97,262</u>	<u>\$ 397,469</u>	<u>\$ 89,681</u>	<u>\$ 7,281,844</u>	<u>\$ 532,685</u>	<u>\$ 596,845</u>	<u>\$ 8,995,786</u>

During the fiscal year ended June 30, 2012, the County created the Sanitation Fund. A transfer in the amount of \$507,684 was recorded on the government-wide statements to record the equity in the capital assets transferred to the fund upon establishment.

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

F. Due from Other Governments

Amounts due from other Governmental entities at June 30, 2012 are as follows:

	<u>Federal</u>	<u>State</u>	<u>Other</u>	<u>Total</u>
General Fund	\$ -	\$ 415,483	\$ 96,428	\$ 511,911
SPLOST Fund	-	712,805	-	712,805
Victims Assistance	-	-	16,048	16,048
Grants	-	1,572	12,518	14,090
Total	\$ -	\$ 1,129,860	\$ 124,994	\$ 1,254,854

G. Long - Term Debt

Primary Government Long – Term Liabilities

Changes in Long-term Liabilities

Long-term liability activity for the primary government for the year ended June 30, 2012 was as follows:

	Beginning		Ending		Amounts Due	Amounts Due
	Balance	Additions	Reductions	Balance	Within One Year	Within More Than One Year
<u>Long-term liabilities:</u>						
<u>Governmental Activities</u>						
Capital leases payable	\$ 171,631	\$ -	\$ 171,631	\$ -	\$ -	\$ -
Capital leases payable	82,394	-	70,623	11,771	11,771	-
Capital leases payable	65,439	-	65,439	-	-	-
Capital leases payable	82,218	-	82,218	-	-	-
Compensated absences payable	444,275	28,062	-	472,337	472,337	-
Total Governmental Activities	\$ 845,957	\$ 28,062	\$ 389,911	\$ 484,108	\$ 484,108	\$ -

Capital leases and compensated absences are generally liquidated by the general fund and are therefore included in the above schedule. Notes payable will be liquidated primarily by special purpose local option sales tax collected and from transfers from the General Fund.

Component Unit Long – Term Liabilities

The Laurens County Public Facilities Authority incurred debt to provide funds for the various building improvement projects of the County. Notes outstanding as of June 30, 2012 are as follows:

<u>Payable from Governmental Funds:</u>	<u>Total</u>	<u>Current</u>	<u>Long-term</u>
Laurens County Public Facilities Authority Revenue Bonds, 2005A Series, issued in the amount of \$2,225,000 for various projects. 4.06% interest rate with principle and interest payments due in quarterly installments to October 1, 2020. The bonds are redeemable at par.	\$ 1,472,000	\$ 148,000	\$ 1,324,000

LAURENS COUNTY, GEORGIA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012**

Long-term liability activity for the Laurens County Public Facilities Authority for the year ended June 30, 2012 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year	Amounts Due Within More Than One Year
<u>Laurens County Public Facilities Authority</u>						
Bonds - Series A	\$ 1,614,000	\$ -	\$ 142,000	\$ 1,472,000	\$ 148,000	\$ 1,324,000

Notes payable debt service requirements to maturity are as follows:

<u>Primary Government Bonds Payable</u>			
Year Ending			
June 30	Principal	Interest	
2013	\$ 148,000	\$	58,315
2014	154,000		52,151
2015	161,000		45,699
2016	167,000		39,079
2017	174,000		32,002
2018 - 2021	668,000		52,650
Total	\$ 1,472,000	\$	279,896

Long-term liability activity for the Laurens County Solid Waste Management Authority for the year ended June 30, 2012 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year	Amounts Due Within More Than One Year
<u>Solid Waste Management Authority</u>						
Capital leases payable	\$ 227,506	\$ -	\$ 54,383	\$ 173,123	\$ 173,123	\$ -
Accrued closure and post closure costs	6,124,631	102,149	-	6,226,780	21,862	6,204,918
Total Solid Waste Management Authority	\$ 6,352,137	\$ 102,149	\$ 54,383	\$ 6,399,903	\$ 194,985	\$ 6,204,918

LAURENS COUNTY, GEORGIA

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012**

Long-term liability activity for the Dublin-Laurens County Development Authority for the year ended June 30, 2012 was as follows:

<u>Dublin - Laurens County Development Authority:</u>	<u>Total</u>	<u>Current</u>	<u>Long-term</u>
Note payable - Bank of Dudley, assignment and deed to secure debt for 95.39 acres of land. 3.24% interest rate, payable at maturity in one in one lump sum, to include all interest. Maturity date is 4/5/13.	\$ 330,756	\$ 330,756	\$ -
Note payable - Morris Bank, assignment and deed to secure for 13.81 acres of land. 5.64% interest rate, payable in monthly installments of \$20,000.	2,231,658	117,132	2,114,526
Note payable - Laurens County, related to the Erdrich Umformtechnik, Inc. project. Fixed interest rate of 0%. Payment will made in one lump sum at maturity. Maturity date is 6/13/19.	712,000	-	712,000
Note payable - Farmers State Bank, deed to secure debt for land and improvements. Fixed interest rate of 4.80%. payable in monthly installments of \$7,789.52. Maturity date is 4/10/24.	766,433	57,949	708,484
Total	\$ 4,040,847	\$ 505,837	\$ 3,535,010

Industrial Development Bonds were issued by the Authority in April 2012 for Erdrich Umformtechnik, Inc. and Dinex Emission, Inc. A "bonds for title" structure involves the issuance of industrial development bonds by a development authority to acquire or construct a project. The project is leased to the company at a rent equal to debt service on the bonds. This legal arrangement is primarily a tax abatement incentive and does not encumber the Authority or other government entities in any way for the debt service related to the bonds.

Long-term liability activity for the Public Health Center for the year ended June 30, 2012 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Within One Year</u>	<u>Within More Than One Year</u>
<u>Public Health Center</u>						
Compensated absences payable	\$ 341,082	\$ -	\$ 7,113	\$ 333,969	\$ 66,794	\$ 267,175

Changes in Long-term Advances to the Primary Government

Long-term advances to the primary government activity for the year ended June 30, 2012 for the Public Facilities Authority was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>	<u>Amounts Due Within More Than One Year</u>
<u>Advances to primary government:</u>						
General Fund	\$ 939,147	\$ -	\$ 53,958	\$ 885,189	\$ 56,187	\$ 829,002

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

H. Capital Leases

The County has entered into a lease agreement as lessee for financing the acquisition of Enhanced 911 equipment. This lease agreement qualifies as a capital lease for accounting purposes (titles transfer at the end of the lease term) and, therefore, has been recorded at the present value of the future minimum lease payments as of the date of its inception. The following is an analysis of the vehicles and equipment leased under the capital lease as of June 30, 2012:

	SPLOST Governmental Activities
Asset -	
Machinery and Equipment	\$ 211,870
Less: Accumulated depreciation	(58,264)
Total	\$ 153,606

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2012 were as follows:

	Governmental Activities
June 30, 2013	\$ 11,771
Less: amount representing interest	-
Present value of minimum lease payments	\$ 11,771

The Laurens County Solid Waste Management Authority has entered into a lease agreement as lessee for financing the acquisition of equipment. This lease agreement qualifies as a capital lease for accounting purposes (titles transfer at the end of the lease term) and, therefore, has been recorded at the present value of the future minimum lease payments as of the date of its inception. The following is an analysis of the equipment leased under the capital lease as of June 30, 2012:

	Solid Waste Management Authority Activities
Asset -	
Machinery and Equipment	\$ 470,089
Less: Accumulated depreciation	(160,372)
Total	\$ 309,717

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2012 were as follows:

	Solid Waste Management Authority Activities
June 30, 2013	\$ 175,000
Less: amount representing interest	(1,877)
Present value of minimum lease payments	\$ 173,123

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

I. Short - Term Debt

Short-term liability activity for the primary government for the year ended June 30, 2012 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance
Governmental Activities	\$ 5,310,000	\$ 1,750,000	\$ 7,060,000	\$ -

J. Segment Information

Laurens County Solid Waste Management Authority issued bonds to finance the costs of acquiring, constructing, and monitoring the County's landfill. The Authority is accounted for as a component unit. However, investors in the revenue bonds rely on the revenue generated by landfill activities for repayment. Summary financial information for the landfill is presented below and on the following page.

LAURENS COUNTY SOLID WASTE MANAGEMENT AUTHORITY

CONDENSED STATEMENT OF NET ASSETS

Assets

Cash and cash equivalents	\$ 1,003,583
Accounts and interest receivable	113,093
Capital assets:	
Land and other non-depreciable assets	288,824
Other capital assets, net of depreciation	1,669,213
Prepaid expenses	7,685
Restricted cash - post closure care costs	3,390,425
Total assets	6,472,823

Liabilities

Accounts payable	27,222
Accrued expenses	16,105
Current portion of accrued closure and post closure costs	21,862
Advances from primary government	14,654
Accrued closure and post closure costs, net of current portion	6,204,918
Long-term obligations:	
Due within one year	173,123
Due in more than one year	-
Total liabilities	6,457,884

Net Assets:

Invested in capital assets, net of related debt	1,784,914
Reserved for post closure costs	3,390,425
Unrestricted	(5,160,400)
Total net assets	\$ 14,939

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

CONDENSED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

Landfill charges (pledged against bonds)	\$ 1,402,149
Depreciation expense	(486,612)
Other operating expenses	<u>(956,232)</u>
Operating loss	<u>(40,695)</u>
Non-operating revenues (expenses):	
Interest income	26,879
Loss on disposal of capital assets	(2,115)
Interest expense	<u>(6,570)</u>
Non-operating revenue	<u>18,194</u>
Change in net assets	(22,501)
Beginning net assets	<u>37,440</u>
Ending net assets	<u><u>\$ 14,939</u></u>

CONDENSED STATEMENT OF CASH FLOWS

Net cash provided (used) by:	
Operating activities	\$ 616,187
Noncapital financing activities	-
Capital and related financing activities	(221,448)
Investing activities	<u>(789)</u>
Net decrease	393,950
Beginning cash and cash equivalents	<u>609,633</u>
Ending cash and cash equivalents	<u><u>\$ 1,003,583</u></u>

IV. OTHER INFORMATION

A. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the Government carries commercial insurance. The County established a limited risk management program for employee health and dental insurance in 1992. Premiums are paid into the internal service fund on an allocated basis where the County pays 65% of the premiums and the employee pays 35% of the premiums. Premiums are available to pay claims, claims reserve, excess insurance coverage and administrative costs of the program. During the fiscal year 2012, a total of \$2,478,546 was paid in benefits and administrative costs. An excess coverage insurance policy covers individual claims in excess of \$50,000. Based upon past claims history, claims incurred but not reported is considered to be immaterial and have not been accrued.

The County has joined together with other governments in the state as part of the Georgia Interlocal Risk Management Agency Property and Liability Insurance Fund and the Association of County Commissioners of Georgia (ACCG) Workers' Compensation Self Insurance Fund, public entity risk pools currently operating as common risk management and insurance programs for member local governments. As part of these risk pools, the County is obligated to pay all contributions and assessments as prescribed by the pools, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the funds, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claim of loss. The County is also to allow the pool's agents and attorneys to represent the County in investigation, settlement discussions and all levels of litigation arising out of any claim made against the County within the scope of loss protection furnished by the funds.

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

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

Settled claims in the current year have not exceeded the coverage.

Claims and Judgments - Description

Significant losses experienced by the County are covered by commercial insurance for all risks except employee health care for which the County retains the risk of loss. For insured risks there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or prior years.

Claims Liabilities

The County records an estimated liability for indemnity health care, torts and other claims against the County. Claim liabilities are based on estimates of the ultimate cost of reportable claims (including future claim adjustment expenses) and an estimate for claims incurred but not reported based on historical experience.

Unpaid Claim Liabilities

The fund establishes a liability for both reported and unreported events, which includes estimates of both future payments of losses and related claims adjustment expenses.

The following represents the changes in approximate aggregate liabilities for the County from July 1, 2010 to June 30, 2012:

	Health Care	Torts
Liability balance July 1, 2010	\$ 291,946	\$ -
Claims and changes in estimates	2,642,484	-
Claims payments	<u>(2,586,068)</u>	-
Liability balance June 30, 2011	348,362	-
Claims and changes in estimates	1,885,972	-
Claims payments	<u>(1,940,688)</u>	-
Liability balance June 30, 2012	<u>\$ 293,646</u>	<u>\$ -</u>
Assets available to pay claims at June 30, 2012	<u>\$ 899</u>	<u>\$ -</u>

B. Defined Benefit Pension Plan

- Plan Description** - The County contributes to the Association of County Commissioners of Georgia (ACCG) Defined Benefit Plan (Plan), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for participating counties in Georgia. The Plan does not issue a stand-alone financial report, but the Plan is included in the financial report of the ACCG. A copy of the financial report may be obtained from GEBCorp, 400 Galleria Parkway, Suite 1250, Atlanta, Georgia, 30339.

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.

All full-time County employees are eligible to participate in the Plan after completing three years of service. Benefits vest after five years of service. Participants become eligible to retire at age 65 with 3 years of participation in the Plan. Upon eligibility to retire, participants are entitled to an annual benefit in the amount of 50% of average annual compensation up to \$6,600 plus 1.00% of average annual compensation in excess of \$6,600 plus \$18.00 for each year of service payable as a life annuity.

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

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.

County employees are not required to contribute to the Plan. The annual County contribution to the Plan is determined using actuarial methods and assumptions approved by the ACCG Plan trustees and must satisfy the minimum contribution requirement contained in the State of Georgia Statute 47-20. The required contribution for the 2012 plan year was \$451,750. This amount represents 5.9% of covered payroll.

Participant counts as of January 1, 2011 (the most recent actuarial valuation date) and covered compensation (based on covered earnings for the preceding year) are shown below:

Retirees and beneficiaries currently receiving benefits	78
Terminated plan members entitled to but not yet receiving benefits	193
Disabled in pay status	7
Active employees participating in the Plan	223
Total	501

2. **Summary of Significant Accounting Policies** - The Plan's financial statements are prepared on an accrual basis, modified to include unrealized gains or losses on marketable securities owned by the Plan and incremental changes in the cash value of pre-retirement life insurance policies owned by the trust. The Plan does not issue stand-alone financial statements.

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

Investments in securities are valued at current market prices. The trust fund is invested, approximately, in 60% equities and 40% fixed income securities on a cost basis.

The information presented in the required supplementary schedules was determined as part of the actuarial valuation as of January 1, 2011. The following summarizes the actuarial methods and assumptions used in that valuation.

Valuation date	January 1, 2012
Actuarial cost method	Projected Unit Credit
Asset valuation method	Market value
Amortization method	Level Percent of Pay (Closed)
Remaining amortization period*	10 years
 Actuarial assumptions**:	
Investment rate of return	7.75% per annum
Projected salary increases	4.0% - 6.5% per annum based on age
Inflation adjustments	3% per annum
Post-retirement benefit increases	None

* Represents the estimated amortization period for all unfounded liabilities combined into one amortization base.

** The actuarial assumptions shown above include expected inflation of 3.0% per annum.

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

3. **Contributions** - The County is required to contribute at an actuarially determined rate. Section 47-20 of the Georgia Code sets forth the funding standards for state and local Governmental pension plans. Administrative expenses are based on total covered compensation of active plan participants and are added to the state-required annual funding requirement. The Georgia Constitution enables the governing authority of the County, the Board of Commissioners, to establish and amend from time to time, the contribution rates for the County and its plan participants.
4. **Annual Pension Cost, Net Pension Obligation and Reserves** - Current year annual pension costs for the Plan are shown in the trend information provided below. Annual required contributions were made to the Plan.

Annual Pension Cost:	
Required contribution	\$ 458,254
Interest on net pension obligation	2,481
Amortization on net pension obligation	(2,655)
Total annual pension cost	458,080
Employer contributions	444,263
Decrease in net pension obligation	13,817
Net pension obligation, beginning of year	32,016
Net pension obligation, end of year	\$ 45,833

There are no assets legally reserved for purposes other than the payment of plan member benefits for either plan. There are no long-term contracts for contributions.

5. **Trend Information**

Fiscal Year Ended	Annual Pension Cost (APC)	Actual County Contribution	Percentage Contributed	Net Pension Obligation (NPO)
2010	\$ 440,439	\$ 436,875	99.0%	\$ 28,452
2011	458,080	444,263	97.0%	32,016
2012	459,184	N/A	N/A	45,833

6. **Funded Status and Funding Progress**

The funded status of the Plan as of January 1, 2011, the most recent actuarial valuation date, is as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Funded Ratio (a/b)	Unfunded AAL (UAAL) b-a	Covered Payroll	Unfunded AAL as a Percentage of Covered Payroll ((b-a)/c)
2011	* \$ 7,031,343	\$ 8,306,840	84.6%	\$ 1,275,497	\$ 7,475,226	17.1%

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

C. Closure and Post-Closure Care Cost

1. Landfill Related Contingencies

During the year ended June 30, 1995, the County was notified that the old landfill site, closed on January 13, 1995, had been identified as a hazardous waste site. As such, the County will have to comply with prescribed procedures regarding clean-up and additional monitoring. As of June 30, 2012, it was impossible to determine the cost of the related liability as the required procedures to bring the Landfill into compliance with respective laws and regulations have not yet been determined. The County has contributed, under the Hazardous Site Response Act, 50 cents per ton of waste received by the landfill to the State of Georgia Department of Human Resources Superfund. These funds have been earmarked by the State to identify and clean-up hazardous waste sites. Accordingly, it is impractical to determine the extent that the County will fund this liability.

The Georgia Comprehensive Solid Waste Management Act of 1990 includes several mandated reductions and/or changes in solid waste disposal. This Act includes a requirement to reduce solid waste disposal by 25% by July 1, 1996, and requirements for recycling programs among other requirements. The County has elected to participate in the Solid Waste Management Plan developed by the Heart of Georgia Regional Development Center. This plan has a ten-year implementation strategy to fulfill the requirements of the Solid Waste Management Act of 1990.

2. Sanitary Landfill Closure and Post-Closure Care Costs

State and federal laws and regulations require the Laurens County Solid Waste Management Authority to place a final cover on its landfill sites when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and post-closure cash costs will be paid only near or after the date that the landfill stops accepting waste, the Authority reports a portion of these closure and post-closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date.

The \$6,771,517 reported as landfill closure and post-closure care liability at June 30, 2012, represents the cumulative amount reported to date based on the use of 100% of the estimated capacity of the old landfill site and 56.3% percent of the estimated capacity of the new landfill site. The landfill closure and post-closure care liability for the old and new landfill sites are \$904,589 and \$5,866,928, respectively. The estimated remaining life of the new landfill is 32 years. The total estimated costs of closure and post-closure care costs as determined at June 30, 2012 amounted to \$11,739,400. Actual costs for closure and post-closure may differ from the estimate due to inflation, changes in technology, or changes in regulation.

Due to the competitive nature of the market which serves landfill monitoring and care and changes in inflation and technology, the estimated post-closure and closure care costs increased during the fiscal year ended June 30, 2012. The increase was reflected in the operating statement of the landfill.

The Authority plans to finance closure and post-closure care costs through user fees. However, if the user fees are inadequate or additional post-closure care requirements are later determined to be due, these costs will be covered by transfers from the General Fund of Laurens County, Georgia.

D. Contingent Liabilities

Grant Funds

The County participates in numerous grant programs on the federal and state level. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal Government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Government expects such amounts, if any, to be immaterial.

LAURENS COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2012

E. Joint Venture

Under Georgia law, Laurens County, in conjunction with other cities and counties in the eight county west central Georgia area, is a member of the Heart of Georgia Regional Development Center (RDC) and is required to pay annual dues thereto. Membership in a RDC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RDC in Georgia. The RDC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member Governments are liable for any debts or obligations of a RDC. Separate financial statements may be obtained from:

Heart of Georgia Regional Development Center
501 Oak Street
Eastman, Georgia 31023

F. Conduit Debt Obligations

During the year ended June 30, 2009, the Laurens County Public Facilities Authority entered into an intergovernmental contract with the City of Dublin, Georgia to issue \$12,000,000 in revenue bonds to provide funds to acquire construct and equip capital outlay projects of the City. Under the intergovernmental contract, the City has an unconditional obligation to provide sufficient funds for debt service payments and related paying agent or bond registrar fees. The City is authorized to exercise its powers of taxation to the extent necessary to pay the amounts required by the contract. The County and the Authority have no liability for repayment of these bonds and, accordingly, these bonds have not been recorded as a liability on the financial statements of the County or the Authority. As of June 30, 2012, the outstanding balance of these revenue bonds was \$3,000,000.

During the year ended June 30, 2009, the Laurens County Public Facilities Authority entered into an intergovernmental contract with the City of Dublin School District to issue \$4,500,000 in revenue bonds to provide funds to acquire, construct and equip capital outlay projects of the School District. Under the intergovernmental contract, the School District has an unconditional obligation to provide sufficient funds for debt service payments and related paying agent or bond registrar fees. The School District is authorized to exercise its powers of taxation to the extent necessary to pay the amounts required by the contract. The County and the Authority have no liability for repayment of these bonds and, accordingly, these bonds have not been recorded as a liability on the financial statements of the County or the Authority. As of June 30, 2012, the outstanding balance of these revenue bonds was \$4,500,000.

G. Subsequent Events

Subsequent to June 30, 2012, the County issued \$12,000,000 in General Obligation Sales Tax bonds for the purpose of economic development to be paid from future SPLOST proceeds.

The County performed an evaluation of subsequent events through January 10, 2013, the date upon which the County's financial statements were available for issue. The County has not evaluated subsequent events after this date. Other than the item noted above, no subsequent events were identified that would have required a change to the financial statements or disclosure in the notes to the financial statements.

***Required Supplementary Information Other Than
Management's Discussion and Analysis***



REPORT ON SUPPLEMENTARY INFORMATION

To the Board of Commissioners
of Laurens County, Georgia

Our audit was made for the purpose of forming opinions on the basic financial statements taken as a whole. Supplementary financial information relating to the defined benefit pension plan and Budgetary Comparison Schedule – General Fund is presented only for purposes of additional analysis and is not a required part of the basic financial statements. This information is prepared, without audit or review, and we do not express an opinion or any other form of assurance on such data.

Thigpen, Jones, Seaton, & Co., P.C.

January 10, 2013
Dublin, Georgia

LAURENS COUNTY, GEORGIA

**REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2012**

EXHIBIT 12
PAGE 1 OF 5

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:				
Taxes Revenues:				
General property taxes	\$ 7,403,800	\$ 7,403,800	\$ 7,449,259	\$ 45,459
Local option sales tax	4,600,000	4,600,000	5,005,139	405,139
Cable franchise fees	80,000	100,000	109,965	9,965
Financial institution tax	95,000	95,000	104,777	9,777
Real estate transfer tax	20,000	20,000	14,668	(5,332)
Other taxes:				
Railroad equipment tax	10,500	10,500	-	(10,500)
Life insurance premium tax	1,182,000	763,555	676,305	(87,250)
Intangible personal tax recording	110,000	110,000	113,535	3,535
Beer, wine and liquor tax	109,000	109,000	103,156	(5,844)
Total taxes revenues	<u>13,610,300</u>	<u>13,211,855</u>	<u>13,576,804</u>	<u>364,949</u>
Licenses and Permits:				
Alcoholic beverage licenses	15,500	15,500	18,391	2,891
Building permits	25,000	25,000	24,415	(585)
Tower permits	-	-	7,500	7,500
Land disturbance permits	500	500	364	(136)
Total licenses and permits	<u>41,000</u>	<u>41,000</u>	<u>50,670</u>	<u>9,670</u>
Grant Revenues:				
General -				
GEMA	16,000	16,000	16,940	940
Public safety:				
Local law enforcement block grant	154,000	154,000	159,279	5,279
EMA	1,210	1,210	1,210	-
FEMA	-	-	22,895	22,895
GBI	-	-	18,118	18,118
School security	72,555	72,555	93,596	21,041
Total grant revenues	<u>243,765</u>	<u>243,765</u>	<u>312,038</u>	<u>68,273</u>
Charges for Services:				
Public safety:				
Sheriff - inmate housing and fees	466,000	466,000	511,260	45,260
District Attorney confiscated funds	75,430	75,430	48,894	(26,536)
Miscellaneous reimbursements	252,650	252,650	442,689	190,039
General government:				
Superior Court fees	33,155	33,155	22,608	(10,547)
Juvenile Court fees	12,120	12,120	11,733	(387)
Administration fees	14,400	14,400	14,400	-
Miscellaneous reimbursements	416,000	416,000	448,581	32,581
Public works -				
Garbage contract	914,400	-	-	-
Miscellaneous reimbursements	150,000	150,000	305,994	155,994
Total charges for services	<u>2,334,155</u>	<u>1,419,755</u>	<u>1,806,159</u>	<u>386,404</u>

LAURENS COUNTY, GEORGIA

EXHIBIT 12
PAGE 2 OF 5

**REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Original Budgeted Amounts</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Fines and Forfeitures:				
Magistrate Court	\$ 293,000	\$ 293,000	\$ 248,174	\$ (44,826)
Superior Court	463,250	463,250	469,619	6,369
Juvenile Court	15,000	15,000	10,040	(4,960)
Probate Court	1,945,500	1,980,500	1,912,425	(68,075)
Public Defender	2,000	2,000	28,422	26,422
Total fines and forfeitures	<u>2,718,750</u>	<u>2,753,750</u>	<u>2,668,680</u>	<u>(85,070)</u>
Interest Income:				
County treasurer	7,500	7,500	4,903	(2,597)
Sheriff	250	250	75	(175)
Tax commissioner	3,500	3,500	2,872	(628)
Total interest income	<u>11,250</u>	<u>11,250</u>	<u>7,850</u>	<u>(3,400)</u>
Miscellaneous Revenues:				
Rents - county owned buildings	197,430	197,430	171,922	(25,508)
Miscellaneous	16,000	16,000	12,787	(3,213)
Total miscellaneous revenues	<u>213,430</u>	<u>213,430</u>	<u>184,709</u>	<u>(28,721)</u>
Total Revenues	<u>\$ 19,172,650</u>	<u>\$ 17,894,805</u>	<u>\$ 18,606,910</u>	<u>\$ 712,105</u>

LAURENS COUNTY, GEORGIA

**REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2012**

EXHIBIT 12
PAGE 3 OF 5

	<u>Original Budgeted Amounts</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
General Government:				
County Administrator	\$ 279,360	\$ 279,360	\$ 283,005	\$ (3,645)
County Commissioners	113,085	113,085	114,020	(935)
County Administration	731,625	731,625	709,758	21,867
Finance Office	219,300	219,300	214,146	5,154
Elections	55,630	55,630	48,686	6,944
Board of Registrars	103,365	103,365	96,782	6,583
Tax Assessor	538,950	538,950	536,479	2,471
Tax Commissioner	442,485	442,485	435,388	7,097
County Attorney	134,255	134,255	131,867	2,388
Data Processing	83,030	83,030	81,949	1,081
Airport	95,480	95,480	91,528	3,952
Courthouse	246,995	246,995	250,828	(3,833)
Other Public Buildings	48,670	48,670	54,120	(5,450)
Total general government	<u>3,092,230</u>	<u>3,092,230</u>	<u>3,048,556</u>	<u>43,674</u>
Judicial:				
Court Reporter	114,890	114,890	118,060	(3,170)
Superior Court Judge	180,400	180,400	164,393	16,007
Clerk of Superior Court	693,425	693,425	654,755	38,670
District Attorney	712,790	712,790	759,295	(46,505)
Magistrate Court	196,760	196,760	190,657	6,103
Public Defender	309,205	309,205	307,096	2,109
Probate Judge	309,710	309,710	307,843	1,867
Jury administration	99,700	99,700	71,917	27,783
Juvenile prosecutor	22,600	22,600	-	22,600
Juvenile Court	137,500	137,500	130,671	6,829
Total judicial	<u>2,776,980</u>	<u>2,776,980</u>	<u>2,704,687</u>	<u>72,293</u>
Public Safety:				
Sheriff Department	2,717,120	2,717,120	2,691,684	25,436
Jail Facility	2,436,180	2,436,180	2,375,104	61,076
Drug Task Force	234,600	234,600	209,321	25,279
Special Response Team	4,500	4,500	4,781	(281)
Probation	605	605	818	(213)
Interstate Crime Enforcement Unit	260,605	260,605	272,079	(11,474)
School Security	72,555	72,555	72,990	(435)
Rural Fire Department	504,220	504,220	479,622	24,598
Coroner	64,515	64,515	64,543	(28)
Animal Control	159,360	159,360	157,339	2,021
D.A.R.E.	-	-	2,994	(2,994)
Courthouse Security	236,730	236,730	193,038	43,692
Community Service	9,075	9,075	11,326	(2,251)
Total public safety	<u>6,700,065</u>	<u>6,700,065</u>	<u>6,535,639</u>	<u>164,426</u>

LAURENS COUNTY, GEORGIA

**REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2012**

EXHIBIT 12
PAGE 4 OF 5

	<u>Original Budgeted Amounts</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Public Works:				
Maintenance shop	\$ 405,525	\$ 405,525	\$ 396,836	\$ 8,689
Public Works department	2,331,265	2,331,265	2,327,649	3,616
Sanitation department	1,022,845	-	-	-
Building inspection	62,690	62,690	62,641	49
Total public works	<u>3,822,325</u>	<u>2,799,480</u>	<u>2,787,126</u>	<u>12,354</u>
Health and Welfare:				
Health department	166,795	166,795	162,890	3,905
Laurens DFCS	5,000	5,000	8,250	(3,250)
Total health and welfare	<u>171,795</u>	<u>171,795</u>	<u>171,140</u>	<u>655</u>
Conservation of Natural Resources:				
County Agent	56,015	56,015	55,433	582
Recreation Authority	600,000	600,000	600,000	-
Laurens County Library	378,455	378,455	378,455	-
Forestry commission	45,805	45,805	36,865	8,940
Total conservation of natural resources	<u>1,080,275</u>	<u>1,080,275</u>	<u>1,070,753</u>	<u>9,522</u>
Housing and Development:				
Dublin Main Street Program	5,000	5,000	-	5,000
Heart of Georgia RDC	26,600	26,600	27,608	(1,008)
Laurens County Development Authority	110,000	110,000	122,750	(12,750)
Total housing and development	<u>141,600</u>	<u>141,600</u>	<u>150,358</u>	<u>(8,758)</u>
Debt Service:				
Principal	53,960	53,960	53,957	3
Interest and other charges	47,200	47,200	73,687	(26,487)
Total Debt Service	<u>101,160</u>	<u>101,160</u>	<u>127,644</u>	<u>(26,484)</u>

LAURENS COUNTY, GEORGIA

**REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2012**

EXHIBIT 12
PAGE 5 OF 5

	<u>Original Budgeted Amounts</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Capital Outlay -				
Board of Registrars	\$ -	\$ -	\$ 2,798	\$ (2,798)
Finance Office	-	-	266	(266)
Miscellaneous buildings	-	-	1,096	(1,096)
Courthouse	-	-	3,893	(3,893)
Airport	-	-	1,887	(1,887)
District Attorney	-	-	452	(452)
Data Processing	-	-	2,983	(2,983)
Tax Commissioner	-	-	2,335	(2,335)
Probate Court	-	-	1,148	(1,148)
SRT Unit	-	-	1,929	(1,929)
Coroner	1,500	1,500	-	1,500
Sheriff's Department	-	-	33,012	(33,012)
Drug Task Force	-	-	420	(420)
Jail Facility	-	-	10,026	(10,026)
Animal Control	2,100	2,100	1,570	530
Rural Fire Department	-	-	563	(563)
Maintenance Shop	-	-	3,290	(3,290)
Public Works Department	-	-	9,525	(9,525)
Development Authority	26,020	26,020	-	26,020
County Agent	500	500	500	-
Total Capital Outlay	<u>30,120</u>	<u>30,120</u>	<u>77,693</u>	<u>(47,573)</u>
Total Expenditures	<u>17,916,550</u>	<u>16,893,705</u>	<u>16,673,596</u>	<u>220,109</u>
Excess of Revenues Over Expenditures	<u>1,256,100</u>	<u>1,001,100</u>	<u>1,933,314</u>	<u>932,214</u>
Other Financing Sources (Uses):				
Proceeds from sale of capital assets	20,000	20,000	2,841	(17,159)
Transfer in	120,000	120,000	97,262	(22,738)
Transfers out	(1,396,100)	(1,396,100)	(1,616,680)	(220,580)
Total other financing sources (uses)	<u>(1,256,100)</u>	<u>(1,256,100)</u>	<u>(1,516,577)</u>	<u>(260,477)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	-	(255,000)	416,737	671,737
Fund Balance, Beginning	<u>3,461,374</u>	<u>3,461,374</u>	<u>3,461,374</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 3,461,374</u>	<u>\$ 3,206,374</u>	<u>\$ 3,878,111</u>	<u>\$ 671,737</u>

LAURENS COUNTY, GEORGIA

EXHIBIT 13

**REQUIRED SUPPLEMENTARY INFORMATION
DEFINED BENEFIT PENSION PLAN
FOR THE YEAR ENDED JUNE 30, 2012**

I. SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Funded Ratio (a/b)	Unfunded AAL (UAAL) b-a	Covered Payroll	Unfunded AAL as a Percentage of Covered Payroll ((b-a)/c)
2000	\$ 3,278,518	\$ 3,703,828	88.5%	\$ 425,311	\$ 4,533,981	9.4%
2001	3,362,477	3,947,535	85.2%	585,058	4,826,771	12.1%
2002	3,295,710	4,331,156	76.1%	1,035,446	5,035,323	20.6%
2003	3,915,857	4,876,772	80.3%	960,915	5,160,239	18.6%
2004	4,244,146	5,241,500	81.0%	997,354	5,562,518	17.9%
2005	4,774,289	5,705,906	83.7%	931,617	5,527,640	16.9%
2006	5,321,461	5,885,343	90.4%	563,882	5,549,834	10.2%
2007	5,785,623	6,287,832	92.0%	502,209	5,787,263	8.7%
2008	5,737,865	6,773,600	84.7%	1,035,735	6,166,414	16.8%
2009	* 6,219,444	7,146,234	87.0%	926,790	6,128,977	15.1%
2010	* 6,671,167	7,934,183	84.1%	1,263,017	7,267,107	17.4%
2011	* 7,031,343	8,306,840	84.6%	1,275,497	7,475,226	17.1%

* Reflects change to asset smoothing adopted by the ACCG Pension Plan and Trust Board of Trustees

Other Supplementary Information

Major Governmental Funds:

SPLOST Fund accounts for the special purpose local option sales tax proceeds collected for the acquisition or construction of major capital projects.

2012 SPLOST Fund accounts for the special purpose local option sales tax proceeds collected for the acquisition or construction of major capital projects and payment of County debt.

Permanent Fund accounts for resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the County's economic development programs.

Emergency Medical Services Fund accounts for the activities of the County's ambulance service.

LAURENS COUNTY, GEORGIA

EXHIBIT 14

SPLOST FUND
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues:			
Sales tax revenues	\$ 8,450,000	\$ 8,678,338	\$ 228,338
Interest income	6,500	7,871	1,371
Grant income	500,000	159,480	(340,520)
Miscellaneous income	-	-	-
Total revenues	<u>8,956,500</u>	<u>8,845,689</u>	<u>(110,811)</u>
Expenditures:			
Salaries	353,600	315,479	38,121
Group insurance	30,140	21,570	8,570
Payroll taxes	27,050	23,395	3,655
Worker's compensation	28,750	27,061	1,689
Prison detail	43,300	39,500	3,800
Gasoline and oil	150,000	107,567	42,433
Administration expenditures	-	174,447	(174,447)
Interest payments	7,215	8,597	(1,382)
Principle payments	394,990	389,912	5,078
City of Dublin	3,031,285	3,161,637	(130,352)
City of East Dublin	476,318	496,801	(20,483)
City of Rentz	22,332	23,292	(960)
City of Cadwell	24,989	26,064	(1,075)
City of Montrose	19,269	20,098	(829)
City of Dexter	31,118	32,456	(1,338)
City of Dudley	29,007	30,254	(1,247)
Laurens County Development Authority	308,567	321,836	(13,269)
Dublin-Laurens County Recreation Authority	177,425	185,055	(7,630)
Economic development expenditures	-	67,260	(67,260)
Intergovernmental transfer	-	50,000	(50,000)
Capital outlay	3,801,145	3,319,418	481,727
Total expenditures	<u>8,956,500</u>	<u>8,841,699</u>	<u>114,801</u>
Excess of Revenues Over Expenditures	<u>-</u>	<u>3,990</u>	<u>3,990</u>
Other Financing Source -			
Transfer in	-	89,681	89,681
Excess of Revenues and Other Financing Sources Over Expenditures	<u>-</u>	<u>93,671</u>	<u>93,671</u>
Fund Balance, Beginning	<u>3,667,039</u>	<u>3,667,039</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 3,667,039</u>	<u>\$ 3,760,710</u>	<u>\$ 93,671</u>

LAURENS COUNTY, GEORGIA

EXHIBIT 15

2012 SPLOST FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2012

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues - Interest Income	\$ -	\$ 12	\$ 12
Expenditures:			
Interest expenditures	-	142,033	(142,033)
Economic development	-	1,337,583	(1,337,583)
Capital outlay	-	15,959	(15,959)
Total expenditures	-	1,495,575	(1,495,575)
Deficiency of Revenues Under Expenditures	-	(1,495,563)	(1,495,563)
Fund Deficit, Beginning	(5,310,000)	(5,310,000)	-
Fund Deficit, Ending	\$ (5,310,000)	\$ (6,805,563)	\$ (1,495,563)

LAURENS COUNTY, GEORGIA

EXHIBIT 16

PERMANENT FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2012

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues - Interest Income	\$ -	\$ 15,583	\$ 15,583
<hr/>			
Expenditures -			
Miscellaneous expenditures	-	165	(165)
Deficiency of Revenues Under Expenditures	-	15,418	15,418
<hr/>			
Other Financing Source (Use):			
Transfer in	-	7,281,844	7,281,844
Transfer out	-	(97,262)	(97,262)
Total Other Financing Source (Use)	-	7,184,582	7,184,582
<hr/>			
Excess of Revenues and Other Financing Sources Over Expenditures	-	7,200,000	7,200,000
<hr/>			
Fund Balance, Beginning	-	-	-
Fund Balance, Ending	\$ -	\$ 7,200,000	\$ 7,200,000

LAURENS COUNTY, GEORGIA

EXHIBIT 17

EMERGENCY MEDICAL SERVICES FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2012

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Ambulance fees	\$ 1,910,000	\$ 1,909,685	\$ (315)
Interest income	450	305	(145)
Other income	1,000	8,946	7,946
Total revenues	1,911,450	1,918,936	7,486
Expenditures:			
Salaries	1,731,410	1,587,029	144,381
Group insurance	171,255	177,728	(6,473)
Payroll taxes	132,450	114,550	17,900
Worker's compensation	40,000	30,735	9,265
Other professional services	4,100	2,895	1,205
Travel	4,000	2,279	1,721
Pest control	1,440	1,920	(480)
Education and training	7,000	12,708	(5,708)
Supplies	76,500	91,079	(14,579)
Repairs and maintenance	102,180	106,473	(4,293)
Licenses	18,750	18,700	50
Postage	7,500	5,538	1,962
Uniforms	8,000	6,043	1,957
Utilities	52,500	51,145	1,355
Gas and diesel	90,900	89,718	1,182
Miscellaneous	2,050	13,102	(11,052)
Capital outlay	-	12,563	(12,563)
Total expenditures	2,450,035	2,324,205	125,830
Deficiency of Revenues Under Expenditures	(538,585)	(405,269)	133,316
Other Financing Sources:			
Transfer in	537,585	397,469	(140,116)
Proceeds from sale of capital assets	1,000	8,000	7,000
Total Other Financing Sources	538,585	405,469	(133,116)
Excess of Revenues and Other Financing Sources Over Expenditures			
	-	200	200
Fund Balance, Beginning	350	350	-
Fund Balance, Ending	\$ 350	\$ 550	\$ 200

Major Enterprise Fund -

Sanitation Fund accounts for the activities of the County's sanitation operations.

LAURENS COUNTY, GEORGIA

EXHIBIT 18

SANITATION FUND
STATEMENT OF NET ASSETS
JUNE 30, 2012

	Business - Type Activity - Enterprise Fund
	<u>Sanitation Fund</u>
ASSETS	
Current Assets:	
Cash and cash equivalents	\$ 110,190
Accounts receivable, net of allowance for uncollectibles	71,814
Prepaid expenses	<u>2,399</u>
Total current assets	<u>184,403</u>
Noncurrent Assets:	
Capital assets:	
Nondepreciable assets	105,934
Depreciable assets, net of depreciation	<u>313,103</u>
Total capital assets, net	<u>419,037</u>
Total Assets	<u>603,440</u>
LIABILITIES	
Current Liabilities:	
Accounts payable	27,349
Due to other funds	<u>68,204</u>
Total Current Liabilities	<u>95,553</u>
NET ASSETS	
Invested in capital assets	419,037
Unrestricted	<u>88,850</u>
Total Net Assets	<u>\$ 507,887</u>

LAURENS COUNTY, GEORGIA

EXHIBIT 19

SANITATION FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2012

	Business - Type Activity - Enterprise Fund
	<u>Sanitation Fund</u>
Operating Revenues:	
Refuse collection charges	\$ 624,399
Other income	1,477
Total operating revenues	<u>625,876</u>
Operating Expenses:	
Salaries	396,629
Employee benefits	40,630
Prison detail	39,500
Utilities	37,636
Repairs and maintenance	51,522
Rental expense	2,432
Depreciation expense	88,648
Gas and diesel	108,956
Supplies	7,984
Landfill dumping fees	327,870
Miscellaneous expenses	2,555
Total operating expenses	<u>1,104,362</u>
Operating Loss	<u>(478,486)</u>
Non-operating Revenues:	
Interest income	244
Insurance premium tax	478,445
Transfer in - equity in capital assets	507,684
Total non-operating revenues	<u>986,373</u>
Change in net assets	507,887
Net Assets, Beginning	<u>-</u>
Net Assets, Ending	<u>\$ 507,887</u>

LAURENS COUNTY, GEORGIA

EXHIBIT 20

SANITATION FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2012

	Business - Type Activity - Enterprise Fund Sanitation Fund
Cash Flows from Operating Activities:	
Receipts from customers and others	\$ 554,062
Payments to suppliers	(445,802)
Payments to employees	(437,259)
Payments to others	(39,500)
Net cash used in operating activities	<u>(368,499)</u>
Cash Flows from Non - Capital and Related Financing Activities -	
Insurance premium tax	<u>478,445</u>
Cash Flows from Capital and Related Financing Activities -	
	<u>-</u>
Cash Flows from Investing Activities -	
Interest income	<u>244</u>
Net increase in cash and cash equivalents	110,190
Balances - beginning of year	<u>-</u>
Balances - end of year	<u>\$ 110,190</u>
Reconciliation of operating loss to net cash provided by operating activities:	
Operating loss	\$ (478,486)
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation	88,648
Net change in assets and liabilities attributable to operations:	
Accounts receivable	(71,814)
Prepaid expenses	(2,399)
Accounts payable	27,348
Due to other funds	68,204
Net cash used in operating activities	<u>\$ (368,499)</u>

Nonmajor Governmental Funds

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

- **Grants** – To account for grant funds that are legally restricted to expenditure for particular purposes.
- **Confiscated Assets** – To account for the revenues received that are designated for the purpose of enhancing law enforcement or capital outlay.
- **Enhanced 911** – To account for the activities of the E911 telephone operations center.
- **Crime Victims Assistance** – To account for the portion of all state court fines designated to be used for crime victims who have been displaced.
- **Law Library** – To account for the law library fees included in all fines which are specifically designated for the County's law library.
- **Alternative Dispute Resolution** – To account for the alternative dispute resolution fees included in fines which are specifically designated to provide mediation assistance.
- **Sheriff Commissary Fund** – To account for the activities of the inmate canteen operated by the Sheriff's Department.
- **Judicial Services Fund** – To account for the revenues received that are designated for the purpose of enhancing judicial services and law enforcement.

LAURENS COUNTY, GEORGIA

EXHIBIT 21

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2012

	Special Revenue							Total Nonmajor Governmental Funds	
	Grants	Confiscated Assets	Enhanced 911	Crime Victims Assistance	Law Library	Alternative Dispute Resolution	Sheriff Commissary		Judicial Services
ASSETS									
Cash	\$ 55,911	\$ 91,578	\$ 323,956	\$ 202,226	\$ 859	\$ 96,558	\$ 115,008	\$ 33,089	\$ 919,185
Accounts receivable	-	-	137,515	-	-	-	19,956	-	157,471
Due from other governments	14,090	-	-	16,048	-	-	-	-	30,138
Accrued interest	-	-	-	416	-	-	-	-	416
Prepaid expenses	803	-	1,742	-	-	-	-	-	2,545
Total Assets	\$ 70,804	\$ 91,578	\$ 463,213	\$ 218,690	\$ 859	\$ 96,558	\$ 134,964	\$ 33,089	\$ 1,109,755
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable	\$ 10,809	\$ -	\$ 3,915	\$ 1,294	\$ 4,521	\$ 510	\$ 1,255	\$ -	\$ 22,304
Accrued expenses payable	-	-	12,777	-	-	-	-	-	12,777
Deferred revenue	69,480	-	154,213	307	-	-	-	-	224,000
Due to other funds	80,289	-	170,905	1,601	4,521	510	1,255	-	259,081
Total liabilities	\$ 160,858	\$ -	\$ 341,800	\$ 3,202	\$ 9,042	\$ 1,020	\$ 2,510	\$ -	\$ 518,162
Fund Balances (Deficits):									
Nonspendable for prepaid expenditures	803	-	1,742	-	-	-	-	-	2,545
Restricted for special programs	(10,288)	91,578	-	217,089	(3,662)	96,048	133,709	33,089	557,563
Unassigned	-	-	290,566	-	-	-	-	-	290,566
Total fund balances (deficits)	(9,485)	91,578	292,308	217,089	(3,662)	96,048	133,709	33,089	850,674
Total Liabilities and Fund Balances (Deficits)	\$ 70,804	\$ 91,578	\$ 463,213	\$ 218,690	\$ 859	\$ 96,558	\$ 134,964	\$ 33,089	\$ 1,109,755

LAURENS COUNTY, GEORGIA

EXHIBIT 22

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2012**

	Special Revenue										Total Nonmajor Governmental Funds		
	Grants	Confiscated Assets	Enhanced 911	Crime Victims Assistance	Law Library	Alternative Dispute Resolution	Sheriff Commissary	Judicial Services					
Revenues:													
Charges for services	\$ -	\$ -	\$ 790,063	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 181,092	\$ 12,348	\$ 963,503
Fines and forfeitures	-	-	-	158,285	36,197	33,695	-	-	-	-	-	-	228,177
Grant revenue	335,217	-	-	21,985	-	-	-	-	-	-	-	-	357,202
Contribution revenue	12,185	-	-	-	-	-	-	-	-	-	-	-	12,185
Interest income	173	141	760	721	2	203	-	-	-	-	182	-	2,102
Other revenues	-	41,829	-	-	3,442	-	-	-	-	-	-	-	45,271
Total revenues	347,575	41,970	790,823	180,991	39,641	33,898	181,274	12,348	1,628,520				
Expenditures:													
Salaries and personnel costs	189,365	-	561,806	1,839	3,950	12,000	-	-	-	-	12,835	-	781,795
Group insurance	28,049	-	60,807	-	-	-	-	-	-	-	-	-	88,856
Payroll taxes	13,360	-	40,459	141	-	-	-	-	-	-	-	-	53,960
Worker's compensation	1,138	-	2,680	-	-	-	-	-	-	-	-	-	3,818
Rental	1,574	-	-	-	-	-	-	-	-	-	-	-	1,574
Travel	5,417	-	52	4,785	-	-	-	-	-	-	-	-	10,254
Education and training	13,871	-	1,293	549	-	-	-	-	-	-	650	562	16,925
Other professional fees	24,448	-	443	-	-	-	-	-	-	-	-	-	24,891
Contract labor	-	-	-	186,370	-	-	-	-	-	-	-	-	186,370
Program expenditures	-	-	-	221	47,961	24,460	-	-	-	-	73,147	3,442	149,231
Supplies	4,791	2,579	8,168	3,354	-	-	-	-	-	-	8,762	1,463	29,117
Repairs and maintenance	933	-	57,758	-	-	-	-	-	-	-	5,227	-	63,918
Utilities	16,243	-	221,583	1,603	-	-	-	-	-	-	2,759	-	242,288
Gas, diesel and oil	12,230	-	654	-	-	-	-	-	-	-	-	-	12,884
Other expenditures	51,137	-	492	509	386	623	-	-	-	-	2,563	4,744	60,454
Capital outlay	120,138	-	-	-	177	-	-	-	-	-	52,274	167	172,756
Total expenditures	482,694	2,579	956,295	199,371	52,474	37,083	158,217	10,378	1,899,091				
Excess (Deficiency) of Revenues Over (Under) Expenditures	(135,119)	39,391	(165,472)	(18,380)	(12,833)	(3,185)	23,057	1,970	(270,571)				
Other Financing Source -													
Transfers in	75,105	-	457,580	-	-	-	-	-	-	-	-	-	532,685
Excess (Deficiency) of Revenues and Other Financing Source Over (Under) Expenditures	(60,014)	39,391	292,108	(18,380)	(12,833)	(3,185)	23,057	1,970	262,114				
Fund Balance, Beginning	50,529	52,187	200	235,469	9,171	99,233	110,652	31,119	588,560				
Fund Balance (Deficit), Ending	(9,485)	91,578	292,308	217,089	(3,662)	96,048	133,709	33,089	850,674				

LAURENS COUNTY, GEORGIA

EXHIBIT 23

**BUDGETARY COMPARISON – GRANTS FUND
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues:			
Grant revenues	\$ 168,000	\$ 335,217	\$ 167,217
Contribution revenues	12,500	12,185	(315)
Interest income	285	173	(112)
Total revenues	<u>180,785</u>	<u>347,575</u>	<u>166,790</u>
Expenditures:			
Salaries	189,925	189,365	560
Group insurance	27,250	28,049	(799)
Payroll taxes	14,515	13,360	1,155
Worker's compensation	1,300	1,138	162
Rental expenditures	1,515	1,574	(59)
Travel	2,000	5,417	(3,417)
Education and training	4,000	13,871	(9,871)
Supplies	4,650	4,791	(141)
Repairs and maintenance	6,500	933	5,567
Other professional services	13,500	24,448	(10,948)
Utilities	13,650	16,243	(2,593)
Gas and oil	10,000	12,230	(2,230)
Other expenditures	18,100	51,137	(33,037)
Capital outlay	-	120,138	(120,138)
Total expenditures	<u>306,905</u>	<u>482,694</u>	<u>(175,789)</u>
Deficiency of Revenues Under Expenditures	<u>(126,120)</u>	<u>(135,119)</u>	<u>(8,999)</u>
Other Financing Source -			
Transfer in	96,495	75,105	(21,390)
Excess of (Deficiency of) Revenues and Other Financing Sources Over (Under) Expenditures	<u>(29,625)</u>	<u>(60,014)</u>	<u>(30,389)</u>
Fund Balance, Beginning	<u>50,529</u>	<u>50,529</u>	<u>-</u>
Fund Balance (Deficit), Ending	<u>\$ 20,904</u>	<u>\$ (9,485)</u>	<u>\$ (30,389)</u>

LAURENS COUNTY, GEORGIA

EXHIBIT 24

**BUDGETARY COMPARISON – CONFISCATED ASSETS FUND
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues:			
Condemnation revenue	\$ 24,900	\$ 41,829	\$ 16,929
Interest income	100	141	41
Total revenues	<u>25,000</u>	<u>41,970</u>	<u>16,970</u>
Expenditures:			
Supplies	-	2,579	(2,579)
Capital outlay	<u>25,000</u>	-	<u>25,000</u>
Total expenditures	<u>25,000</u>	<u>2,579</u>	<u>22,421</u>
Excess of Revenues Over Expenditure	-	39,391	39,391
Fund Balance, Beginning	<u>52,187</u>	<u>52,187</u>	-
Fund Balance, Ending	<u>\$ 52,187</u>	<u>\$ 91,578</u>	<u>\$ 39,391</u>

LAURENS COUNTY, GEORGIA

EXHIBIT 25

**BUDGETARY COMPARISON – ENHANCED 911 FUND
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues:			
Operating revenue	\$ 885,000	\$ 790,063	\$ (94,937)
Interest income	750	760	10
Total revenues	<u>885,750</u>	<u>790,823</u>	<u>(94,927)</u>
Expenditures:			
Salaries	575,000	561,806	13,194
Group insurance	60,695	60,807	(112)
Payroll taxes	44,050	40,459	3,591
Worker's compensation	5,000	2,680	2,320
Other professional services	5,750	443	5,307
Pest control	300	435	(135)
Travel	2,000	52	1,948
Dues and fees	250	-	250
Education and training	5,000	1,293	3,707
Supplies	9,600	8,168	1,432
Repairs and maintenance	56,775	57,758	(983)
Miscellaneous expenditures	-	57	(57)
Utilities	220,750	221,683	(933)
Gas and oil	900	654	246
Total expenditures	<u>986,070</u>	<u>956,295</u>	<u>29,775</u>
Deficiency of Revenues Under Expenditures	(100,320)	(165,472)	(65,152)
Other Financing Source -			
Transfer in	<u>100,320</u>	<u>457,580</u>	<u>357,260</u>
Excess of Revenues and Other Financing Source Over Expenditures	-	292,108	292,108
Fund Balance, Beginning	<u>200</u>	<u>200</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 200</u>	<u>\$ 292,308</u>	<u>\$ 292,108</u>

LAURENS COUNTY, GEORGIA

EXHIBIT 26

**BUDGETARY COMPARISON – CRIME VICTIMS ASSISTANCE FUND
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues:			
Fines and forfeitures	\$ 165,000	\$ 158,285	\$ (6,715)
Grant revenues	-	21,985	21,985
Interest income	3,000	721	(2,279)
Total revenues	<u>168,000</u>	<u>180,991</u>	<u>12,991</u>
Expenditures:			
Salaries	1,000	1,839	(839)
Payroll taxes	100	141	(41)
Other professional services	1,000	-	1,000
Travel	4,000	4,785	(785)
Repairs and maintenance	1,000	-	1,000
Education and training	4,000	549	3,451
Contract labor	180,000	186,370	(6,370)
Supplies	6,750	3,354	3,396
Utilities	2,250	1,603	647
Crime victims assistance	7,500	221	7,279
Community grants	5,000	-	5,000
Advertising	2,000	330	1,670
Office expenditures	1,500	179	1,321
Capital outlay	2,000	-	2,000
Total expenditures	<u>218,100</u>	<u>199,371</u>	<u>18,729</u>
Deficiency of Revenues Under Expenditures	<u>(50,100)</u>	<u>(18,380)</u>	<u>31,720</u>
Fund Balance, Beginning	<u>235,469</u>	<u>235,469</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 185,369</u>	<u>\$ 217,089</u>	<u>\$ 31,720</u>

LAURENS COUNTY, GEORGIA

EXHIBIT 27

**BUDGETARY COMPARISON – JUDICIAL SERVICES FUND
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues:			
Condemnation income	\$ -	\$ 6,498	\$ 6,498
Welfare fraud and abuse income	-	5,850	5,850
Total revenues	-	12,348	12,348
Expenditures:			
Supplies	-	1,463	(1,463)
Books and periodicals	-	3,442	(3,442)
Education and training	-	562	(562)
Dues and memberships	-	3,015	(3,015)
Miscellaneous expenditures	-	1,729	(1,729)
Capital outlay	-	167	(167)
Total expenditures	-	10,378	(10,378)
Excess of Revenues Over Expenditures	-	1,970	1,970
Fund Balance, Beginning	31,119	31,119	-
Fund Balance, Ending	\$ 31,119	\$ 33,089	\$ 1,970

Internal Service Funds

LAURENS COUNTY, GEORGIA

EXHIBIT 28

INTERNAL SERVICE FUNDS
 COMBINING SCHEDULE OF NET ASSETS
 JUNE 30, 2012

	Governmental Activities- Internal Service Funds		
	Employee Insurance Fund	Hospital Authority	Total
Assets:			
Cash	\$ 899	\$ -	\$ 899
Due from other funds	149,554	-	149,554
Total Assets	150,453	-	150,453
Liability -			
Accounts payable	150,453	-	150,453
Net Assets - Unrestricted	\$ -	\$ -	\$ -

LAURENS COUNTY, GEORGIA

EXHIBIT 29

INTERNAL SERVICE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2012

	Governmental Activities- Internal Service Funds		
	Employee Insurance Fund	Hospital Authority	Total
Operating Revenue - insurance premiums	\$ 1,846,472	\$ -	\$ 1,846,472
Operating Expenses:			
Intergovernmental expenses	-	90,536	90,536
Professional and administrative fees	-	4,296	4,296
Reinsurance premiums	502,746	-	502,746
Employee insurance claims	1,940,688	-	1,940,688
Total operating expenses	<u>2,443,434</u>	<u>94,832</u>	<u>2,538,266</u>
Operating Loss	<u>(596,962)</u>	<u>(94,832)</u>	<u>(691,794)</u>
Non-operating Revenues (Expenses):			
Interest income	117	106,327	106,444
Unrealized gains (losses) on marketable securities	-	70,349	70,349
Transfers in	596,845	-	596,845
Transfers out	-	(7,281,844)	(7,281,844)
Total non-operating revenues	<u>596,962</u>	<u>(7,105,168)</u>	<u>(6,508,206)</u>
Change in net assets	-	(7,200,000)	(7,200,000)
Total Net Assets, Beginning	<u>-</u>	<u>7,200,000</u>	<u>7,200,000</u>
Total Net Assets, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LAURENS COUNTY, GEORGIA

EXHIBIT 30

**INTERNAL SERVICE FUNDS
COMBINING SCHEDULE OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2012**

	Governmental Activities- Internal Service Funds		
	Employee Insurance Fund	Hospital Authority	Total
Cash Flows from Operating Activities:			
Receipts from employees	\$ 646,265	\$ -	\$ 646,265
Receipts from primary government	1,200,148	-	1,200,148
Payments to primary government	-	(101,165)	(101,165)
Payments to suppliers	-	(4,296)	(4,296)
Payments to insurance companies	(2,478,546)	-	(2,478,546)
Net cash used in operating activities	<u>(632,133)</u>	<u>(105,461)</u>	<u>(737,594)</u>
Cash Flows from Non-Capital and Related Financing Activities:			
Transfers to the primary government	-	(1,018,646)	(1,018,646)
Transfers from the primary government	596,845	-	596,845
Net cash provided by non-capital and related financing activities	<u>596,845</u>	<u>(1,018,646)</u>	<u>(421,801)</u>
Cash Flows from Investing Activities:			
Interest income	117	106,327	106,444
Net increase in cash and cash equivalents	(35,171)	(1,017,780)	(1,052,951)
Balances - beginning of year	36,070	1,017,780	1,053,850
Balances - end of year	<u>\$ 899</u>	<u>\$ -</u>	<u>\$ 899</u>
Reconciliation of operating loss to net cash provided by Operating Activities:			
Operating loss	\$ (596,962)	\$ (94,832)	\$ (691,794)
Adjustments to reconcile operating loss to net cash provided by operating activities:			
Net change in assets and liabilities attributable to operations:			
Accounts receivable	14,762	-	14,762
Due to other funds	(59)	-	(59)
Accounts payable	(49,874)	-	(49,874)
Due to primary government	-	(10,629)	(10,629)
Net cash used in operating activities	<u>\$ (632,133)</u>	<u>\$ (105,461)</u>	<u>\$ (737,594)</u>

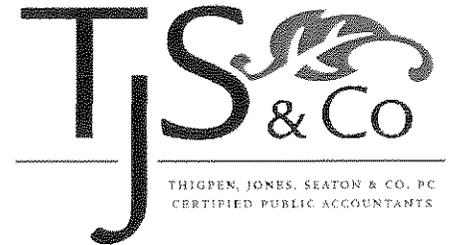
Agency Funds

LAURENS COUNTY, GEORGIA

EXHIBIT 31

AGENCY FUNDS
 COMBINING SCHEDULE OF FIDUCIARY NET ASSETS
 FOR THE YEAR ENDED JUNE 30, 2012

	Juvenile Court	Probate Court	Clerk of Superior Court	Sheriff's Office	Tax Commissioner's Office	Clerk of Magistrate Court	Child Support Court	Total Agency Funds
Assets:								
Cash	\$ 6,375	\$ 54,978	\$ 252,832	\$ 409,599	\$ 389,108	\$ 41,243	\$ -	\$ 1,154,135
Due from others	24,536	-	-	-	-	-	-	24,536
	\$ 30,911	\$ 54,978	\$ 252,832	\$ 409,599	\$ 389,108	\$ 41,243	\$ -	\$ 1,178,671
Liabilities:								
Due to other governments	\$ -	\$ -	\$ -	\$ -	\$ 195,965	\$ -	\$ -	\$ 195,965
Funds held in escrow	5,851	-	105,447	12,708	-	-	-	124,006
Other liabilities	25,060	54,978	147,385	396,891	193,143	41,243	-	858,700
Total Liabilities	\$ 30,911	\$ 54,978	\$ 252,832	\$ 409,599	\$ 389,108	\$ 41,243	\$ -	\$ 1,178,671



***Report on Internal Control Over Financial
Reporting and on Compliance and Other Matters
Based on an Audit of Financial Statements Performed
in Accordance with Government Auditing Standards***

To the Board of Commissioners of
Laurens County, Georgia

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Laurens County, Georgia, as of and for the year ended June 30, 2012, which collectively comprise Laurens County, Georgia's basic financial statements and have issued our report thereon dated January 10, 2013. We did not audit the financial statements of the Laurens County Public Health Center, which represents 14% and 69%, respectively, of the assets and revenues of the Component Unit column. In addition, we did not audit the financial statements of the Dublin-Laurens County Development Authority, which represents 52% and 19%, respectively, of the assets and revenues of the Component Unit column. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion on those financial statements, insofar as it relates to the amounts included for Laurens County, Georgia, was 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. The financial statements of the Laurens County Hospital Authority were not audited in accordance with *Government Auditing Standards* and accordingly this report does not extend to that component unit.

Internal Control Over Financial Reporting

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

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected or corrected on a timely basis. We consider the deficiencies 12-1 and 12-2, described in the accompanying Schedule of Findings and Questioned Costs to be material weaknesses.

A significant deficiency is a deficiency or a combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies 12-3 and 12-4 in the accompanying Schedule of Findings and Questioned Costs to be significant deficiencies.

Compliance and Other Matters

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

We noted certain matters that we reported to management of Laurens County, Georgia in a separate letter dated January 10, 2013.

Laurens County, Georgia's response to the findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. We did not audit Laurens County, Georgia's response and, accordingly, we express no opinion on it.

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

Thigpen, Jones, Seaton, & Co., P.C.

January 10, 2013
Dublin, Georgia

LAURENS COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS YEAR ENDED JUNE 30, 2012

FINDINGS AND QUESTIONED COSTS– FINANCIAL STATEMENT AUDIT

MATERIAL WEAKNESSES:

12-1 Cash – General Government Operations (Reiteration of Prior Year)

Condition: There is not appropriate segregation of duties between recording, processing and reconciliation of cash accounts and other operational functions in the various funds processed by the Finance Officer.

Criteria: Internal controls should be in place that provides reasonable assurance that an individual cannot misappropriate funds without being detected during the normal course of business.

Effect: Failure to properly segregate duties between recording, processing and reconciliation of accounts can lead to misappropriation of funds that are not detected during the normal course of business.

Recommendation: The duties of recording, processing and reconciliation of accounts should be segregated between employees.

Response: We concur with the recommendation. The Laurens County Board of Commissioners is in the process of reviewing the system in place to evaluate and determine the most efficient and effective solution to properly segregate duties between recording, processing and reconciliation of accounts to provide reasonable assurance that an individual cannot misappropriate funds without being detected during the normal course of business.

12-2 Account and Transaction Recording (Reiteration of Prior Year)

Condition: Certain audit adjustments were required to fairly state the balances on general ledger accounts at the end of the accounting period.

Criteria: Accounts should be properly adjusted and reconciled to ensure that the financial statements are presented fairly at the end of the accounting period.

Effect: Failure to properly record transactions and reconcile accounts could cause the financial statements to not be fairly stated at the end of the accounting period.

Recommendation: Management should establish policies and procedures to assist the County in fairly stating the balances of accounts at the end of the accounting period.

Response: We concur with the recommendation. We will review procedures in place to ensure that account balances are fairly stated at the end of the accounting period.

SIGNIFICANT DEFICIENCIES:

12-3 Internal Audit Function (Reiteration of Prior Year)

Condition: There is not an internal audit function in place to provide an independent testing of the system of internal controls.

Criteria: Internal controls in place should be adequately reviewed to provide reasonable assurance that an individual cannot misappropriate funds without being detected during the normal course of business.

Effect: Failure to properly review and monitor internal controls could lead to misappropriation of funds that are not detected during the normal course of business.

Recommendation: The County should hire, or subcontract, an internal auditor who would assist in establishing and monitoring an enhanced system of internal controls to assist in safeguarding the assets of the County.

Response: We concur with the recommendation. We will review the feasibility of adding an internal audit function.

LAURENS COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS YEAR ENDED JUNE 30, 2012

12-4 Budgeting (Reiteration of Prior Year)

Condition: The County is not properly utilizing the budgeting process. We noted several instances whereby actual current operating expenditures of the General Fund, SPLOST Fund, 2012 SPLOST Fund, Grants Fund, Enhanced 911 Fund, Crime Victims Assistance Fund and the Emergency Medical Services Fund exceeded budgeted expenditures.

Criteria: A comprehensive review of the budgeting and cash flow process is essential in effectively projecting the cash flow needs and to provide for sufficient funding to operate the County in an efficient and effective manner.

Effect: Failure to properly monitor the County's budget could lead to future cash flow problems.

Recommendation: The County should undergo a comprehensive review of the budgeting and cash flow process, so that steps can be taken to project the cash flow needs and to provide for sufficient funding to operate the County in an efficient and effective manner.

Response: We concur with the recommendation. We will continue reviewing the budgeting process in order to provide a better monitoring system of the County's cash flows.

LAURENS COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS YEAR ENDED JUNE 30, 2012

STATUS OF PRIOR AUDIT FINDINGS:

11-1 Cash – General Government Operations

Condition: There is not appropriate segregation of duties between recording, processing and reconciliation of cash accounts and other operational functions in the various funds processed by the Finance Officer.

Recommendation: The duties of recording, processing and reconciliation of accounts should be segregated between employees.

Current Status: This finding was not corrected during the year.

11-2 Account and Transaction Recording

Condition: Certain audit adjustments were required to fairly state the balances on general ledger accounts at the end of the accounting period.

Recommendation: Management should establish policies and procedures to assist the County in fairly stating the balances of accounts at the end of the accounting period.

Current Status: This finding was not corrected during the year.

11-3 Internal Audit Function

Condition: There is not an internal audit function in place to provide an independent testing of the system of internal controls.

Recommendation: The County should hire, or subcontract, an internal auditor who would assist in establishing and monitoring an enhanced system of internal controls to assist in safeguarding the assets of the County.

Current Status: This finding was not corrected during the year.

11-4 Budgeting

Condition: The County is not properly utilizing the budgeting process. We noted several instances whereby actual current operating expenditures of the General Fund exceeded budgeted expenditures.

Recommendation: The County should undergo a comprehensive review of the budgeting and cash flow process, so that steps can be taken to project the cash flow needs and to provide for sufficient funding to operate the County in an efficient and effective manner.

Current Status: This finding was not corrected during the year.

Other Information

LAURENS COUNTY, GEORGIA

EXHIBIT 32

**SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX
YEAR ENDED JUNE 30, 2012**

Project Description Per SPLOST Referendum	Estimated Cost			Expenditures	Total
	Original	Current	Prior Years	Current Year	
Law Enforcement Center Project	\$ 6,100,000	\$ 6,100,000	\$ 6,056,181	\$ -	\$ 6,056,181
Public Projects - October 2003 - June 2006 SPLOST:					
Georgia State Patrol Office	\$ 1,500,000	\$ 1,500,000	\$ 1,543,360	\$ -	\$ 1,543,360
Annex Building	2,000,000	2,000,000	2,649,383	9,255	2,658,638
Courthouse Renovations	2,000,000	2,750,000	1,514,867	55,736	1,570,603
Courthouse Debt Repayment *	2,000,000	2,051,184	2,051,194	-	2,051,194
Infrastructure/Economic Development	1,828,000	1,828,000	1,799,904	-	1,799,904
Total Public Projects	\$ 9,328,000	\$ 10,129,184	\$ 9,558,708	\$ 64,991	\$ 9,623,699
* Budget increased by \$750,000 under new SPLOST					
Public Projects - Six Year SPLOST:					
Health Department Building	\$ 2,000,000	\$ 2,000,000	\$ 12,700	\$ 2,370	\$ 15,070
Recreational Facilities	450,000	450,000	1,166,251	-	1,166,251
EMS Equipment	700,000	700,000	663,179	148,452	811,631
Sheriff Equipment	1,200,000	1,200,000	985,499	239,286	1,224,785
E911 Equipment	-	175,966	224,835	40,372	265,207
Fire Equipment	1,100,000	1,100,000	650,577	112,027	762,604
Road Improvements	17,712,270	17,712,270	9,034,041	3,063,441	12,097,482
Public Works Equipment	3,000,000	3,000,000	3,292,892	357,719	3,650,611
Airport Improvements	300,000	300,000	1,271,559	156,032	1,427,591
City of Dublin	16,540,740	16,540,740	11,089,657	3,211,637	14,301,294
City of East Dublin	2,591,790	2,591,790	1,736,530	496,801	2,233,331
City of Rentz	97,650	97,650	67,048	23,292	90,340
City of Cadwell	99,600	99,600	67,048	26,064	93,112
City of Montrose	86,550	86,550	56,990	20,096	77,088
City of Dexter	112,950	112,950	77,105	32,456	109,561
City of Dudley	108,650	108,650	73,752	30,254	104,006
Laurens County Development Authority	2,000,000	2,000,001	1,340,950	389,096	1,730,046
Dublin-Laurens County Recreation Authority	1,150,000	1,150,000	771,046	185,055	956,101
Total Public Projects	\$ 49,250,200	\$ 49,426,167	\$ 32,581,659	\$ 8,534,452	\$ 41,116,111
Public Projects - 2012 SPLOST:					
Economic Development	\$ 7,350,000	\$ 7,350,000	\$ -	\$ 1,337,583	\$ 1,337,583
Previously Incurred General Obligation Debt	5,650,000	5,650,000	5,310,000	142,033	5,452,033
Recreational Facilities	500,000	500,000	-	-	-
Courthouse/Admin Buildings and Equipment	900,000	900,000	-	15,959	15,959
Public Safety Equipment and Facilities	4,900,000	4,900,000	-	-	-
Road Improvements	14,000,000	14,000,000	-	-	-
Public Works Facilities and Equipment	1,950,000	1,950,000	-	-	-
Airport Improvements	200,000	200,000	-	-	-
City of Dublin	14,675,000	14,675,000	-	-	-
City of East Dublin	2,250,000	2,250,000	-	-	-
City of Rentz	125,000	125,000	-	-	-
City of Cadwell	125,000	125,000	-	-	-
City of Montrose	125,000	125,000	-	-	-
City of Dexter	125,000	125,000	-	-	-
City of Dudley	125,000	125,000	-	-	-
Total Public Projects	\$ 53,000,000	\$ 53,000,000	\$ 5,310,000	\$ 1,495,575	\$ 6,805,575

Note: The \$242,255 difference in total SPLOST expenditures from the above schedule to the schedule on page 59 relates to the principal payments made on E911 equipment purchased by capital lease during fiscal year ended June 30, 2010. The principal payments have been omitted from the above schedule since the total amount of the equipment cost was included as capital outlay in 2010.

LAURENS COUNTY, GEORGIA

EXHIBIT 33

FAMILY CONNECTION
 SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2012

	Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:			
Grant revenue	\$ 90,000	\$ 125,535	\$ 35,535
Operating revenue	7,500	9,754	2,254
Interest income	200	84	(116)
Total revenues	<u>97,700</u>	<u>135,373</u>	<u>37,673</u>
Expenditures:			
Salaries	77,935	86,051	(8,116)
Group insurance	13,625	14,416	(791)
Payroll taxes	5,950	6,020	(70)
Worker's compensation	500	648	(148)
Other professional services	6,500	26,136	(19,636)
Insurance	2,000	1,294	706
Travel	2,000	3,094	(1,094)
Education and training	4,000	7,509	(3,509)
Repairs and maintenance	500	-	500
Office expense	2,800	2,309	491
Telephone	3,000	1,880	1,120
Building rental	1,515	1,574	(59)
Capital outlay	-	-	-
Total expenditures	<u>120,325</u>	<u>150,931</u>	<u>(30,606)</u>
Deficiency of Revenues Under Expenditures	<u>\$ (22,625)</u>	<u>\$ (15,558)</u>	<u>\$ 7,067</u>

LAURENS COUNTY, GEORGIA

EXHIBIT 34

**FAMILY CONNECTION
SCHEDULE OF STATE CONTRACTUAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2012**

State Program Name	Contract Number	Actual Revenue Received	Current Expenditures	Amount Due To/From State
Family Connection	427-93-11110024-99	\$ 44,715	\$ 150,931	\$ -
