

THOMAS COUNTY, GEORGIA
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED
DECEMBER 31, 2012

Thomas County, Georgia
Annual Financial Report
For The Year Ended December 31, 2012

TABLE OF CONTENTS

Financial Section

Independent Auditors' Report	1-2
Management's Discussion and Analysis (Unaudited)	3-14
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Position	15
Statement of Activities.....	16
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet.....	17
Reconciliation of the Balance Sheet of Governmental Funds to the Government-wide Statement of Net Position.....	18
Statement of Revenues, Expenditures and Changes in Fund Balances	19
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Government-wide Statement of Activities.....	20
Proprietary Funds:	
Statement of Net Position	21
Statement of Revenues, Expenses, and Changes in Fund Net Position.....	22
Statement of Cash Flows	23
Fiduciary Funds:	
Comparative Statement of Fiduciary Assets and Liabilities	24
Component Units:	
Combining Statement of Net Position	25
Combining Statement of Activities.....	26
Notes to the Basic Financial Statements	27-55
Required Supplementary Information	
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – <i>General Fund</i>	56
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – <i>Emergency Services Fund</i>	57
Schedule of Funding Progress and the Schedule of Employers Contributions	58
Notes to Required Supplementary Information.....	59

Thomas County, Georgia
Annual Financial Report
For The Year Ended December 31, 2012

Supplementary Information

Combining and Individual Fund Statements and Schedules:

Governmental Funds

General Fund:

Comparative Balance Sheet	60
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	61
Schedule of Revenues and Other Financing Sources – Budget and Actual.....	62-63
Schedule of Expenditures and Other Financing Uses – Budget and Actual	64-70

Major Special Revenue Fund:

Emergency Services Fund

Comparative Balance Sheet	71
---------------------------------	----

Nonmajor Governmental Funds:

Combining Balance Sheet – By Fund Type.....	72
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – By Fund Type	73

Nonmajor Special Revenue Funds:

Combining Balance Sheet	74
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	75
<i>Law Library Fund</i>	
Comparative Balance Sheet	76
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	77
<i>Hotel-Motel Tax Fund</i>	
Comparative Balance Sheet	78
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	79
<i>Fire District 1 & 2 Fund</i>	
Comparative Balance Sheet	80
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	81
<i>Fire District 3 Fund</i>	
Comparative Balance Sheet	82
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	83
<i>Drug Abuse Fund</i>	
Comparative Balance Sheet	84
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	85

Thomas County, Georgia
Annual Financial Report
For The Year Ended December 31, 2012

<i>Sheriff's Drug Forfeiture Fund</i>	
Comparative Balance Sheet	86
Schedule of Revenues, Expenditures and Changes in Fund	
Balances - Budget and Actual	87
<i>Federal Drug Forfeiture Fund</i>	
Comparative Balance Sheet	88
Schedule of Revenues, Expenditures and Changes in Fund	
Balances - Budget and Actual	89
<i>Sheriff's Social Security Fund</i>	
Comparative Balance Sheet	90
Schedule of Revenues, Expenditures and Changes in Fund	
Balances - Budget and Actual	91
<i>Emergency 911 Fund</i>	
Comparative Balance Sheet	92
Schedule of Revenues, Expenditures and Changes in Fund	
Balances - Budget and Actual	93
<i>Impact Fees Fund</i>	
Comparative Balance Sheet	94
Schedule of Revenues, Expenditures and Changes in Fund	
Balances - Budget and Actual	95
<i>Airport Fund</i>	
Comparative Balance Sheet	96
Schedule of Revenues, Expenditures and Changes in Fund	
Balances - Budget and Actual	97
Major Capital Projects Fund	
<i>2006 SPLOST Fund</i>	
Comparative Balance Sheet	98
Project Schedule of Revenues, Expenditures and Changes in Fund	
Balances - Budget and Actual	99
<i>County-wide 2006 SPLOST Fund</i>	
Comparative Balance Sheet	100
Project Schedule of Revenues, Expenditures and Changes in Fund	
Balances - Budget and Actual	101
Nonmajor Capital Projects Funds	
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	102
<i>CDBG 2010 Fund</i>	
Comparative Balance Sheet	103
Project Schedule of Revenues, Expenditures and Changes in Fund	
Balances - Budget and Actual	104
<i>CDBG 2011 Fund</i>	
Project Schedule of Revenues, Expenditures and Changes in Fund	
Balances - Budget and Actual	105

Thomas County, Georgia
Annual Financial Report
For The Year Ended December 31, 2012

Proprietary Funds

Major Enterprise Fund

Area Transit Fund

Comparative Statement of Net Position.....	106
Comparative Statement of Revenues, Expenses, and Changes in Fund Net Position.....	107
Comparative Statement of Cash Flows.....	108

Nonmajor Enterprise Fund

Commercial Collection Fund

Comparative Statement of Net Position.....	109
Comparative Statement of Revenues, Expenses, and Changes in Fund Net Position.....	110
Comparative Statement of Cash Flows.....	111

Internal Service Fund

Group Health Plan

Comparative Statement of Net Position.....	112
Comparative Statement of Revenues, Expenses, and Changes in Fund Net Position.....	113
Comparative Statement of Cash Flows.....	114

Fiduciary Funds

Combining Statement of Changes in Assets and Liabilities	115-116
--	---------

Additional Supplementary Information

Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	117-118
Independent Auditor’s Report on Compliance for each Major Program and on Internal Control Over Compliance Required by OMB Circular A-133.....	119-120
Schedule of Expenditures of Federal Awards.....	121
Schedule of Findings and Questioned Cost.....	122-125
Independent Auditor’s Report on Schedule of Special Purpose Local Option Sales Tax.....	126
Schedule of 2006 Special Purpose Local Option Sales Tax.....	127
Independent Auditor’s Report on Schedules of Source and Application of Funds and Schedules of Project Cost Applicable to Community Development Block Grants.....	128
Source and Application of Funds Schedule – Community Development Block Grant 10p-y-136-1-5255.....	129
Projects Cost Schedule – Community Development Block Grant 10p-y-136-1-5255.....	130
Source and Application of Funds Schedule – Community Development Block Grant 11p-y-136-1-5364.....	131
Projects Cost Schedule – Community Development Block Grant 11p-y-136-1-5364.....	132

SIMMONS, MILLS & SIMMONS P.C.

CERTIFIED PUBLIC ACCOUNTANTS

220 E. JACKSON ST.

P.O. BOX 1098

THOMASVILLE, GA. 31799

229-226-2515

FAX # 229-226-2531

CHARLES R. SIMMONS, JR., CPA (1918-1986)

EDWIN A. SIMMONS, CPA

DARRELL J. MILLS, CPA

MICHAEL J. SIMMONS, CPA

COREY L. LEWIS, CPA

MEMBERS OF AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Honorable Chairman and Members
of the Board of Commissioners
Thomas County, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Thomas County, Georgia, as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise Thomas County, Georgia's basic financial statements as listed in the table of contents. We did not audit the financial statements of the Thomas County Department of Public Health. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it is related to the amounts included for the Thomas County Department of Public Health, is based solely on the report of their auditors.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report 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 business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Thomas County, Georgia, as of December 31, 2012, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3-14 and 56-57, schedule of funding progress and the schedule of employer contributions on page 58 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Thomas County, Georgia's basic financial statements. The combining and individual major and 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 schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The combining, individual major and nonmajor fund financial statements, schedules listed in the table of contents and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining, individual major and nonmajor fund financial statements, schedules listed in the table of contents and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 26, 2013, on our consideration of Thomas County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Thomas County, Georgia's internal control over financial reporting and compliance.

Simmons, Mills & Simmons P.C.
Thomasville, Georgia

Simmons, Mills & Simmons P.C.

July 30, 2013

MANAGEMENT'S DISCUSSION AND ANALYSIS

Within this section of Thomas County Georgia (the County) annual financial report, the County's management is pleased to provide this narrative discussion and analysis of the financial activities of the County for the calendar year ended December 31, 2012. The County's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

Financial Highlights

- The County's assets exceeded its liabilities by \$83,776,398 (net position) for the calendar year reported.
- Total net assets are comprised of the following:
 - (1) Net investment in capital assets of \$67,959,507 include property and equipment, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of capital assets.
 - (2) Net position of \$7,335,370 is restricted by constraints imposed from outside the County such as debt covenants, grantors, laws, or regulations.
 - (3) Unrestricted net position of \$8,481,521 represent the portion available to maintain the County's continuing obligations to citizens and creditors.
- The County's governmental funds reported total ending fund balance of \$13,874,594 this year. This compares to the prior year ending fund balance of \$16,964,419 showing a decrease of \$3,089,825 during the current year. Unassigned fund balance of \$5,134,076 at December 31, 2012 shows a \$1,132,083 decrease from the prior year.
- At the end of the current calendar year, unassigned fund balance for the general fund was \$5,134,076 or 25.9% of total general fund expenditures. This amount is a decrease of \$1,377,642. Overall, the County continues to maintain their financial position, in spite of a somewhat depressed economy.

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

Overview of the Financial Statements

This Management Discussion and Analysis document introduces the County's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The County also includes in this report additional information to supplement the basic financial statements.

Government-wide Financial Statements

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

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

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

The government-wide financial statements distinguish governmental activities of the County that are principally supported by property and sales taxes and from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, judicial, public safety, public works, health and welfare, culture and housing and development. The business-type activities include the commercial collection of waste, area transit and the group health insurance fund.

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

Fund Financial Statements

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

The County has three kinds of funds:

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

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

The basic governmental fund financial statements are presented on pages 17-20 of this report.

Individual fund information for nonmajor governmental funds is found in the supplementary section of this report.

The *proprietary funds* are reported in the fund financial statements and include a statement of net position, an operating statement and a cash flow statement. These statements are presented on pages 21-23 of this report.

The fiduciary funds are reported in the fund financial statements and include a comparative statement of assets for its agency funds. This statement is presented on page 24.

Notes to the Basic Financial Statements

The accompanying notes to the basic financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the basic financial statements begin on page 27 of this report.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's budget presentations. Budgetary comparison statements are included as "required supplementary information" for the general fund and the emergency services fund. This information is presented on pages 56-57.

Other Supplementary Information

This section includes budgetary comparison schedules for all other governmental funds. These statements and schedules demonstrate compliance with the County's adopted and final revised budget. As discussed, the County reports major funds in the basic financial statements. Combining and individual comparative statements and schedules for some major funds and the nonmajor funds are presented in this section of this report beginning on page 60.

Financial Analysis of the County as a Whole

The County's net assets at calendar year-end are \$83,776,398. The following table provides a summary of the County's net assets:

Summary of Net Position

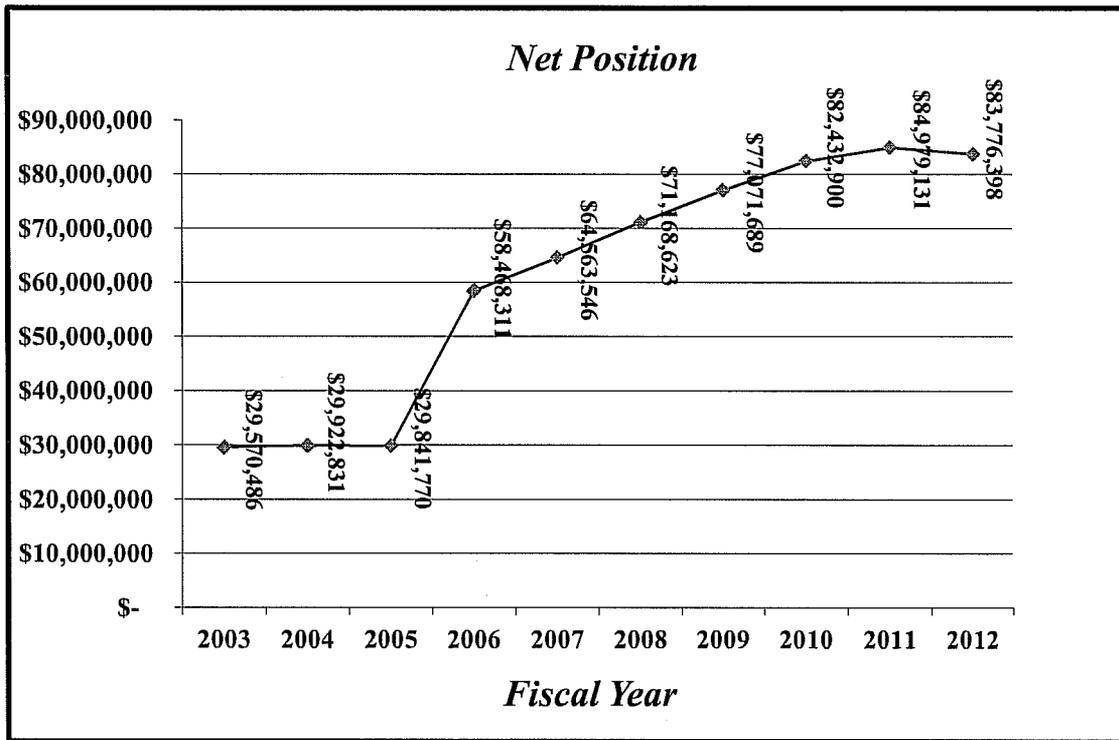
	Governmental Activities		Business-type Activities		Total		2012
	2012	2011	2012	2011	2012	2011	% of Total
Assets							
Current assets	\$ 18,433,281	\$ 20,360,403	\$ 728,837	\$ 600,360	\$ 19,162,118	\$ 20,960,763	22%
Other noncurrent assets	297,735	292,121	-	-	297,735	292,121	0%
Capital assets	68,404,666	66,371,131	626,368	626,279	69,031,034	66,997,410	78%
Total assets	87,135,682	87,023,655	1,355,205	1,226,639	88,490,887	88,250,294	100%
Liabilities							
Current liabilities	3,629,766	2,763,163	41,989	61,057	3,671,755	2,824,220	78%
Long-term liabilities	938,303	324,202	104,431	122,741	1,042,734	446,943	22%
Total liabilities	4,568,069	3,087,365	146,420	183,798	4,714,489	3,271,163	100%
Net position							
Net investment in capital assets	67,453,615	66,072,149	505,892	487,495	67,959,507	66,559,644	81%
Restricted	7,335,370	9,651,530	-	-	7,335,370	9,651,530	9%
Unrestricted	7,778,628	8,212,611	702,893	555,346	8,481,521	8,767,957	10%
Total net position	\$ 82,567,613	\$ 83,936,290	\$ 1,208,785	\$ 1,042,841	\$ 83,776,398	\$ 84,979,131	100%

The County maintains a high current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities is 5.1 to 1, which compares unfavorably to 7.4 to 1 at December 31, 2011. The business-type activities current ratio is 17.4 to 1 as compared 9.8 to 1 at December 31, 2011. Overall, the total current ratio at December 31, 2012 is 5.2 to 1 as compared to 7.4 to 1 at December 31, 2011.

The County reported positive balances in net position for governmental activities. Net position decreased \$1,368,677 in 2012 governmental activities or 1.6% below the 2011 amount. The net position for business-type activities increased \$165,944 or 15.9%. The County's overall financial position decreased during calendar year 2012 by \$1,202,733 or 1.4%.

Note that 81.7% of the governmental activities' net position is tied up in capital assets compared to 78.7% at December 31, 2011. The County uses these capital assets to provide services to its citizens.

The following chart reports the County's total net position balances from calendar year 2003 - 2012.



Note that the primary increase in total net assets in 2006 relates to the initial reporting of infrastructure retroactively.

(This page continued on the subsequent page)

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

Summary of Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Revenues:						
Program:						
Charges for services	\$ 6,663,377	\$ 6,807,133	\$ 737,531	\$ 935,627	\$ 7,400,908	\$ 7,742,760
Operating grants	90,987	272,876	422,174	293,072	513,161	565,948
Capital grants & contributions	504,512	539,814	223,900	156,864	728,412	696,678
General:						
Taxes	25,887,890	26,305,445	-	-	25,887,890	26,305,445
Other	462,696	494,430	785	11,237	463,481	505,667
Total revenues	33,609,462	34,419,698	1,384,390	1,396,800	34,993,852	35,816,498
Program Expenses:						
General government	3,972,056	3,741,974	-	-	3,972,056	3,741,974
Judicial	2,178,105	2,140,038	-	-	2,178,105	2,140,038
Public safety	15,092,568	14,714,410	-	-	15,092,568	14,714,410
Public works	11,488,128	9,213,143	-	-	11,488,128	9,213,143
Health and welfare	671,084	620,860	-	-	671,084	620,860
Culture and recreation	977,378	1,058,415	-	-	977,378	1,058,415
Housing and development	576,266	545,931	-	-	576,266	545,931
Interest	22,554	3,720	-	-	22,554	3,720
Area transit	-	-	1,174,240	1,196,471	1,174,240	1,196,471
Refuse collection	-	-	44,206	35,305	44,206	35,305
Total expenses	34,978,139	32,038,491	1,218,446	1,231,776	36,196,585	33,270,267
Excess	(1,368,677)	2,381,207	165,944	165,024	(1,202,733)	2,546,231
Beginning net position	83,936,290	81,555,083	1,042,841	877,817	84,979,131	82,432,900
Ending net position	\$ 82,567,613	\$ 83,936,290	\$ 1,208,785	\$ 1,042,841	\$ 83,776,398	\$ 84,979,131

GOVERNMENTAL REVENUES

The County is heavily reliant on property taxes to support governmental operations. Property taxes provided approximately \$14 million or 41.8% of the County's total governmental revenues as compared to 39.3% in 2011. Sales taxes are the second largest revenue source with \$10.3 million of revenues or 30.7% as compared to 33% in 2011.

Because of the County's financial position, we have been able to earn over \$20,215 in unrestricted interest earnings to support governmental activities. Also, note that program revenue covers 20.8% of governmental operating expenses compared to the same 23.9% in 2011. This means that the government's taxpayers and the County's other general governmental revenues fund 79.2% of the governmental activities. As a result, the general economy and the County businesses have a major impact on the County's revenue streams.

The County reported public works capital grants and contributions of \$429,496, which includes \$355,206 for streets and drainage projects.

GOVERNMENTAL FUNCTIONAL EXPENSES

The public safety and the public works functions make up approximately 76% of the total governmental activities expenses as compared 74.7% in 2011. General government totals over \$3.9 million and the court system costs the County over \$2.1 million annually.

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

Governmental Activities

	2012		2011	
	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
General government	\$ 3,972,056	\$ 2,493,036	\$ 3,741,974	\$ 2,600,141
Judicial	2,178,105	2,072,695	2,140,038	2,036,165
Public safety	15,092,568	10,265,328	14,714,410	9,494,460
Public works	11,488,128	10,815,389	9,213,143	8,257,993
Health and welfare	671,084	668,448	620,860	609,362
Culture and recreation	977,378	953,487	1,058,415	1,018,815
Housing and development	576,266	428,326	545,931	398,012
Interest	22,554	22,554	3,720	3,720
Total	<u>\$ 34,978,139</u>	<u>\$ 27,719,263</u>	<u>\$ 32,038,491</u>	<u>\$ 24,418,668</u>

After reducing gross expenses by program revenues, public safety totals 37% of the net cost of services and public works totals only 39% of these costs. The primary revenue streams that reduced gross expenses were charges for services, capital contributions and capital grants.

Business-Type Activities

The County operates an area transit fund providing transportation services to the County's residents. In 2012, this fund reporting an operating loss of \$383,262 compared to an operating loss of \$260,818 in calendar 2011. Charges for services decreased \$184,282 or 20.9% primarily due to a services contract with a state agency that was not renewed.

Total operating expenses decreased \$72,348 or 6.3%. Purchased services decreased \$36,912 or 31.6%. In calendar 2011, a transit consultant conducted a special project for the Board of County Commissioners. These costs were not duplicated in calendar year 2012. Supply costs decreased \$37,718 or 31.6% due to reduced fuel costs.

The fund received operating grants of \$422,174. This is a Federal operating formula grant. This fund received a Federal capital grant to purchase one bus and four vans. The grant was passed through the Georgia Department of Transportation.

The unrestricted net position is \$582,921 as compared to a balance of \$434,710 at December 31, 2011 or a \$148,211 increase.

Financial Analysis of the County's Funds

Governmental Funds

As discussed, governmental funds are reported in the fund statements with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$13,874,594.

Of this year-end total, \$5,134,076 is unassigned indicating availability for continuing County service requirements. Legally restricted fund balances include: \$3,127,249 restricted to public safety and \$3,807,281 to capital projects. In addition, \$147,202 is committed building maintenance and \$803,078 is assigned to balance the 2013 budget.

The total ending fund balances of governmental funds show a decrease of \$3,089,025 or 18.2% from the prior year amount. The major decrease relates to the 2006 SPLOST fund.

Major Governmental Funds

The General Fund - The general fund is the County's primary operating fund and the largest source of day-to-day service delivery. The general fund's fund balance decreased \$966,071 or 13.1%. In 2011, the general fund's fund balance decreased just \$41,121 or 6/10th of 1%.

In total, revenues decreased \$661,320 or 3.4%.

Intangible taxes increased \$17,391 or 11.2% over 2011, because of refinancing in the real estate market. General fund local option sales taxes were decreased \$356,162 or 9.1% below the 2011 amount. Because of the accrual of sales taxes receivable, 2011 included the equivalent of 13 months of sales taxes as compared to 12 months in 2012. Interest and penalties on properties were down \$108,403 from 2011. In 2011, the Sheriff took over tax collections, which increased tax sales and last years' interest and penalties revenue.

Federal intergovernmental revenue is down \$21,738 or 39% due to normal variances from year to year.

In total, charges for service decreased \$130,547 or 3.9%. Charges for court costs are down \$40,571 or 15.8% from 2011 due to a weak economy. Reimbursements are down \$85,776 or 8.7% from 2011. In 2011, the SPLOST fund reimbursed the general fund \$72,976 for bridge materials used on Lee White road. This reimbursement was not duplicated in 2012.

Fines are down \$96,579 or 13.2% from 2011 because of a weak economy. Fewer tickets were issued by the state patrol because of fewer officers on patrol due to budget reductions at the State of Georgia.

Most other revenue streams were similar to the 2011 amounts.

In total, the 2012 expenditures exceed the 2011 amount by \$194,124 or just 1%. The cost of health insurance was approximately 25% over 2011, spread over all functions. Some of the other more notable changes in expenditures from 2012 follow.

The general government function costs were up \$171,416 or 5.4% over the 2011 amount. However, this difference relates to various increases and decreases:

- Election costs were up \$72,673 or 73.5%, because of more 2012 elections.
- Personal services costs for administration increased \$47,509 or 8.9%. Most of this increase relates to health insurance costs.

- Buildings and plant personal service costs were up \$80,935 or 15.2% over 2011. The County hired some skilled workers to help on the courthouse rehabilitation project. Most of this cost was reimbursed from the 2006 SPLOST fund.

Courthouse security personal costs increased \$42,009 or 40.8% over 2011. One officer retired at the end of 2010 and was not replaced until 2012. Purchased services costs for jail operations increased \$90,371 or 42.5% relate to inmate medical costs.

Corrections supplies decreased \$154,876 or 20.9%. This increase relates primarily to:

- Energy costs decreased \$37,630 due to a water leak in 2011 that was repaired in 2012.
- Medical costs decreased substantially (i.e., \$138,651) from 2011 due to an inmate who was bitten by a snake in 2011.

The sanitation costs for purchased services decreased \$30,107 or 10.1% from 2011. The decrease is a result of the County stopped servicing small trash containers. In addition, insurance costs decreased from 2011.

Library costs decreased \$81,101 or 9.1% because these payments relates to the sales taxes collected by the County and forwarded to the Thomas County Library System. The County's 2012 sales tax collections were less in 2012; therefore, the Library System's share was less.

As indicated, the general fund's ending unassigned fund balance decreased \$1,377,642 or 21% from the prior year. The unassigned fund balance (i.e. the amount available for future spending), and is considered adequate, representing the equivalent of 25.9% of annual expenditures, down from 33.2% at December 31, 2011.

The Emergency Services Fund –The emergency services fund reported a net decrease in fund balance of \$99,390 from the prior year. Property tax revenue is almost identical to the prior year amount. Charges for services increased \$118,005 or 9.2% over 2011 because the number of ambulance calls increased.

In 2012, total revenues were up \$107,082 or 2.9%. This year, the fund transferred \$864,000 to the E-911 fund or \$308,754 more than anticipated. The total fund balance at December 31, 2012 is \$2,769,243 or approximately 94% of annual expenditures.

County-wide 2006 SPLOST Fund – This fund collected approximately \$6.7million in special purpose local option sales taxes. Of this amount, approximately \$3.2 million was transferred to the County's 2006 SPLOST fund and an additional \$3.6 million paid to other County cities. At December 31, 2012, there is no remaining fund balance.

2006 SPLOST Fund – This fund recognized the transfer from the 2006 SPLOST fund referenced above and expended approximately \$5.4 million on capital projects. The major projects included \$2.9 million for courthouse rehabilitation and \$2.3 million for road resurfacing. This fund also paid the Thomas County Public Library System \$166,720 for capital construction. The fund balance at December 31, 2012 is \$3,426,660.

Proprietary Fund

Since the County reports only a single major enterprise fund, the financial analysis is presented above for this fund.

Budgetary Highlights

The General Fund – The County amended the revenue budget upward by just \$127,000 or 7/10th of 1%.

Current property taxes were above the amended budget by \$52,216 due to conservative budgeting. Motor vehicle taxes exceeded the budget by \$40,626 also due to conservative budgeting.

Local option sales taxes were \$359,929 below the budget, as described above. Franchise taxes were \$38,445 over the final budget since the budget was not estimated correctly.

Fines were \$111,913 below the budget, as explained above. In total, the County realized 99.7% of the estimated revenues.

In total, the expenditure side of the budget was amended upwards by \$127,000. The total expenditure budget was overspent by \$508,136 or 2.6%. Many personal costs exceeded the final budget. Unfortunately, the total health insurance costs for all departments increased 25% over 2011. These insurance cost increases caused budget overages of \$874,279. Most other line item amounts were within the final budget.

Capital Assets and Debt Administration

Capital Assets

The County's investment in capital assets, net of accumulated depreciation, for governmental activities as of December 31, 2012, was \$68,404,666 as compared to an amount of \$ 66,371,131 at December 31, 2011. The business-type activities reported a book value of \$626,368. The total net investment in capital assets was \$69,031,034. See Note 3-E for additional information about changes in capital assets during the calendar year and outstanding at the end of the year.

(This page continued on the subsequent page)

The following table provides a summary of capital asset activity.

	Capital Assets					
	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Non-depreciable assets:						
Land	\$ 3,208,420	\$ 3,208,420	\$ -	\$ -	\$ 3,208,420	\$ 3,208,420
Land under the roads	4,900,295	4,894,496	-	-	4,900,295	4,894,496
Construction in progress	5,555,924	2,969,024	-	-	5,555,924	2,969,024
Total non-depreciable	13,664,639	11,071,940	-	-	13,664,639	11,071,940
Depreciable assets:						
Buildings and improvements	26,360,326	26,360,326	33,281	33,281	26,393,607	26,393,607
Machinery and equipment	14,860,420	14,445,726	894,843	858,270	15,755,263	15,303,996
Infrastructure	45,873,120	45,158,001	-	-	45,873,120	45,158,001
Total depreciable assets	87,093,866	85,964,053	928,124	891,551	88,021,990	86,855,604
Less accumulated depreciation	32,353,839	30,664,862	301,756	265,272	32,655,595	30,930,134
Book value - depreciable assets	54,740,027	55,299,191	626,368	626,279	55,366,395	55,925,470
Percentage depreciated	37%	36%	33%	30%	37%	36%
Book value - all assets	\$ 68,404,666	\$ 66,371,131	\$ 626,368	\$ 626,279	\$ 69,031,034	\$ 66,997,410

At December 31, 2012, the depreciable capital assets for governmental activities were 37% depreciated, or slightly above the 2011 percentage of 36%. This comparison indicates that the County is replacing its assets at about the same rate as they are depreciating which is a positive indicator.

The balance in the governmental activities' construction in progress account include:

- Courthouse rehabilitation - \$5,529,424
- Paving and drainage in the Oakhill subdivision - \$26,500

The major additions to the governmental activities' machinery and equipment account include:

- Four sheriff vehicles and one SUV - \$131,362
- Three fire trucks - \$747,467
- One dump truck - \$115,206
- Two tankers for fire - \$82,016

Long-term Debt

During the calendar year, the County financed three fire trucks through Thomasville National Bank totaling \$747,467. At the end of the calendar year, for governmental activities, the County had four notes payable due to a local bank totaling \$951,051 and one business-type activities note totaling \$120,476. The governmental activity notes will be retired in 2014 and the business-type activity debt matures in 2018. In addition, the County reported a total unused vacation liability totaling \$504,091.

The following table presents the balances of the County's long-term debt.

Outstanding Borrowings

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Notes payable - Commercial Bank	\$ 203,584	\$ 298,982	\$ -	\$ -	\$ 203,584	\$ 298,982
Thomasville National Bank	747,467	-	-	-	747,467	-
Ameris	-	-	120,476	138,784	120,476	138,784
Compensated absences	493,991	483,160	10,100	9,400	504,091	492,560
Total	\$ 1,445,042	\$ 782,142	\$ 130,576	\$ 148,184	\$ 1,575,618	\$ 930,326

See Note 3-H for additional information about the County's long-term debt.

Economic Conditions Affecting the County

Thomas County is part of the 14-county Southwest Georgia Regional Commission (SWGRC) and is located approximately 45 miles from Tallahassee (Interstate 10) with its national airport, and 60 miles from Valdosta, Georgia (Interstate 75). Incorporated areas include Thomasville (population 18,000), Barwick, Boston, Coolidge, Meigs, Ochlocknee, and Pavo (with populations ranging from 300 to 1,500 each). The County's population is currently estimated at 46,188.

Thomas County is one of about 3,141 counties and county equivalents in the United States. It has 548.4 sq. miles and a population density of 78 per square miles. In the last three decades of the 1900's its population grew by 23%. 2011 estimates the largest minority population was African-American listed at 36.9%.

The unemployment rate for May 2011 was 8.4%, with about 17% of the population living below the poverty level. Employed civilians totaling 22,608, are classified as follows:

- Goods producing 20.4%
- Service producing 62.4%
- Government 17.1%

Top ten County employers in 2012 are listed below:

• Archbold Hospital	2,080
• Thomas County Schools	750
• Flowers Baking Company	678
• City of Thomasville	425
• Thomasville City Schools	417
• Thomas County Government	402
• Wal-Mart	270
• Oil Dri	260
• Cleaver Brooks	247
• Hurst Boiler	235

The medium family income in 2010 was \$37,581 compared to the state average of \$50,834. The Georgia Department of Community Affairs lists the County's total retail sales at \$450 million.

As referenced above, the nationwide recession has affected our County as well. In an effort to offset this negative economic impact, in the 2009 - 2012 budgets, the County did not increase employee wages or benefits. Capital outlay purchases have been reduced to about 25% pre-recession levels.

Contacting the County's Financial Management

This financial report is designed to provide a general overview of the County's finances, comply with finance-related laws and regulations, and demonstrate the County's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the Board of Commissioners at Post Office Box 920, Thomasville, Georgia, 31799.

BASIC FINANCIAL STATEMENTS

Thomas County, Georgia
Statement of Net Position
December 31, 2012

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets				
Current Assets				
Cash and cash equivalents (Note 3A)	\$ 14,079,061	\$ 552,349	\$ 14,631,410	\$ 1,816,132
Restricted cash	174,637	-	174,637	-
Receivables:				
Accounts	510,735	3,053	513,788	7,329
Property taxes	1,943,497	-	1,943,497	-
Sales taxes	1,044,252	-	1,044,252	-
Intergovernmental	158,719	234,684	393,403	862,982
Interfund	67,312	(67,312)	-	-
Inventory	342,800	-	342,800	-
Prepaid items	112,268	6,063	118,331	9,563
Total Current Assets	18,433,281	728,837	19,162,118	2,696,006
Non-current Assets				
Pension net excess	297,735	-	297,735	-
Capital assets (Note 3E)				
Nondepreciable	13,664,639	-	13,664,639	-
Depreciable, net	54,740,027	626,368	55,366,395	3,847,614
Total Non-current Assets	68,702,401	626,368	69,328,769	3,847,614
Total Assets	87,135,682	1,355,205	88,490,887	6,543,620
Liabilities				
Current Liabilities				
Accounts payable	266,173	1,897	268,070	137,921
Accrued expenses	593,894	13,947	607,841	11,158
Accrued interest payable	10,423	-	10,423	-
Intergovernmental payable	1,110,271	-	1,110,271	-
Unearned revenue	536,767	-	536,767	-
Claims payable	571,700	-	571,700	-
Notes payable	136,246	18,570	154,816	-
Compensated absences payable	370,493	7,575	378,068	26,613
Other payable	33,799	-	33,799	-
Total Current Liabilities	3,629,766	41,989	3,671,755	175,692
Long-Term Liabilities (Note 3H) (net of current portion)				
Compensated absences payable	123,498	2,525	126,023	104,953
Notes payable	814,805	101,906	916,711	-
Total Long-Term Liabilities	938,303	104,431	1,042,734	104,953
Total Liabilities	4,568,069	146,420	4,714,489	280,645
Net Position				
Net investment in capital assets (Note 3J)	67,453,615	505,892	67,959,507	3,847,614
Restricted for:				
Capital projects	3,807,281	-	3,807,281	164,167
Specific health program	-	-	-	848,689
Public safety	3,127,249	-	3,127,249	-
Law library	1,776	-	1,776	-
Economic development	142,941	-	142,941	-
Airport improvements	256,123	-	256,123	-
Unrestricted	7,778,628	702,893	8,481,521	1,402,505
Total Net Position	\$ 82,567,613	\$ 1,208,785	\$ 83,776,398	\$ 6,262,975

See accompanying notes to the basic financial statements

Thomas County, Georgia
Statement of Activities
For the Year Ended December 31, 2012

Function/Program	Net (Expense)					Component Units
	Revenue and Changes in Net Position					
	Expenses	Program Revenues		Primary Government Business-type Activities		
Charges for Services and Fines		Operating Grants, Contributions and Interest	Capital Grants and Contributions	Governmental Activities	Business-type Activities	
Primary Government						
Governmental Activities						
General government	\$ 3,972,056	\$ 1,478,670	\$ 350	\$ -	\$ (2,493,036)	\$ -
Judicial	2,178,105	73,935	31,475	-	(2,072,695)	-
Public safety	15,092,568	4,693,062	59,162	75,016	(10,265,328)	-
Public works	11,488,128	243,243	-	429,496	(10,815,389)	-
Health and welfare	671,084	2,636	-	-	(668,448)	-
Culture and recreation	977,378	23,891	-	-	(953,487)	-
Housing and development	576,266	147,940	-	-	(428,326)	-
Interest	22,554	-	-	-	(22,554)	-
Total Governmental Activities	34,978,139	6,663,377	90,987	504,512	(27,719,263)	(27,719,263)
Business-type Activities						
Commercial collection	44,206	41,591	-	-	(2,615)	-
Area transit	1,174,240	695,940	422,174	223,900	167,774	-
Total Business-type Activities	1,218,446	737,531	422,174	223,900	165,159	-
Total Primary Government	\$ 36,196,585	\$ 7,400,908	\$ 513,161	\$ 728,412	(27,719,263)	(27,554,104)
Component Units						
Department of Public Health	2,023,797	808,731	1,170,232	-	-	(44,834)
Emergency Services Agency	32,937	-	310,580	-	-	277,643
Public Library System	1,159,717	30,195	196,817	1,689,594	-	756,889
Total - Component Units	\$ 3,216,451	\$ 838,926	\$ 1,677,629	\$ 1,689,594	-	989,698
General Revenues						
Property taxes levied for general government purposes					14,047,060	-
Sales taxes					10,306,942	-
Insurance premium tax					991,048	-
Other taxes					542,840	-
Allotments from participating governments					-	878,082
Unrestricted investment earnings					20,215	8,598
Miscellaneous					442,481	-
Total General Revenues					26,350,586	886,680
Change in Net Position					(1,368,677)	1,876,378
Net Position Beginning of Year					83,936,290	4,386,597
Net Position End of Year					\$ 82,567,613	\$ 6,262,975

See accompanying notes to the basic financial statements

Thomas County, Georgia
Balance Sheet
Governmental Funds
December 31, 2012
(With Comparative Totals at December 31, 2011)

	2012				2011	
	General	Emergency Services	2006 SPLOST	County-wide 2006 SPLOST	Other Governmental Funds	Total Governmental Funds
Assets						
Cash and cash equivalents	\$ 5,929,265	\$ 2,776,669	\$ 3,769,457	\$ -	\$ 1,584,962	\$ 15,932,646
Restricted cash	174,637	-	-	-	-	146,549
Receivables:						
Accounts	10,252	186,900	-	-	168,210	338,658
Property taxes	1,284,518	338,895	-	-	320,084	1,463,804
Sales taxes	360,497	-	-	683,755	-	1,917,867
Intergovernmental	153,510	3,545	1,120	-	544	70,914
Interfund	228,667	45,320	322,732	-	110,349	707,068
Inventory	342,800	-	-	-	-	342,800
Prepaid items	77,451	12,330	-	-	22,487	327,500
Total Assets	\$ 8,561,597	\$ 3,363,659	\$ 4,093,309	\$ 683,755	\$ 2,206,636	\$ 18,908,956
						\$ 21,673,597
Liabilities, Deferred Inflows of Resources and Fund Balances						
Liabilities						
Accounts payable	\$ 120,202	\$ 3,082	\$ 64,154	\$ -	\$ 78,735	\$ 266,173
Accrued expenditures	421,190	91,467	-	-	81,237	593,894
Intergovernmental payable	749,248	-	-	361,023	-	1,110,271
Interfund payable	1,282	283,159	77,713	322,732	581,672	1,266,558
Other payable	33,799	-	-	-	-	33,799
Unearned revenue	277	6,708	524,782	-	5,000	536,767
Total Liabilities	1,325,998	384,416	666,649	683,755	746,644	3,807,462
Deferred Inflows of Resources	803,500	210,000	-	-	213,600	1,226,900
Total Liabilities and Deferred Inflows of Resources	2,129,298	594,416	666,649	683,755	960,244	5,034,362
						4,709,178
Fund Balances						
Nonspendable	420,251	12,330	-	-	22,487	455,068
Restricted	-	2,756,913	3,426,660	-	1,151,797	7,335,370
Committed	147,002	-	-	-	-	147,002
Assigned	730,970	-	-	-	72,108	803,078
Unassigned	5,134,076	-	-	-	-	5,134,076
Total Fund Balances	6,432,299	2,769,243	3,426,660	-	1,246,392	13,874,594
						16,964,419
Total Liabilities, Deferred Inflow of Resources and Fund Balances	\$ 8,561,597	\$ 3,363,659	\$ 4,093,309	\$ 683,755	\$ 2,206,636	\$ 18,908,956
						\$ 21,673,597

See accompanying notes to the basic financial statements

Thomas County, Georgia
Reconciliation of the Balance Sheet of Governmental Funds
to the Government-wide Statement of Net Position
December 31, 2012

Total Governmental Fund Balances	\$	13,874,594
 Amounts reported for governmental activities in the statement of net position are different because:		
 Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds.		
Cost of capital assets	\$ 100,758,505	
Less accumulated depreciation	<u>(32,353,839)</u>	68,404,666
 Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Property taxes	\$ 1,196,900	
Charges for services	<u>30,000</u>	1,226,900
 The internal service fund is used by management to charge the costs of the group health program to individual funds. The assets and liabilities of the internal service funds are included in governmental activities column on the government-wide statement of net position.		
		219,183
 Pension net assets are not current financial resources and are not recognized at the fund financial reporting level but are reported on the government-wide statement of net position.		
		297,735
 Interfund receivables and payables between governmental funds are reported on the governmental fund's balance sheet but eliminated on the government-wide statement of net position.		
Interfund receivables	\$ (1,266,558)	
Interfund payables	<u>1,266,558</u>	-
 Liabilities not due and payable in the current period and therefore are not reported in the governmental fund balance sheets but are reported on the government-wide statement of net position.		
Interest payable	\$ (10,423)	
Notes payable	(951,051)	
Compensated absences payable	<u>(493,991)</u>	<u>(1,455,465)</u>
 Net Assets of Governmental Activities	 \$	 <u><u>82,567,613</u></u>

See accompanying notes to the basic financial statements

Thomas County, Georgia
Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Government-wide Statement of Activities
For the Year Ended December 31, 2012

Net Changes In Fund Balances - Total Governmental Funds \$ (3,105,125)

Amounts reported for governmental activities in the statement of activities are different because

Governmental funds report capital outlays as expenditures on the governmental fund type operating statement. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capitalized capital outlay exceeded depreciation expense in the current period.

Depreciation expense	\$ (2,485,025)	
Capital outlay	<u>4,451,798</u>	1,966,773

Capital assets contributed are not reported at the fund financial reporting level but are reported on the government-wide financial reporting level. 138,876

The book value of capital assets sold are reported on the government-wide statement of activities but not reported in the governmental fund's operating statement less book value of traded-in asset capitalized. (72,114)

The increase in pension assets are reported on the government-wide statement of activities but not at the governmental fund's operating statement.

Balance @ 12/31/12	\$ 297,735	
Balance @ 12/31/11	<u>(292,121)</u>	5,614

Revenues reported in the statement of activities that do not provide current financial resources are not reported as revenues at the fund financial reporting level.

Property taxes:		
Deferred @ 12/31/12	\$ 1,196,900	
Deferred @ 12/31/11	<u>(1,081,500)</u>	115,400

Impact fees:		
Deferred @ 12/31/11		(10,457)

Charges for services:		
Deferred @ 12/31/12		30,000

The increase in fund balances reserve for inventory is added directly from the fund balances at the fund level but expenses are decreased at the government-wide level 15,300

The internal service fund is used by management to charge the costs of the group insurance program to individual funds is not reported in the government-wide statement of activities on the government-wide statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. 219,183

Transfers between governmental funds are reported in the governmental funds operating statement but are eliminated on the government-wide statement of activities:

Transfers in	\$ (4,353,993)	
Transfers out	<u>4,353,993</u>	-

The issuance of long-term debt is reported as an other financing source at the fund financial reporting level but reclassified as a liability at the government-wide financial reporting level. (747,467)

Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 95,398

Accrued interest is reported in the statement of activities, but does not require the use of financial resources and therefore are not reported as expenditures in governmental funds.

Liability @ 12/31/12	\$ (10,423)	
Liability @ 12/31/11	<u>1,196</u>	(9,227)

Compensated absences reported in the statement of activities, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Liability @ 12/31/12	\$ (493,991)	
Liability @ 12/31/11	<u>483,160</u>	<u>(10,831)</u>

Change In Net Position of Governmental Activities \$ (1,368,677)

See accompanying notes to the basic financial statements

Thomas County, Georgia
Proprietary Funds
Statement of Net Position
December 31, 2012

	Business-type Activities			Governmental Activities - Internal Service Fund
	Area Transit	Other Enterprise Fund	Total	
Assets				
Current Assets:				
Cash and cash equivalents	\$ 435,430	\$ 116,919	\$ 552,349	\$ 18,708
Receivables:				
Accounts	-	3,053	3,053	145,373
Intergovernmental	234,684	-	234,684	-
Interfund	1,282	-	1,282	626,802
Prepaid items	6,063	-	6,063	-
Total Current Assets	677,459	119,972	797,431	790,883
Capital Assets				
Depreciable, net	515,324	111,044	626,368	-
Total Assets	1,192,783	231,016	1,423,799	790,883
Liabilities				
Current Liabilities:				
Accounts payable	1,897	-	1,897	-
Accrued expenses	13,947	-	13,947	-
Interfund payable	68,594	-	68,594	-
Compensated absences payable	7,575	-	7,575	-
Claims payable	-	-	-	571,700
Notes payable	-	18,570	18,570	-
Total Current Liabilities	92,013	18,570	110,583	571,700
Long-term Liabilities:				
Compensated absences	2,525	-	2,525	-
Notes payable	-	101,906	101,906	-
Total Long-term Liabilities:	2,525	101,906	104,431	-
Total Liabilities	94,538	120,476	215,014	571,700
Net Position				
Net investment in capital assets	515,324	(9,432)	505,892	-
Unrestricted	582,921	119,972	702,893	219,183
Total Net Position	\$ 1,098,245	\$ 110,540	\$ 1,208,785	\$ 219,183

See accompanying notes to the basic financial statements

Thomas County, Georgia
Proprietary Funds
Statement of Revenues,
Expenses and Changes in Fund Net Position
For the Year Ended December 31, 2012

	Business-type Activities			Governmental Activities - Internal Service Fund
	Area Transit	Other Enterprise Fund	Total	
Operating Revenues				
Charges for services	\$ 695,940	\$ 41,591	\$ 737,531	\$ 3,747,838
Miscellaneous	-	-	-	334,488
Total Operating Revenues	<u>695,940</u>	<u>41,591</u>	<u>737,531</u>	<u>4,082,326</u>
Operating Expenses				
Personal services	608,141	5,150	613,291	-
Purchased services	80,024	-	80,024	-
Supplies	282,149	-	282,149	-
Landfill fees	-	7,550	7,550	-
Cost of services	-	-	-	4,082,482
Depreciation	108,888	19,884	128,772	-
Other	-	11,622	11,622	-
Total Operating Expenses	<u>1,079,202</u>	<u>44,206</u>	<u>1,123,408</u>	<u>4,082,482</u>
Operating Income (Loss)	<u>(383,262)</u>	<u>(2,615)</u>	<u>(385,877)</u>	<u>(156)</u>
Non-operating Revenue (Expenses)				
Operating grants	422,174	-	422,174	-
Investment earnings	410	375	785	156
Loss on disposal of capital assets	(95,038)	-	(95,038)	-
Total Non-operating Revenue (Expenses)	<u>327,546</u>	<u>375</u>	<u>327,921</u>	<u>156</u>
(Loss) Before Transfers In and Capital Contributions	<u>(55,716)</u>	<u>(2,240)</u>	<u>(57,956)</u>	<u>-</u>
Transfers In	-	-	-	219,183
Capital Contributions	<u>223,900</u>	<u>-</u>	<u>223,900</u>	<u>-</u>
Change in Net Position	168,184	(2,240)	165,944	219,183
Net Position Beginning of Year	<u>930,061</u>	<u>112,780</u>	<u>1,042,841</u>	<u>-</u>
Net Position End of Year	<u>\$ 1,098,245</u>	<u>\$ 110,540</u>	<u>\$ 1,208,785</u>	<u>\$ 219,183</u>

See accompanying notes to the basic financial statements

Thomas County, Georgia
Proprietary Funds
Statement of Cash Flows
For the Year Ended December 31, 2012

	Business-type Activities			Governmental Activities - Internal Service Fund
	Area Transit	Other Enterprise Fund	Total	
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows from Operating Activities				
Cash received from customers	\$ 727,542	\$ 43,882	\$ 771,424	\$ -
Cash received from interfund services provided	-	-	-	3,936,953
Cash payments for personal services	(606,717)	(5,150)	(611,867)	-
Cash payments for goods and services	(337,843)	(19,172)	(357,015)	-
Cash payments for claims	-	-	-	(3,776,782)
Net Cash Provided by (Used in) Operating Activities	<u>(217,018)</u>	<u>19,560</u>	<u>(197,458)</u>	<u>160,171</u>
Cash Flows from Noncapital Financing Activities				
Operating grants	422,174	-	422,174	-
Increase (decrease) in interfund loan payable	32,796	-	32,796	(236,230)
(Increase) decrease in interfund loan receivable	-	-	-	(140,539)
Transfers in	-	-	-	219,183
Net Cash Flows from Noncapital Financing Activities	<u>454,970</u>	<u>-</u>	<u>454,970</u>	<u>(157,586)</u>
Cash Flows from Capital and Related Financing Activities				
Retirement of note payable principal	-	(18,308)	(18,308)	-
Acquisition of capital assets	(22,389)	-	(22,389)	-
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>(22,389)</u>	<u>(18,308)</u>	<u>(40,697)</u>	<u>-</u>
Cash Flows from Investing Activities				
Investment earnings	410	375	785	156
Net Increase (Decrease) in Cash and Cash Equivalents	215,973	1,627	217,600	2,741
Cash and Cash Equivalents Beginning of Year	219,457	115,292	334,749	15,967
Cash and Cash Equivalents End of Year	<u>\$ 435,430</u>	<u>\$ 116,919</u>	<u>\$ 552,349</u>	<u>\$ 18,708</u>
Reconciliation of Operating (Loss) to Net Cash Provided by (Used in) Operating Activities				
Operating (Loss)	\$ (383,262)	\$ (2,615)	\$ (385,877)	\$ (156)
Adjustments:				
Depreciation	108,888	19,884	128,772	-
(Increase) Decrease in Assets:				
Accounts receivable	-	2,291	2,291	(145,373)
Intergovernmental receivables	31,603	-	31,603	-
Prepaid items	22,433	-	22,433	-
Increase (Decrease) in Liabilities:				
Accounts payable	1,897	-	1,897	-
Accrued expenses	723	-	723	-
Compensated absences	700	-	700	-
Claims payable	-	-	-	305,700
Net Cash Provided by (Used in) Operating Activities	<u>\$ (217,018)</u>	<u>\$ 19,560</u>	<u>\$ (197,458)</u>	<u>\$ 160,171</u>
Non-cash Capital Activities:				
Contributions of capital assets from governmental activities	\$ 26,875	\$ -	\$ 26,875	\$ -
Contributions of capital assets from other governments	201,510	-	201,510	-
Total Non-cash Capital Activities	<u>\$ 228,385</u>	<u>\$ -</u>	<u>\$ 228,385</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements

Thomas County, Georgia
Comparative Statement of Fiduciary Assets and Liabilities
Fiduciary Funds - Agency Funds
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and cash equivalents	\$ 319,729	\$ 413,566
Due from others	1,256	1,216
Total Assets	<u>\$ 320,985</u>	<u>\$ 414,782</u>
Liabilities		
Due to others	<u>\$ 320,985</u>	<u>\$ 414,782</u>

See accompanying notes to the basic financial statements

Thomas County, Georgia
Combining Statement of Net Position
Component Units
June 30, 2012

	Department of Public Health June 30, 2012	Public Library System June 30, 2012	Total
Assets			
Current:			
Cash and cash equivalents	\$ 1,068,509	\$ 747,623	\$ 1,816,132
Receivables:			
Accounts	7,329	-	7,329
Intergovernmental	38,873	824,109	862,982
Prepaid items	-	9,563	9,563
Capital Assets:			
Depreciable capital assets, net	31,580	3,816,034	3,847,614
Total Assets	1,146,291	5,397,329	6,543,620
Liabilities			
Current Liabilities:			
Accounts payable	114,161	23,760	137,921
Accrued expenses	-	11,158	11,158
Compensated absences	11,086	15,527	26,613
Long-term Liabilities: (net of current portion)			
Compensated absences	99,777	5,176	104,953
Total Liabilities	225,024	55,621	280,645
Net Position			
Investment in capital assets	31,580	3,816,034	3,847,614
Restricted for:			
Specific health program	848,689	-	848,689
Capital projects	-	164,167	164,167
Unrestricted	40,998	1,361,507	1,402,505
Total Net Position	\$ 921,267	\$ 5,341,708	\$ 6,262,975

See accompanying notes to the basic financial statements

Thomas County, Georgia
Combining Statement of Activities
Component Units
For the Years Ended June 30, 2012 and December 31, 2012

	Department of Public Health June 30, 2012	Emergency Service Agency December 31, 2012	Public Library System June 30, 2012	Total
Expenses				
Health and welfare	\$ 2,023,797	\$ -	\$ -	\$ 2,023,797
Public safety	-	32,937	-	32,937
Culture and recreation	-	-	1,159,717	1,159,717
Total Expenses	2,023,797	32,937	1,159,717	3,216,451
Revenues				
Program revenues:				
Charges for services	808,731	-	30,195	838,926
Operating grants and contributions	1,170,232	310,580	196,817	1,677,629
Capital grants and contributions	-	-	1,689,594	1,689,594
Total Program Revenues	1,978,963	310,580	1,916,606	4,206,149
Net Program Revenue	(44,834)	277,643	756,889	989,698
General Revenues				
Allotments from participating governments	-	-	878,082	878,082
Investment earnings	-	40	8,558	8,598
Total General Revenues	-	40	886,640	886,680
Change in Net Position	(44,834)	277,683	1,643,529	1,876,378
Net Position Beginning of Year - As Restated	966,101	(277,683)	3,698,179	4,386,597
Net Assets End of Position	\$ 921,267	\$ -	\$ 5,341,708	\$ 6,262,975

See accompanying notes to the basic financial statements

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Index

Summary of Significant Accounting Policies	1
Reporting Entity.....	1-A
Basis of Presentation.....	1-B
Measurement Focus	1-C
Basis of Accounting.....	1-D
Assets, Liabilities and Fund Equity	1-E
Cash, Cash Equivalents and Investments.....	1-E-1
Receivables	1-E-2
Interfund Balances	1-E-3
Consumable Inventories	1-E-4
Prepaid Items	1-E-5
Restricted Assets.....	1-E-6
Capital Assets	1-E-7
Compensated Absences	1-E-8
Accrued Liabilities and Long-term Obligations	1-E-9
Fund Equity	1-E-10
Operating Revenues and Expenses	1-E-11
Interfund Activity	1-E-12
Estimates.....	1-E-13
Comparative Data	1-E-14
Implementation of New GASB Standards.....	1-E-15
 Stewardship, Compliance and Accountability	 2
Budgetary Information.....	2-A
Excess of Expenditures over Appropriations.....	2-B
 Detailed Notes on All Funds	 3
Deposits	3-A
Receivables	3-B
Restricted Assets.....	3-C
Property Taxes	3-D
Capital Assets	3-E
Deferred Inflows of Resources	3-F
Interfund Balances and Transfers	3-G
Long-Term Debt	3-H
Pension.....	3-I
Fund Equity.....	3-J
Operating Leases.....	3-K
 Other Notes.....	 4
Risk Management	4-A
Contingent Liabilities.....	4-B
Hotel/Motel Lodging Tax	4-C

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Thomas County, Georgia (the County) is a political subdivision of the State of Georgia and was formed in 1825. The County operates under a Commission-Manager form of government and is governed by an eight member elected board of county commissioners, which is governed, by state statutes and regulations. There are certain elected officials whose operations are wholly included within the financial records and financial statements of the County. These elected officials include the Sheriff, Tax Commissioner, Probate Court Judge, Magistrate Court Judge and Clerk of the Superior Court. The County's major services include general government, courts, public safety, public works, health and welfare, culture and recreation and housing and development.

Note 1 - Summary of Significant Accounting Policies

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting. The County does not follow subsequent private-sector guidance for its enterprise funds.

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

1-A. Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the County consists of all funds, departments, boards and agencies that are not legally separate from the County. For the County, this entity includes the constitutionally elected officers.

Component units are legally separate organizations for which the County is financially accountable. The County is financially accountable for an organization if the County appoints a voting majority of the organization's governing board and (1) the County is able to significantly influence the programs or services performed or provided by the organizations; or (2) the County is legally entitled to or can otherwise access the organization's resources; the County is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the County is obligated for the debt of the organization. Component units also may include organizations that are fiscally dependent on the County in that the County approves the budget, levies their taxes or issues their debt.

The component unit columns included on the government-wide financial statements identify the financial data of the County's discretely presented component units. They are reported separately to emphasize that they are legally separate from the County.

Brief descriptions of the discretely presented component units follow:

Thomas County Health Department (the Health Department) – The Health Department works to promote and preserve the health of the citizens of the County. The Health Department's Board consists of seven members, four of these members are appointed by the County Commission. Although the County does not have the authority to approve or modify the Health Department's budgets, it does have the ability to control the amount of funding it provides to the Health Department and such funding is significant to the overall operations of the Health Department. The Health Department is reported on a June 30, 2012 fiscal year. Complete financial statements for the Health Department may be obtained from its administrative office by calling 229/226-4241.

Emergency Services Agency (ESA) – The ESA is a separate entity created by the General Assembly when they passed local legislation, which the Governor signed on April 19, 1999. Its organizational structure prior to April 19, 1999 was an interlocal governmental pact between Thomas County, Georgia and the City of Thomasville, Georgia dated July 14, 1998. The ESA provides fire, ambulance and E911 services to the general citizenry of Thomasville and the County.

The ESA's Board has two members appointed by the County, two appointed by the City and these four appointed a fifth member. The City of Thomasville, Georgia transferred its emergency equipment to the ESA in 2000. Emergency equipment owned by the County was transferred to the ESA in 1999. The ESA is funded from property taxes levied by the County,

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

E911 telephone surcharges imposed by the County and service fees. Because the ESA is fiscally dependant on the County, provides services almost exclusively to citizens of the County and it would be misleading to exclude the ESA, the County has included the ESA as a discretely presented component unit in its financial statements. A copy of its audit report may be obtained from their office by calling the Thomas County Board of Commissioners at 229/225-4100.

In August 2002 the County Board of Commissioners initiated discussions with the City of Thomasville regarding the management structure of the ESA. Those discussions continued through October 2002. On October 17, 2002, at a work session, the Thomasville City Council concluded it could not agree to the management changes proposed by the County Board of Commissioners and recommended that the ESA be disbanded. The Board of Commissioners voted on October 21, 2002 to disband the ESA within 10 months as provided by the local legislation signed by the Governor on April 19, 1999. On January 1, 2003, the City assumed fire protection in Fire Districts 1 & 2 and the County assumed fire protection in Fire District 3. The County also assumed county-wide Emergency Medical Service and 911 services. On March 18, 2003 the Board of Commissioners and the City Council finalized the disbandment process with a joint agreement. It was also agreed that the ESA's Board would continue to function and resolve certain personnel and financial issues carried over.

Thomas County Public Library System (the Library System) – The Library System operates pursuant to Official Code of Georgia Annotated Sections 20-5-40 through 20-5-59. The Library System provides public library services with its costs shared by participation local governmental agencies and grants from the State of Georgia.

The Library System is governed by a nine member board, four members appointed by the Thomas County Board of Commissioners, three members appointed by the City of Thomasville and two members appointed by smaller towns located in the County. The Library Board is without authority to determine the amount of funding, except by submission of budget requests to local governmental units from which the Library System receives support and to the State of Georgia for state and federal flow through funding. Membership in the Library and participation in the library services is at the discretion of each participating governmental agency. The Library Board has the power to designate management, the power to retain unreserved fund balances of local and other funds for continued operations and is the lowest level of oversight responsibility in the Library System operations.

The Thomas County Board of Commissioners provides a substantial majority of funding for the operations of the Library System, consequently, the Library System is deemed to have a financial benefit/burden relationship with the County. Accordingly the Library System is considered to be a discretely presented component unit of the County. The Library System is reported on a June 30, 2012 fiscal year. Complete financial statements for the Library System may be obtained from its administrative office by calling 229/225-5252.

Related Organizations – The following are related organizations for which the County appoints one or more of the Board of Directors but they do not meet any other of the reporting entity criteria:

- Southwest Georgia Regional Commission
- Board of Family and Children's Service
- Board of Tax Assessors and Board of Equalization
- Southwest Georgia Regional Board for Mental Health, Mental Retardation and Substance Abuse
- Georgia Pines Community Service Board
- City of Thomasville Recreational Advisory Board

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

Joint Ventures – The County participates in the following two joint ventures.

Southwest Georgia Regional Commission (SWGRC) - The County, in conjunction with fourteen counties in the Southwest Georgia area are members of the SWGRC. Membership in an SWGRC is automatic for each municipality and county in the state. The Official Code of Georgia Section 50-8-34 (Georgia Planning Act of 1989) provides for the organizational structure of the SWGRCs. Each county and municipality in the state is required by law to pay minimum annual dues to the SWGRC. The SWGRC Board membership includes the chief elected official of each county and the chief elected official of each municipality. The county board members and municipal board members from the same county elect one member of the Board who is a resident (but not an elected or appointed official or employee of the county or municipality) to serve as the non-public Board member from a county. Separately issued financial statements are available at the SWGRC's administrative office, 30 West Broad Street, Camilla, Ga. 31730, or by calling 229/522-3552.

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

Solid Waste - The County and the City of Thomasville joined together to operate a solid waste disposal and recycling facility for the mutual benefits of both governments. The initial agreement was dated 1973 but was amended by both parties on January 1, 1997 and March 25, 2002. The City of Thomasville holds all regulatory permits and is responsible for the construction and daily operations of the facility. The County owns the 485 acres of land on which these facilities are located. The City of Thomasville is required to maintain a separate fund for the landfill and recycling facility. All money generated by the solid waste and recycling facility shall be maintained in a separate bank account by the City of Thomasville.

At the conclusion of the City of Thomasville's annual audit, a determination will be made of excess cash and cash equivalents on hand. Excess cash and cash equivalents are defined as cash in excess of the amount needed for two months of next year's operating budget, one half of next year's capital budget, accrued closure and post closure care cost and reserves for future landfill expansion. After the determination of the excess cash and cash equivalents is made, the City's Mayor and the County Commission's Chairman shall meet and determine how the excess cash and cash equivalents are to be distributed. Should the determination of excess cash and cash equivalents indicate a shortfall of cash, the short fall will be funded through loans to be repaid by the landfill's revenue.

Complete financial statements for the City of Thomasville, Georgia may be obtained at their administrative offices by calling 229/227-7027.

Related Agency – The Thomas County Narcotics Division is 50% funded by the City of Thomasville. The County's Board of Commissioners approve and fund its budget within the general fund. Most of the employees are County employees and report directly to the Sheriff. The Narcotic Task Force monitors the narcotics division and shares information with the division commander. This task force is made up of the following members:

- Board of Commissioners Chairman
- County Manager
- Sheriff
- Mayor of Thomasville
- Thomasville City Manager
- Thomasville Police Chief
- District Attorney

1-B. Basis of Presentation

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

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

Government-wide Financial Statements - The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the County as a whole. The primary government and the component units are presented separately within these financial statements with the focus on the primary government. Fiduciary funds are not presented in the government-wide financial statements.

The statement of net position presents the financial position of the governmental activities of the County and its discretely presented component units at year-end.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities and for each identifiable activity of the business-type activities of the County. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that particular function. The County does not allocate indirect expenses to functions in the statement of activities.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees and other charges to users of the County's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses. For identifying to which function program revenue pertains, the determining factor for *charges for services* is which function *generates* the revenue. For *grants and contributions*, the determining factor is to which function the revenues are *restricted*.

Other revenue sources not properly included with program revenues are reported as general revenues of the County. The comparison of direct expenses with program revenues identifies the extent to which each governmental function and each identifiable business activity is self-financing or draws from the general revenues of the County.

Fund Financial Statements - During the year, the County segregates transactions related to certain County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. Fund financial statements are provided for governmental, proprietary and fiduciary funds.

Major individual governmental funds are reported in separate columns.

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

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

The General Fund - The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund's fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of the State of Georgia.

Emergency Services Fund - This fund accounts for revenues and expenditures related to providing certain county-wide emergency services. These services include emergency medical services, emergency rescue, emergency management, emergency services administration and also funds operating deficits in the E-911 fund.

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

2006 SPLOST Fund – This fund accounts for the special purpose local option sales tax that is transferred in from the county-wide 2006 SPLOST fund to be used primarily for the construction of a new judicial building, the remodeling of the courthouse, and a new roof for the jail justice center and road projects.

County-wide 2006 SPLOST Fund - This fund accounts for the 2006 special purpose local option sales tax collections and then the County's share is transferred to the County's 2006 SPLOST fund and the remaining balance is transferred to cities located within the County, for their share.

Proprietary Funds – The proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. Two of the proprietary funds are classified as enterprise funds and the other proprietary fund is an internal service fund, which accounts for the County's group health plan. The major enterprise fund is defined as follows:

Area Transit Fund - This fund provides transit services to the County residents.

Fiduciary Funds – Fiduciary fund reporting focuses on assets and liabilities. The County's fiduciary funds are all agency funds.

1-C. Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the County are included on the statement of net position. The statement of activities reports revenues and expenses.

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

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

Like the government-wide statements, the proprietary fund type is accounted for on a flow of economic resources measurement focus on both financial reporting levels. All assets and all liabilities associated with the operation of these funds are included on the statements of net position. The statements of changes in fund net position present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the County finances and meets the cash flow needs of its proprietary activities.

1-D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, the governmental funds use the modified accrual basis of accounting. The proprietary fund uses the accrual basis of accounting at both reporting levels. Fiduciary funds are reported on the accrual basis at the fund reporting level. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

Revenues – Exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the County, the phrase “available for exchange transactions” means expected to be received within 60 days of year-end.

Revenues - Non-exchange Transactions - Non-exchange transactions in which the County receives value without directly giving equal value in return, include sales taxes, property taxes, grants and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the taxable sale takes place. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied (Note 3-D). Revenue from grants and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected within 60 days) before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: property taxes, sales taxes, franchise taxes, charges for services and federal and state grants.

Unearned Revenue - Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

On both the government-fund financial statements and the government-wide financial statements, revenues are deferred for:

- Grants and entitlements received before the eligibility requirements are met (e.g., cash advances).

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

1-E. Assets, Liabilities and Fund Equity

1-E-1 Cash, Cash Equivalents, and Investments

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the County. Time deposits are classified as cash and cash equivalent without regard to maturity date.

Investments are stated at fair value based on quoted market prices.

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

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

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

- Repurchase agreements
- Obligations of the other political subdivisions of the State of Georgia

1-E-2 Receivables

All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable.

1-E-3 Interfund Balances

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/interfund payables." These amounts are eliminated in the governmental activities column of the statement of net position.

1-E-4 Consumable Inventories

On the government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used (i.e., the consumption method).

On the fund financial statements, inventories of governmental funds are stated at cost. Cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased (i.e., the purchases method). At year-end, fund balance is reserved for a like amount of inventory on hand.

1-E-5 Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2012, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is reserved, as this amount is not available for general appropriation.

1-E-6 Restricted Assets

Certain items are classified as restricted in the general fund because their use has been restricted by the Board of Commissioners or grant contracts.

1-E-7 Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds. The County reports these assets in the governmental activities column of the government-wide statement of net position but does not report these assets in the government fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The County maintains a capitalization threshold of five thousand dollars. The County's infrastructure consists of roads and bridges. The County's infrastructure has been reported retroactively in 2007. Improvements to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed.

All reported capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacement.

*Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012*

Note 1 - Summary of Significant Accounting Policies (Continued)

Depreciation is computed using the straight-line method over the following useful lives:

Asset Class	Governmental Activities Estimated Lives	Capitalization Threshold
Primary Government:		
Buildings and improvements	70 - 75 Years	\$50,000
Machinery and equipment	3 - 12 Years	\$5,000
Infrastructure	20 - 50 Years	\$250,000
Component Unit:		
Machinery and equipment	5 - 7 Years	\$5,000

At the inception of capital leases at the governmental fund reporting level, expenditures and an "other financing source" of an equal amount are reported at the net present value of future minimum lease payments.

1-E-8 Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits are accrued as a liability using the termination payment method. An accrual for earned sick leave is made to the extent that it is probable that the benefits will result in termination payments. The liability is based on the County's past experience of making termination payments.

All compensated absence liabilities include salary-related payments, where applicable.

The total compensated absence liability is reported on the government-wide financial statements. Governmental funds report the compensated absence liability at the fund reporting level only "when due."

1-E-9 Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the these funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are "due for payment" during the current year. Notes are recognized as a liability in the governmental fund financial statements when due.

1-E-10 Fund Equity

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

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

Fund Balance - Fund balances may be 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 Board of Commissioners or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- **Committed** – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the County Board of Commissioners through a motion. The fund balance must result from a specific revenue stream committed for a specific purpose. Only the Board of County Commissioners may modify or rescind the commitment.
- **Assigned** – Fund balances are reported as assigned when amounts are constrained by the Board of County Commissioners intent to be used for specific purposes, but are neither restricted nor committed. By motion, only the Board of County Commissioners can authorize an assignment of fund balances. Also, any of the fund balance reported at year-end that is included in the subsequent years' budget is reported as assigned.
- **Unassigned** - Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The County reports positive unassigned fund balance only in the general fund.

Net Position Flow Assumptions – In order to report net position as a restricted – net position and an unrestricted – net position in the government-wide and proprietary fund financial statements, the County has established a flow assumption policy. It is the County's policy to use restricted – net position first before using unrestricted – net position.

Fund Balance Flow Assumptions – It is the County's policy to consider restricted fund balance to have been used before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, it is the County's policy to use fund balance in the following order:

- Committed
- Assigned
- Unassigned

Net position - Net position represent the difference between assets and liabilities. The net invested in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. This net investment amount also is adjusted by any bond issuance deferral amounts. Net position 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. All other net position is reported as unrestricted.

1-E-11 Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise and internal service funds. For the County, these revenues are charges for services for waste collection, transit services and health insurance program. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of each fund. Nonoperating revenues are investment earnings and operating grants. Nonoperating expenses include the loss on the disposition of capital assets.

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

1-E-12 Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and the after non-operating revenues/expenses section in the proprietary fund. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements (i.e., they are netted).

Transfers between funds reported in the governmental activities column are eliminated.

1-E-13 Estimates

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

1-E-14 Comparative Data

Comparative total data for the prior year have been presented only for individual funds in the fund financial statements in order to provide an understanding of the changes in the financial position and operations of these funds. Also, certain amounts presented in the prior year data have been reclassified to be consistent with the current year's presentation.

1-E-15 Implementation of New GASB Standards

In calendar year 2012, the County implemented the following GASB Statements:

Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. The adoption of this statement does not have any impact on the County's financial statements.

Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position*. The adoption of this statement resulted in the statement of net assets being renamed the statement of net position. Additionally, the "invested in capital assets, net of related debt" component of net position was redefined as "net investment in capital assets."

Statement No. 65, *Items Previously Reported as Assets and Liabilities* clarifies the use of deferred outflows of resources and deferred inflows of resources to ensure consistency in financial reporting. This statement also requires certain items which were previously reported as assets and liabilities to be reported as deferred outflows of resources, deferred inflows of resources and as revenues or expenditures. As a result of implementing this statement, the County changed the classification of certain liabilities to deferred inflows of resources.

Note 2 – Stewardship, Compliance and Accountability

2-A. Budgetary Information – The County adopts an annual operating budget for all governmental funds except the capital projects funds, which have an adopted project budget. The budget resolution reflects the total of each department's appropriation in each fund.

Budgets are adopted on a basis consistent with GAAP with the exception of the capital projects funds, which have project length budgets, rather than annual budgets.

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 2 – Stewardship, Compliance and Accountability (Continued)

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget generally is the department level within each individual fund. Any change in total to a fund or departmental appropriation within a fund requires approval of the Board of County Commissioners. The Board of County Commissioners also must approve budget transfers within departments.

The original 2012 budget was amended during the year. All unexpended annual appropriations lapse at year-end.

2-B. Excess of Expenditures over Appropriations

The following departments overspent the final amended 2012 annual budget:

General fund:	
Elections	\$ 2,133
General administration	40,133
Tax commissioner	11,650
Tax assessor	18,873
Building and plant	26,651
Superior court	7,016
Clerk of the superior court	22,557
State court	2,448
Magistrate court	24,013
Sheriff	144,420
Jail operations	106,562
Corrections	98,465
Animal control	3,583
Public works administration	61,981
Sanitation	15,109
Maintenance and shop	21,041
Agriculture resources	1,679
Code enforcement	3,859
Hotel/motel tax fund:	
General government	\$ 3,727
Fire district 1 & 2 fund:	
Public safety	\$ 53,427
Fire district 3 fund:	
Public safety	\$ 31,453
Sheriff's drug forfeiture fund:	
Intergovernmental	\$ 27,149
Emergency 911 fund:	
Public safety	\$ 22,727
Impact fees fund:	
Capital outlay	\$ 35,095
Airport fund:	
General government	\$ 4,260

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds

3-A. Deposits

Deposits – The County’s cash and investment policy limits deposits to demand and money market accounts, and time deposits at local banks. The County’s deposits shall be secured by Federal Depositary Insurance Corporation (FDIC) coverage and/or bank pledges. State statutes require banks holding public funds to secure these funds by FDIC insurance, securities pledged at par value, and surety bonds at face value in combined aggregate totaling not less than 110 percent of the public funds held.

Custodial Credit Risk – Deposits – The custodial credit risk for deposits is the risk that, in the event of a bank failure, the County’s deposits may not be recovered.

As of December 31, 2012, all of the County’s deposits were covered either by FDIC coverage or collateralized with securities held by the County’s agent in the County’s name.

Also, the Thomas County Emergency Services Agency’s deposits, the Thomas County Health Department’s deposits and the Thomas County Public Library System’s deposits were covered either by FDIC coverage or were entirely insured or collateralized with securities held by the component unit’s agent in the component unit’s name.

Primary government cash and cash equivalents reconciliation:

	Cash and Cash Equivalents
Primary Government - Fund Reporting Level:	
Governmental Funds - Balance Sheet	\$ 14,060,353
Governmental Funds - Balance Sheet - Restricted	174,637
Proprietary Fund Type Statement of Net Assets	571,057
Statement of Fiduciary Assets and Liabilities	319,729
 Total	 \$ 15,125,776

3-B. Receivables

Receivables at December 31, 2012, consisted of taxes, accounts (billings for user charges) and intergovernmental receivables arising from grants.

Receivables and payables are recorded on the County’s financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectibility.

The allowances for uncollectibles are as follows:

- General fund - \$134,597
- Emergency services fund - \$34,142
- Fire district 1 & 2 fund - \$4,500
- Fire district 3 fund - \$2,800
- Commercial collection fund - \$1,734

3-C. Restricted Assets

Restricted assets reported in the general fund are comprised of the following:

Capital improvements – (\$147,002) – these resources will be used for maintenance and improvements on County buildings.

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

Prison store account – (\$27,635) – these monies belong to the inmates who use it to make purchases in the prison store.

3-D. Property Taxes

The Board of Commissioners levy property taxes by or about September of each year. Property taxes attach as an enforceable lien on property as of January 1. The property taxes were levied on August 20, 2012. Property taxes were billed on August 24, 2012 and are due upon receipt, however, the actual due date was November 15, 2012.

The County bills and collects its own property taxes and also collects property taxes for the County Board of Education and the State of Georgia. The County also collects vehicle and mobile home taxes for the cities located in Thomas County and the State of Georgia. Collection of the County's taxes and for the other governmental agencies is the responsibility of the Tax Commissioner's Office, which is accounted for in an agency fund.

(This page continued on the subsequent page)

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-E. Capital Assets

Capital asset activity for the primary government for the year ended December 31, 2012, was as follows:

	Balance 1/1/2012	Additions	Deductions	Balance 12/31/2012
Governmental activities:				
Nondepreciable capital assets:				
Land	\$ 3,208,420	\$ -	\$ -	\$ 3,208,420
Land under the roads	4,894,496	5,799	-	4,900,295
Construction in progress	2,969,024	3,294,466	707,566	5,555,924
Total nondepreciable capital assets	<u>11,071,940</u>	<u>3,300,265</u>	<u>707,566</u>	<u>13,664,639</u>
Depreciable capital assets:				
Buildings and improvements	26,360,326	-	-	26,360,326
Machinery and equipment	14,445,726	1,282,856	868,162	14,860,420
Infrastructure	45,158,001	715,119	-	45,873,120
Total depreciable capital assets	<u>85,964,053</u>	<u>1,997,975</u>	<u>868,162</u>	<u>87,093,866</u>
Total capital assets	<u>97,035,993</u>	<u>5,298,240</u>	<u>1,575,728</u>	<u>100,758,505</u>
Accumulated depreciation:				
Buildings	5,294,323	431,727	-	5,726,050
Machinery and equipment	9,665,653	1,131,058	796,048	10,000,663
Infrastructure	15,704,886	922,240	-	16,627,126
Total accumulated depreciation	<u>30,664,862</u>	<u>2,485,025</u>	<u>796,048</u>	<u>32,353,839</u>
Governmental activities capital assets, net	<u>\$ 66,371,131</u>	<u>\$ 2,813,215</u>	<u>\$ 779,680</u>	<u>\$ 68,404,666</u>
Governmental activities depreciation expense				
General government		\$ 467,426		
Judicial		4,250		
Public safety		800,550		
Public works		1,209,237		
Health and welfare		3,562		
Total governmental activities depreciation expense		<u>\$ 2,485,025</u>		

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

	Balance 1/1/2012	Additions	Deductions	Balance 12/31/2012
Business-type activities:				
Depreciable capital assets:				
Buildings and improvements	\$ 33,281	\$ -	\$ -	\$ 33,281
Machinery and equipment	858,270	250,775	214,202	894,843
Total capital assets	891,551	250,775	214,202	928,124
Less accumulated depreciation:				
Buildings and improvements	13,677	3,337	-	17,014
Machinery and equipment	251,595	152,309	119,162	284,742
Total accumulated depreciation	265,272	155,646	119,162	301,756
Business-type activities capital assets, net	<u>\$ 626,279</u>	<u>\$ 95,129</u>	<u>\$ 95,040</u>	<u>\$ 626,368</u>

The depreciation expense for the business-type activities relates to the area transit fund, \$108,888 and the commercial collection fund, \$19,884. The capital asset additions and depreciation expense included in the above schedule includes \$26,875 for an asset transferred from governmental activities to the area transit fund. This asset has no book value.

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

	Adjusted Balance 7/1/2011	Additions	Deductions	Balance 6/30/2012
Thomas County Public Library System				
Nondepreciable assets:				
Construction in progress	\$ 515,648	\$ -	\$ 515,648	\$ -
Depreciable capital assets:				
Buildings and improvements	123,009	2,351,814	-	2,474,823
Equipment	267,320	427,982	108,525	586,777
Library collections	2,472,422	198,936	51,472	2,619,886
Total depreciable capital assets	2,862,751	2,978,732	159,997	5,681,486
Total capital assets	3,378,399	2,978,732	675,645	5,681,486
Less accumulated depreciation:				
Buildings and improvements	25,113	43,778	-	68,891
Equipment	211,210	28,655	99,766	140,099
Library collections	1,588,911	119,023	51,472	1,656,462
Total accumulated depreciation	1,825,234	191,456	151,238	1,865,452
Thomas County Public Library System Capital assets - net	<u>\$ 1,553,165</u>	<u>\$ 2,787,276</u>	<u>\$ 524,407</u>	<u>\$ 3,816,034</u>

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

	Balance 7/1/2011	Additions	Deductions	Balance 6/30/2012
Thomas County Health Department:				
Capital assets being depreciated:				
Machinery and equipment	\$ 271,998	\$ -	\$ -	\$ 271,998
Less accumulated depreciation	231,083	9,335	-	240,418
Thomas County Health Department - Capital assets, net	<u>\$ 40,915</u>	<u>\$ (9,335)</u>	<u>\$ -</u>	<u>\$ 31,580</u>

3-F. Deferred Inflows of Resources

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

The County's governmental funds report unavailable revenues as deferred inflows of resources. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

These amounts are reported as follows:

Fund	Amount	Types of Resources
General	\$ 803,300	Property taxes
Emergency Services	210,000	Property taxes
Fire Districts #1 & #2	68,400	Property taxes
Fire Districts #3	115,200	Property taxes
Enhanced 911	<u>30,000</u>	Charges for services
Total	<u>\$ 1,226,900</u>	

3-G. Interfund Balances and Transfers

Interfund Balances - Interfund balances at December 31, 2012, consisted of the following amounts and represent charges for services or reimbursable expenses. These remaining balances resulted from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting period, and (3) payments between funds are made.

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

The following table includes the interfund receivables and payables at December 31, 2012:

Payable to:	Payable from:						Total
	General fund	Emergency services fund	County-wide SPLOST fund	2006 SPLOST fund	Nonmajor governmental funds	Area transit fund	
General fund	\$ -	\$ 112,334	\$ -	\$ 77,713	\$ 38,620	\$ -	\$ 228,667
Emergency services fund	-	-	-	-	45,320	-	45,320
2006 SPLOST fund	-	-	322,732	-	-	-	322,732
Nonmajor governmental fund	-	11,250	-	-	99,099	-	110,349
Area transit fund	1,282	-	-	-	-	-	1,282
Internal service fund	-	159,575	-	-	398,633	68,594	626,802
Total	\$ 1,282	\$ 283,159	\$ 322,732	\$ 77,713	\$ 581,672	\$ 68,594	\$ 1,335,152

The County expects to repay all interfund balances within one year with the exception of the amounts due to the health group fund from the fire district fund 1 & 2 fund (\$168,178) and from fire district fund 3 (\$143,924) as County management does not anticipate repaying the cash during 2013. Also, the fire district 1 & 2 fund will not have available cash to repay the amount owed to the emergency services fund (\$45,320) during 2013.

The following table includes \$149,850 collected by agency funds and due to various governmental funds that have been eliminated at both financial reporting levels.

Fund	Amount
General	\$ 142,355
Emergency services	2,556
Fire district 3	2,332
Law library	1,384
Drug abuse	1,223
Total	\$ 149,850

Interfund Transfers - Interfund transfers for the year ended December 31, 2012, consisted of the following:

Transfers to	Transfers From				Total
	General fund	Emergency services fund	County-wide 2006 SPLOST fund	Nonmajor governmental funds	
General fund	\$ -	\$ 100,000	\$ -	\$ 3,000	\$ 103,000
2006 SPLOST fund	-	-	3,167,810	-	3,167,810
Nonmajor governmental funds	-	864,000	-	-	864,000
Internal service fund	219,183	-	-	-	219,183
Total	\$ 219,183	\$ 964,000	\$ 3,167,810	\$ 3,000	\$ 4,353,993

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

The transfer from the county-wide 2006 SPLOST fund to the 2006 SPLOST fund is the County's share of the special purpose local option sales taxes, as authorized in 2006. The transfer from the emergency services fund to the E-911 fund is to cover the E-911 fund (nonmajor governmental fund) deficit as the telephone surcharge is not adequate to balance this fund. The transfer from the general fund to the group health fund to eliminate the amount owed to the general fund. The emergency services fund transfer of \$100,000 to the general fund is to cover this fund's portion of the general fund's transfer to the group health fund. The social security system's transfer to the general fund is to close this fund.

3-H. Long-Term Debt

Governmental Activities Notes Payable - The County has four outstanding notes payable at December 31, 2012.

Note Payable – Commercial Bank #1 – This note was issued on February 13, 2004 in the original amount of \$863,000 to purchase emergency 911 equipment at an interest rate of 4.4% with annual payments of \$108,725 beginning February 1, 2005. The note matures February 1, 2014. The equipment acquired by this note is included in governmental activities general capital assets of the County in the amount of \$13,903 (cost of \$877,435 less accumulated depreciation of \$863,532).

Annual debt service requirements to this note payable as of December 31, 2012 follow:

Year	Principal	Interest	Total
2013	\$ 99,585	\$ 9,141	\$ 108,726
2014	103,999	4,669	108,668
Total	<u>\$ 203,584</u>	<u>\$ 13,810</u>	<u>\$ 217,394</u>

Note Payable – Thomasville National Bank #1 - This note was issued on November 29, 2012 in the original amount of \$249,995 to purchase a fire truck at an interest rate of 3.8% with annual payments (which includes principal and interest) of \$22,330 beginning December 31, 2013. The note matures December 31, 2027. The equipment acquired by this note is included in governmental activities general capital assets of the County in the amount of \$246,570 (cost of \$249,995 less accumulated depreciation of \$3,425).

Annual debt service requirements to this note payable as of December 31, 2012 follow:

Year	Principal	Interest	Total
2013	\$ 11,965	\$ 10,364	\$ 22,329
2014	13,284	9,045	22,329
2015	13,789	8,540	22,329
2016	14,313	8,016	22,329
2017	14,857	7,472	22,329
2018 - 2022	83,196	28,542	111,738
2023 - 2027	98,591	11,397	109,988
	<u>\$ 249,995</u>	<u>\$ 83,376</u>	<u>\$ 333,371</u>

Note Payable – Thomasville National Bank #2 - This note was issued on December 17, 2012 in the original amount of \$248,736 to purchase a fire truck at an interest rate of 3.8% with annual payments (which includes principal and interest) of \$22,177 beginning December 31, 2013. The note matures December 31, 2027. The equipment acquired by this note is included in governmental activities general capital assets of the County in the amount of \$245,329 (cost of \$248,736 less accumulated depreciation of \$3,407).

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

Annual debt service requirements to this note payable as of December 31, 2012 follow:

Year	Principal	Interest	Total
2013	\$ 12,348	\$ 9,829	\$ 22,177
2014	13,194	8,983	22,177
2015	13,695	8,482	22,177
2016	14,216	7,961	22,177
2017	14,756	7,421	22,177
2018 - 2022	82,629	28,255	110,884
2023 - 2027	97,898	11,316	109,214
	<u>\$ 248,736</u>	<u>\$ 82,247</u>	<u>\$ 330,983</u>

Note Payable – Thomasville National Bank #3 - This note was issued on December 17, 2012 in the original amount of \$248,736 to purchase a fire truck at an interest rate of 3.8% with annual payments (which includes principal and interest) of \$22,177 beginning December 31, 2013. The note matures December 31, 2027. The equipment acquired by this note is included in governmental activities general capital assets of the County in the amount of \$248,736 (cost of \$248,736 less accumulated depreciation of \$0).

Annual debt service requirements to this note payable as of December 31, 2012 follow:

Year	Principal	Interest	Total
2013	\$ 12,348	\$ 9,829	\$ 22,177
2014	13,194	8,983	22,177
2015	13,695	8,482	22,177
2016	14,216	7,961	22,177
2017	14,756	7,421	22,177
2018 - 2022	82,629	28,255	110,884
2023 - 2027	97,898	11,316	109,214
	<u>\$ 248,736</u>	<u>\$ 82,247</u>	<u>\$ 330,983</u>

Business-type Activities – The County has one outstanding notes payable for the commercial collection fund.

Commercial Collection Fund - Note Payable – Ameris - This note was issued on September 30, 2011 in the original amount of \$138,784 to purchase a sanitation truck at an interest rate of 3.12% with annual payments of \$22,361 beginning September 1, 2012. The final payment is \$22,081 and the note matures September 1, 2018. The truck acquired by this note is included in commercial collection fund of the County in the amount of \$111,044 (cost of \$138,805 less accumulated depreciation of \$27,761).

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

Annual debt service requirements to this note payable as of December 31, 2012 follow:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 18,570	\$ 3,791	\$ 22,361
2014	19,182	3,179	22,361
2015	19,780	2,581	22,361
2016	20,397	1,964	22,361
2017	21,033	1,328	22,361
2018	21,514	671	22,185
	<u>\$ 120,476</u>	<u>\$ 13,514</u>	<u>\$ 133,990</u>

The County's component unit, the Emergency Services Agency, has a note payable outstanding at December 31, 2012 for its business-type activities and it was retired in full at December 31, 2012.

Note Payable – Ameris

The Agency refinanced the short-term debt on December 28, 2005. The original note was used for operating capital. The note carries a 2.45% interest rate and is due in monthly installments \$29,167 with a final payment of \$18,913 due on November 30, 2012.

(This page continued on the subsequent page)

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

Changes in Long-term Debt - Changes in the County's long-term obligations consisted of the following for the year ended December 31, 2012:

	Outstanding 1/1/2012	Additions	Reductions	Outstanding 12/31/2012	Amounts Due in One Year
Governmental Activities					
Note payable - Commercial Bank	\$ 298,982	\$ -	\$ 95,398	\$ 203,584	\$ 99,585
Note payable - Thomasville Natl Bank #1	-	249,995	-	249,995	11,965
Note payable - Thomasville Natl Bank #2	-	248,736	-	248,736	12,348
Note payable - Thomasville Natl Bank #3	-	248,736	-	248,736	12,348
Compensated absences	483,160	513,297	502,466	493,991	370,493
Total Governmental Activities	\$ 782,142	\$ 1,260,764	\$ 597,864	\$ 1,445,042	\$ 506,739
Business-type Activities					
Notes payable - Ameris	\$ 138,784	\$ -	\$ 18,308	\$ 120,476	\$ 18,570
Compensated absences	9,400	14,188	13,488	10,100	7,575
Total Business-type Activities	\$ 148,184	\$ 14,188	\$ 31,796	\$ 130,576	\$ 26,145
Component Units:					
Emergency Services Agency:					
Notes payable	\$ 306,845	\$ -	\$ 306,845	\$ -	\$ -
Thomas County Health Department					
Compensated absences	\$ 122,692	\$ -	\$ 11,829	\$ 110,863	\$ 11,086
Public Library System					
Compensated absences	\$ 14,284	\$ 26,128	\$ 19,709	\$ 20,703	\$ 15,527
Total Component Units	\$ 443,821	\$ 26,128	\$ 338,383	\$ 131,566	\$ 26,613

For governmental fund types notes payable, the Commercial Bank is being repaid from the E-911 fund, the Thomas County notes payable #1 is being repaid from the impact fees fund, the Thomas County notes payable #2 is being repaid from fire districts fund #1 & #2 and the Thomas County notes payable #3 is being repaid from fire district 3 fund. The governmental activities compensated absences liability will be paid from the fund from which the employees' salaries are paid, the general fund, the emergency services fund, the fire district 1 & 2 fund, fire district 3 fund and the E-911 fund. The business-type notes payable, Ameris Bank is being repaid from the commercial collections fund. The compensated absences liability for business-type activities is paid by the area transit fund.

3-I. Pension

Plan Description – The County participates in the Association of Government Commissioners of Georgia Pension Plan (ACCG Plan), an agent multiple-employer defined benefit pension plan, which covers all employees. The County Board of County Commissioners authorizes amendments, participation in the pension plan, establishes the pension benefits and sets the contribution rates. All full-time eligible employees participate in the ACCG Plan (“Plan”) after completing three years of service.

*Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012*

Note 3 - Detailed Notes on All Funds (Continued)

Participants become eligible to retire at age 65 with three years of participation in the Plan. Benefits vest after five years of service. Upon eligibility to retire, participants are entitled to an annual benefit in the amount of 1.0% of average annual compensation up to \$6,600 plus 1.5% of average annual compensation in excess of \$6,600 plus \$36 for each year of service payable as a life annuity. Compensation is averaged over a five year period prior to retirement or termination.

The County sponsors, the "Plan". The Plan provides retirement, disability, and death benefits to plan participants. The plan assets shall be used only for the payment of benefits to the members of the plan, in accordance with the terms of the plan.

The following is the plan membership at January 1, 2013

Membership

Retirees and beneficiaries currently receiving benefits	37
Terminated plan participants entitled to, but not yet receiving benefits	64
Active employees participating in plan	<u>189</u>
Total	<u><u>290</u></u>

A copy of the plan's financial report may be obtained from:

Government Employee Benefits Corporation of Georgia
400 Galleria Parkway, Suite 1250
Atlanta, Georgia 30339

Funding Policy – The County is required to contribute an actuarially determined amount annually to the Plan's trust. The contribution amount is determined using actuarial methods and assumptions approved by the Board of Trustees, and must satisfy the minimum contribution requirement contained in the State of Georgia statutes.

Annual Pension Cost – The County's annual pension costs for the last four years are as follows:

Fiscal Year Beginning January 1,	Annual Pension Cost	Annual Pension Contribution	Percentage Contributed	Net Pension Obligation
2009	\$ 562,381	\$ 608,596	108.2%	\$ (215,561)
2010	570,490	600,475	105.3%	(262,136)
2011	606,337	613,575	101.2%	(292,121)
2012	593,879	592,255	99.7%	(297,735)

(This page continued on the subsequent page)

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

Net Pension Assets – The County’s derivation of the annual required contribution, the annual pension cost and net pension obligation (assets) at January 1, 2013 and 2012, the two most recent actuarial valuations, are as follows:

	<u>January 1, 2013</u>	<u>January 1, 2012</u>
Derivation of the Annual Required Contribution:		
Normal cost	\$ 503,718	\$ 486,319
Amortization of unfunded accrued actuarial liability (UAAL)	332,033	278,218
Pre-retirement death benefit expense	47,437	-
Administrative expenses	35,557	35,108
Less estimated employee contributions	<u>(210,379)</u>	<u>(207,390)</u>
Annual required contribution (ARC)	<u>\$ 708,366</u>	<u>\$ 592,255</u>
Derivation of the Annual Pension Cost:		
Annual required contribution (ARC)	\$ 708,366	\$ 592,255
Interest on prior year net pension obligation	(23,074)	(23,200)
Adjustment to ARC	<u>24,689</u>	<u>24,824</u>
Annual pension cost	<u>\$ 709,981</u>	<u>\$ 593,879</u>
Derivation of the Net Pension Obligation (Assets):		
Annual pension cost for prior year	\$ 593,879	\$ 606,337
Annual contributions made for prior year	<u>592,255</u>	<u>613,575</u>
Increase (decrease) in net pension obligation (assets)	1,624	(7,238)
Net pension obligation (assets), beginning of year	<u>(299,359)</u>	<u>(292,121)</u>
Net pension obligation (assets), end of year	<u>\$ (297,735)</u>	<u>\$ (299,359)</u>

Plan Funded Status – The County’s funding status based upon the most recent actuarial valuation follows:

<u>Schedule of Funding Progress</u>						
<u>Measurement Date</u>	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL/(UAAL) (2)-(1)	(5) Annual Covered Payroll	(6) UAAL as a Percentage of Covered Payroll
12/31/2012	\$ 9,884,040	\$ 11,908,294	83.0%	\$ 2,024,254	\$ 6,912,895	29.3%

The schedule of funding progress presented as required supplementary information (RSI) immediately following the notes to the basic financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the AAL for benefits.

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

Actuarial Valuation Information – The County’s actuarial valuation information is as follows:

Current Valuation Date	January 1, 2013	January 1, 2012
Actuarial Funding Method	Projected Unit Credit	Projected Unit Credit
Amortization Method	Level Percentage of Pay, Closed	Level Percentage of Pay, Closed
Remaining Amortization Period	8 years	9 Years
Actuarial Assumptions:		
Investment Rate of Return	7.75%	7.75%
Projected Salary Increases	5% - 7.5% Based on Age	5% - 7.5% Based on Age
Expected Annual Inflation	3.0%	3%
Actuarial Value of Assets	Smoothing Market Value With a five year smoothing period	Smoothing Market Value With a five year smoothing period

3-J. Fund Equity

Fund Balances – Fund balances are classified as follows:

- **Nonspendable** – The following fund balances are nonspendable because they are not in spendable form:

General Fund:

Prepaid items	\$ 77,451
Inventories	<u>342,800</u>
Total	<u><u>\$ 420,251</u></u>

Emergency Services Fund:

Prepaid items	<u>\$ 12,330</u>
---------------	------------------

Nonmajor Special Revenue Funds:

Prepaid items	<u>\$ 22,487</u>
---------------	------------------

- **Restricted** – The following fund balances are legally restricted to specified purposes:

Emergency Services Fund

Public safety	<u>\$ 2,756,913</u>
---------------	---------------------

SPLOST Fund

Capital projects	<u>\$ 3,426,660</u>
------------------	---------------------

Nonmajor Special Revenue Funds:

Public safety	\$ 370,336
Economic development	142,941
Capital projects	380,621
Law library	1,776
Airport improvements	<u>256,123</u>

Total Nonmajor Special Revenue Funds	<u><u>\$ 1,151,797</u></u>
---	----------------------------

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

- **Committed** – The following fund balance are committed to specified purposes:

General Fund:

Building maintenance	\$ <u>147,002</u>
----------------------	-------------------

- **Assigned** – The following fund balance are assigned to specified purposes:

General Fund:

Subsequent years' budget	\$ <u>730,970</u>
--------------------------	-------------------

Nonmajor Special Revenue Funds:

Subsequent years' budget	\$ <u>72,108</u>
--------------------------	------------------

- **Unassigned** – The following fund balances include the general fund unassigned amount and the fund deficit in the hotel/motel tax fund:

General Fund:

Unassigned	\$ <u>5,134,076</u>
------------	---------------------

Net Investment in Capital Assets

The “net investment in capital assets” reported on the government-wide statement of net position as of December 31, 2012 are as follows:

	Governmental Activities	Business-type Activities
Net investment in capital assets		
Cost of capital assets	\$ 100,758,505	\$ 928,124
Less accumulated depreciation	32,353,839	301,756
Book value	68,404,666	626,368
Less capital related debt	951,051	120,476
Net investment in capital assets	\$ 67,453,615	\$ 505,892

3-K. Operating Leases

The County has entered into three operating leases as lessee.

Lessee - Office Space Lease – In January 2011, the County entered into an operating lease with MacIntyre & Edwards and L.B. Edwards, Jr., for the use of office space. The lease is month-to-month with monthly rental payments of \$5,625. This lease was terminated on July 1, 2013.

Lessee – Solid Waste Collection Facility Lease - In July 2006, the County entered into an operating lease with Thomas B. Johnson, for the use of forty acres, as a solid waste collection facility. The lease term is January 1, 2006 – July 31, 2016 with \$500 annual payments.

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

The future minimum lease payments follow:

Year	Annual Payments
2013	\$ 500
2014	500
2015	500
2016	500
Total	<u>\$ 2,000</u>

Sand Site Lease - In May 2006, the County entered into an operating lease with W. Marcus Collier, for the purpose of prospecting, exploring, drilling, removing and mining for sand. The initial lease term was May 1, 2006 – April 30, 2007. The lease amount is one-dollar plus royalty payments of fifty cents per cubic yard removed. The initial site includes approximately 1633 cubic yards.

The County exercised an option in 2006 by paying \$60,000 to extend the contract to August 20, 2021. The option includes the use of approximately 15 acres for the same purpose as above. The lease option contains an annual payment of \$8,679 for sand removed.

John Deere Financial Leasing Lease – On May 15, the County entered into an operating lease for two motor graders. The lease requires five annual payments of \$9,936 on December 25 and the first payment was due December 25, 2012.

The future minimum lease payments follow:

Year	Annual Payments
2013	\$ 9,936
2014	9,936
2015	9,936
2016	9,936
Total	<u>\$ 39,744</u>

Note 4 - Other Notes

4-A. Risk Management

Interlocal Risk Management Agency - The County is exposed to various risks of losses related to torts, thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has joined together with other counties in the state as part of the Interlocal Risk Management Agency (IRMA) for property and liability insurance and the ACCG-Group Self-Insurance Workers' Compensation Fund (WCSIF), public entity risk pools currently operating as common risk management and insurance programs for member local governments. The Association County Commissioners of Georgia (ACCG) administers both risk pools.

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 4 - Other Notes (Continued)

As part of these risks pools, the County is obligated to pay all contributions and assessments as prescribed by the pools, to cooperate with the pools' 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 pools' agents and attorneys to represent the County in investigation, settlement discussions and all levels of litigation arising out of any claim made against the County within the scope of loss protection furnished by the funds.

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

The County has not compiled a record of the claims paid up to the applicable deductible for the prior or current fiscal year. The County is not aware of any claims, which the County is liable for (up to the applicable deductible) which were outstanding and unpaid at December 31, 2012. No provision has been made in the financial statements for the year ended December 31, 2012, for any estimate of potential unpaid claims.

The County carries a combined property, casualty, and crime coverage with the Association County Commissioners of Georgia - Interlocal Risk Management Agency (IRMA).

Coverages are as follows:

Property Coverage Description	Building & Contents - Section IA Per Schedule on File Automobile Physical - Damage - Section IB Per Schedule on File Earthquakes – per occurrence and aggregate \$5,000,000 Flood - per occurrence and aggregate \$5,000,000
Casualty Coverage Description	General Liability - Section II \$1,000,000 Law Enforcement Liability – Section III \$1,000,000 Automobile Liability – Section IV \$1,000,000 Errors & Omissions Liability - Section V \$1,000,000
Crime Coverage	Money & Securities: Within Premises - Section VIA \$150,000 Outside Premises - Section VIB \$150,000 Blanket Employee Dishonesty - Section VIC \$ 50,000 Statutory Bonds – Section VID As required Forgery and Alteration - Section VIE \$150,000 Computer Theft and Funds Transfer Fraud – Section VIF \$150,000 Money Orders and Counterfeit Currency - Section VIG \$150,000
Deductible	All coverages are subject to a per occurrence deductible of \$10,000

Coverage is subject to all terms, conditions, and internal limits as specified in ACCG-IRMA Coverage Agreement.

Self-insurance Program - Effective September 1, 1995 the County began a self-insurance program for medical claims. The purpose of the program is to pay medical claims for County employees and their covered dependents and to minimize the total cost of medical insurance to the County. The County purchases stop loss insurance in order to limit their risk management cost.

The self-insurance program was accounted for in the General Fund until January 1, 2000. At that time the County began accounting for the self-insurance program in an internal service fund on the cost reimbursement method.

Thomas County, Georgia
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 4 - Other Notes (Continued)

The following represents the changes in approximate liabilities for the County from January 1, 2009 to December 31, 2012:

December 31,	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	End of Fiscal Year Liability
2010	\$ 540,000	\$ 2,322,707	\$ 2,395,707	\$ 467,000
2011	467,000	2,710,876	2,911,876	266,000
2012	266,000	3,328,812	3,023,112	571,700

There were no significant reductions in insurance coverage from prior year, and there have been no settlements that exceed the County's insurance coverage during the past three years.

4-B. Contingent Liabilities

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could result in a request for reimbursement to the grantor agency for costs disallowed under terms of the grant. Based on prior experience, the County believes such disallowances, if any, will be immaterial.

The County was a defendant in several lawsuits at December 31, 2012. In the opinion of County management, the outcome of these contingencies will not have a material effect on the financial position of the County.

4-C. Hotel/Motel Lodging Tax

Pursuant to an ordinance approved on June 27, 2005, January 1, 2006 the County began levying a 5% lodging tax in accordance with O.C.G.A. 48-13-51 and expends 50% of the hotel/motel tax collections for the purpose of promoting tourism.

A summary of the transactions for the year ended December 31, 2012 follows:

Receipts:	
Lodging tax receipts	<u>\$ 128,241</u>
Disbursements to:	
Destination Thomasville Tourism Authority	\$ 54,455
Thomas County Tourism	46,975
Passed down to others (local governments in Thomas County)	<u>13,197</u>
Total tax and investment earnings disbursements	<u>\$ 114,627</u>

REQUIRED SUPPLEMENTARY INFORMATION

Thomas County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2012

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes	\$ 14,814,398	\$ 14,814,398	\$ 14,524,276	\$ (290,122)
Licenses and permits	163,800	163,800	230,364	66,564
Intergovernmental	33,000	55,000	65,488	10,488
Charges for services	2,752,854	2,857,854	3,214,317	356,463
Fines and forfeitures	745,000	745,000	633,087	(111,913)
Investment earnings	95,000	95,000	11,432	(83,568)
Contributions and Donations	1,000	1,000	-	(1,000)
Miscellaneous	226,500	226,500	216,192	(10,308)
Total Revenues	<u>18,831,552</u>	<u>18,958,552</u>	<u>18,895,156</u>	<u>(63,396)</u>
Expenditures				
Current:				
General government	3,134,787	3,219,787	3,319,227	(99,440)
Judicial	2,069,843	2,083,043	2,125,335	(42,292)
Public safety	7,526,446	7,673,796	7,979,007	(305,211)
Public works	4,403,167	4,254,296	4,352,427	(98,131)
Health and welfare	635,955	660,855	659,704	1,151
Culture and recreation	821,419	821,419	810,658	10,761
Housing and development	588,641	594,062	569,036	25,026
Total Expenditures	<u>19,180,258</u>	<u>19,307,258</u>	<u>19,815,394</u>	<u>(508,136)</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(348,706)</u>	<u>(348,706)</u>	<u>(920,238)</u>	<u>(571,532)</u>
Other Financing Sources (Uses)				
Proceeds from the sale of capital assets	-	-	55,050	55,050
Transfers in	-	-	103,000	103,000
Transfers (out)	-	-	(219,183)	(219,183)
Budgeted fund balance	348,706	348,706	-	(348,706)
Total Other Financing Sources (Uses)	<u>348,706</u>	<u>348,706</u>	<u>(61,133)</u>	<u>(409,839)</u>
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>(981,371)</u>	<u>\$ (981,371)</u>
Fund Balances Beginning of Year			7,398,370	
Increase in Reserve for Inventory			<u>15,300</u>	
Fund Balances End of Year			<u>\$ 6,432,299</u>	

Thomas County, Georgia
Emergency Services Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for the Year Ended December 31, 2011)

	2012			Variance	2011
	Original Budget	Final Budget	Actual	With Final Budget	Actual
Revenues					
Property taxes	\$ 2,363,955	\$ 2,363,955	\$ 2,378,361	\$ 14,406	\$ 2,388,559
Intergovernmental	-	-	19,249	19,249	15,321
Charges for services	1,285,237	1,285,237	1,402,568	117,331	1,284,563
Investment earnings	15,000	15,000	5,002	(9,998)	14,025
Contributions and donations	-	-	-	-	150
Miscellaneous	5,000	5,000	5,270	270	750
Total Revenues	<u>3,669,192</u>	<u>3,669,192</u>	<u>3,810,450</u>	<u>141,258</u>	<u>3,703,368</u>
Expenditures					
Current:					
Public safety	3,113,946	3,086,736	2,918,829	167,907	2,818,901
Capital Outlay	-	27,210	27,011	199	171,488
Total Expenditures	<u>3,113,946</u>	<u>3,113,946</u>	<u>2,945,840</u>	<u>168,106</u>	<u>2,990,389</u>
Excess of Revenues Over Expenditures	<u>555,246</u>	<u>555,246</u>	<u>864,610</u>	<u>309,364</u>	<u>712,979</u>
Other Financing Sources (Uses)					
Proceeds from capital asset dispositions	-	-	-	-	2,090
Transfers out	(555,246)	(555,246)	(964,000)	(408,754)	(523,000)
Total Other Financing Sources (Uses)	<u>(555,246)</u>	<u>(555,246)</u>	<u>(964,000)</u>	<u>(408,754)</u>	<u>(520,910)</u>
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>(99,390)</u>	<u>\$ (99,390)</u>	<u>192,069</u>
Fund Balances Beginning of Year			<u>2,868,633</u>		<u>2,676,564</u>
Fund Balances End of Year			<u>\$ 2,769,243</u>		<u>\$ 2,868,633</u>

Thomas County, Georgia
 Schedule of Funding Progress and the Schedule of Employer Contributions
 ACCG Plan
 For the Year Ended December 31, 2012

Schedule of Funding Progress						
Actuarial Valuation Date	Actuarial Value Assets (a)	Entry Age Normal Actuarial Accrued Liability (AAL) (b)	Unfunded Actuarial Accrued Liability (UAAL) (c) (b - a)	Funded Ratio (a/b)	Covered Payroll (d)	UAAL as a Percentage of Covered Payroll [(b - a)/(d)]
December 31, 2007	\$ 6,008,942	\$ 7,516,656	\$ 1,507,714	79.9%	\$ 5,520,832	27.3%
December 31, 2008	6,344,555	8,535,830	2,191,275	74.3%	5,785,359	37.9%
December 31, 2009	7,245,410	9,727,305	2,481,895	74.5%	6,262,758	39.6%
December 31, 2010	8,124,990	10,399,659	2,274,669	78.1%	6,462,812	35.2%
December 31, 2011	8,946,348	11,097,884	2,151,536	80.6%	6,602,874	32.6%
December 31, 2012	9,884,040	11,908,294	2,024,254	83.0%	6,912,895	29.3%

Schedule of Employer Contributions					
Fiscal Year Ended	Annual Required Cost (APC)	Annual County Contribution	Percentage Contributed	Net Pension Obligation (Assets)	
December 31, 2007	\$ 422,959	\$ 451,728	106.8%	\$ (158,579)	
December 31, 2008	466,865	495,078	106.0%	(187,348)	
December 31, 2009	562,381	608,596	108.2%	(215,561)	
December 31, 2010	570,490	600,475	105.3%	(262,136)	
December 31, 2011	606,337	613,575	101.2%	(292,121)	
December 31, 2012	593,879	592,255	99.7%	(297,735)	

See notes to the basic financial statements for actuarial assumptions used in the above calculations.

Thomas County, Georgia
Notes to the Required Supplementary Information
For the Year Ended December 31, 2012

Note 1 – Budgetary Information

Budgets for the general fund and the emergency services fund are adopted on a basis that is consistent with accounting principles generally accepted in the United States as applied to governments.

SUPPLEMENTARY INFORMATION
COMBINING & INDIVIDUAL FUND STATEMENTS
AND SCHEDULES

Thomas County, Georgia
General Fund
Comparative Balance Sheet
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and cash equivalents	\$ 5,929,265	\$ 6,722,127
Restricted cash	174,637	146,549
Receivables:		
Accounts	10,252	10,278
Property taxes	1,284,518	980,273
Sales taxes	360,497	662,315
Intergovernmental	153,510	62,141
Interfund	228,667	355,638
Inventory	342,800	327,500
Prepaid items	77,451	76,944
Total Assets	<u><u>\$ 8,561,597</u></u>	<u><u>\$ 9,343,765</u></u>
Liabilities, Deferred Inflows of Resources and Fund Balances		
Liabilities		
Accounts payable	\$ 120,202	\$ 19,268
Accrued expenditures	421,190	383,985
Intergovernmental payable	749,248	784,371
Interfund payable	1,282	1,282
Unearned revenue	277	277
Other	33,799	19,212
Total Liabilities	<u>1,325,998</u>	<u>1,208,395</u>
Deferred Inflows of Resources - Property Taxes	<u>803,300</u>	<u>737,000</u>
Total Liabilities and Deferred Inflows of Resources	<u>2,129,298</u>	<u>1,945,395</u>
Fund Balances		
Nonspendable - not in spendable form	420,251	404,444
Committed for building maintenance	147,002	133,502
Assigned for subsequent years' budget	730,970	348,706
Unassigned	5,134,076	6,511,718
Total Fund Balances	<u>6,432,299</u>	<u>7,398,370</u>
Total Liabilities, Deferred Inflow of Resources and Fund Balances	<u><u>\$ 8,561,597</u></u>	<u><u>\$ 9,343,765</u></u>

Thomas County, Georgia
General Fund
Comparative Statement of Revenues, Expenditures and
Changes in Fund Balances
For the Years Ended December 31, 2012 and 2011

	2012	2011
Revenues		
Taxes	\$ 14,524,276	\$ 14,895,900
Intergovernmental	65,488	91,791
Licenses and permits	230,364	220,815
Charges for services	3,214,317	3,344,864
Fines and forfeitures	633,087	729,666
Investment earnings	11,432	40,985
Miscellaneous	216,192	232,455
Total Revenues	18,895,156	19,556,476
Expenditures		
Current:		
General government	3,319,227	3,147,811
Judicial	2,125,335	2,084,945
Public safety	7,979,007	7,975,485
Public works	4,352,427	4,336,731
Health and welfare	659,704	647,968
Culture and recreation	810,658	891,759
Housing and development	569,036	536,571
Total Expenditures	19,815,394	19,621,270
(Deficiency) of Revenues (Under) Expenditures	(920,238)	(64,794)
Other Financing Sources (Uses)		
Proceeds from capital asset dispositions	55,050	6,032
Transfer in	103,000	13,241
Transfers (out)	(219,183)	-
Other Financing Sources (Uses)	(61,133)	19,273
Net Change in Fund Balances	(981,371)	(45,521)
Fund Balances Beginning of Year	7,398,370	7,439,491
Increase in Reserve for Inventory	15,300	4,400
Fund Balances End of Year	\$ 6,432,299	\$ 7,398,370

Thomas County, Georgia
General Fund
Schedule of Revenues and Other Financing Sources - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for The Year Ended December 31, 2011)

	2012			Variance With Final Budget	2011
	Original Budget	Final Budget	Actual		Actual
Revenues					
Taxes					
Real property					
Current	\$ 8,267,798	\$ 8,267,798	\$ 8,320,014	\$ 52,216	\$ 8,324,586
Timber	22,000	22,000	23,507	1,507	30,737
Motor vehicle tax	625,000	625,000	665,626	40,626	655,781
Mobile home	92,000	92,000	69,023	(22,977)	71,252
Intangibles	150,000	150,000	172,241	22,241	154,850
Railroad	20,000	20,000	22,386	2,386	23,773
Property not on digest	20,000	20,000	23,796	3,796	11,369
Real estate transfer tax	43,600	43,600	50,879	7,279	56,363
Franchise taxes	85,000	85,000	123,445	38,445	124,202
Local option sales and use tax	3,920,000	3,920,000	3,560,071	(359,929)	3,916,233
Alcoholic beverage excise tax	150,000	150,000	149,602	(398)	146,293
Business and occupation tax	12,000	12,000	11,126	(874)	11,500
Insurance premium tax	990,000	990,000	991,048	1,048	927,673
Financial institution tax	137,000	137,000	130,426	(6,574)	103,564
FIFA	40,000	40,000	34,331	(5,669)	52,566
Interest and penalties	240,000	240,000	176,755	(63,245)	285,158
Total Taxes	14,814,398	14,814,398	14,524,276	(290,122)	14,895,900
Licenses and Permits					
Business licenses - alcoholic beverages	8,000	8,000	8,010	10	6,410
Non-business licenses and permits					
Building and signs	100,000	100,000	147,940	47,940	146,772
Marriage licenses	16,000	16,000	22,833	6,833	22,754
Other	9,500	9,500	16,060	6,560	8,903
Late tag penalty	30,300	30,300	35,521	5,221	35,976
Total Licenses and Permits	163,800	163,800	230,364	66,564	220,815
Intergovernmental					
Local	-	-	-	-	1,180
Federal	-	22,000	34,013	12,013	55,751
State	33,000	33,000	31,475	(1,525)	34,860
Total Intergovernmental	33,000	55,000	65,488	10,488	91,791
Totals carried forward	15,011,198	15,033,198	14,820,128	(213,070)	15,208,506

(continued)

Thomas County, Georgia
 General Fund
 Schedule of Revenues and Other Financing Sources - Budget and Actual
 For the Year Ended December 31, 2012
 (With Comparative Actual Amounts for The Year Ended December 31, 2011)

(continued)

	2012			2011	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Brought forward	\$ 15,011,198	\$ 15,033,198	\$ 14,820,128	\$ (213,070)	\$ 15,208,506
Revenues					
Charges for Services					
General government					
Court costs, fees and charges	199,000	199,000	215,438	16,438	256,009
Recording of legal instruments	100,000	100,000	114,775	14,775	131,935
Printing and duplicating services	12,000	12,000	20,626	8,626	20,901
Data processing	500	500	-	(500)	123
Motor vehicle tag collection fees	70,000	70,000	68,279	(1,721)	69,599
Other:					
Commissions on tax collections	300,000	300,000	332,875	32,875	319,552
Other charges	8,000	8,000	13,984	5,984	1,348
Public safety	1,355,200	1,355,200	1,464,381	109,181	1,468,634
Streets and public improvements	50,000	50,000	47,805	(2,195)	49,888
Utilities/enterprise-sanitation	1,000	1,000	11,432	10,432	19,745
Other fees	13,000	13,000	21,756	8,756	18,388
Other charges for services					
Reimbursements	644,154	749,154	902,966	153,812	988,742
Total Charges for Services	<u>2,752,854</u>	<u>2,857,854</u>	<u>3,214,317</u>	<u>356,463</u>	<u>3,344,864</u>
Fines and Forfeitures					
Court	745,000	745,000	633,087	(111,913)	729,666
Investment Earnings	95,000	95,000	11,432	(83,568)	40,985
Contributions and Donations	1,000	1,000	-	(1,000)	-
Miscellaneous					
Rents and royalties	191,500	191,500	176,393	(15,107)	185,392
Other	35,000	35,000	39,799	4,799	47,063
Total Miscellaneous	<u>226,500</u>	<u>226,500</u>	<u>216,192</u>	<u>(10,308)</u>	<u>232,455</u>
Total Revenues	<u>18,831,552</u>	<u>18,958,552</u>	<u>18,895,156</u>	<u>(63,396)</u>	<u>19,556,476</u>
Other Financing Sources:					
Proceeds from the sale of capital assets	-	-	55,050	55,050	6,032
Budgeted fund balance	348,706	348,706	-	(348,706)	-
Transfers in	-	-	103,000	103,000	13,241
Other Financing Sources:	<u>348,706</u>	<u>348,706</u>	<u>158,050</u>	<u>(190,656)</u>	<u>19,273</u>
Total Revenues and Other Financing Sources	<u>\$ 19,180,258</u>	<u>\$ 19,307,258</u>	<u>\$ 19,053,206</u>	<u>\$ (254,052)</u>	<u>\$ 19,575,749</u>

Thomas County, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for The Year Ended December 31, 2011)

	2012			Variance With Final Budget	2011
	Original Budget	Final Budget	Actual		Actual
Expenditures					
General Government					
Elections					
Personal services	\$ 79,961	\$ 79,961	\$ 115,155	\$ (35,194)	\$ 73,620
Purchased/contracted services	90,175	70,175	41,005	29,170	21,725
Supplies	19,200	19,200	15,309	3,891	3,501
Total Elections	<u>189,336</u>	<u>169,336</u>	<u>171,469</u>	<u>(2,133)</u>	<u>98,846</u>
General Administration					
Personal services	521,301	521,301	579,252	(57,951)	531,743
Purchased/contracted services	343,816	343,816	323,059	20,757	347,842
Supplies	12,500	12,500	15,439	(2,939)	18,902
Capital outlay	-	-	-	-	27,779
Total Administration	<u>877,617</u>	<u>877,617</u>	<u>917,750</u>	<u>(40,133)</u>	<u>926,266</u>
Tax Commissioner					
Personal services	361,676	361,676	399,749	(38,073)	375,716
Purchased/contracted services	97,750	97,750	72,704	25,046	82,670
Supplies	7,300	7,300	5,923	1,377	3,794
Total Tax Commissioner	<u>466,726</u>	<u>466,726</u>	<u>478,376</u>	<u>(11,650)</u>	<u>462,180</u>
Tax Assessor					
Personal services	393,358	393,358	428,503	(35,145)	400,995
Purchased/contracted services	71,818	71,818	58,432	13,386	76,075
Supplies	19,811	19,811	16,925	2,886	24,134
Total Tax Assessor	<u>484,987</u>	<u>484,987</u>	<u>503,860</u>	<u>(18,873)</u>	<u>501,204</u>
Totals carried forward	<u>2,018,666</u>	<u>1,998,666</u>	<u>2,071,455</u>	<u>(72,789)</u>	<u>1,988,496</u>

(continued)

Thomas County, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for The Year Ended December 31, 2011)

	2012			2011	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Totals brought forward	\$ 2,018,666	\$ 1,998,666	\$ 2,071,455	\$ (72,789)	\$ 1,988,496
Expenditures					
Buildings and Plant					
Personal services	404,646	509,646	614,622	(104,976)	533,687
Purchased/contracted services	98,125	98,125	69,517	28,608	83,075
Supplies	598,350	598,350	563,633	34,717	542,553
Other	15,000	15,000	-	15,000	-
Total Buildings and Plant	1,116,121	1,221,121	1,247,772	(26,651)	1,159,315
Total General Government	3,134,787	3,219,787	3,319,227	(99,440)	3,147,811
Judicial					
Board of Equalization					
Personal services	10,575	10,575	7,056	3,519	6,288
Purchased/contracted services	10,215	10,215	5,479	4,736	8,570
Supplies	950	950	763	187	404
Total Board of Equalization	21,740	21,740	13,298	8,442	15,262
Superior Court					
Personal services	121,028	143,028	154,072	(11,044)	154,986
Purchased/contracted services	40,250	40,250	36,875	3,375	32,914
Supplies	1,900	1,900	1,247	653	1,912
Capital outlay	-	-	-	-	6,460
Total Superior Court	163,178	185,178	192,194	(7,016)	196,272
Clerk of the Superior Court					
Personal services	388,661	388,661	414,242	(25,581)	401,696
Purchased/contracted services	51,850	51,850	52,028	(178)	53,143
Supplies	10,350	10,350	7,148	3,202	9,247
Total Clerk of the Superior Court	450,861	450,861	473,418	(22,557)	464,086
District Attorney					
Purchased/contracted services	221,338	223,038	222,846	192	211,635
Supplies	18,253	18,253	18,253	-	18,253
Total District Attorney	239,591	241,291	241,099	192	229,888
Totals carried forward	4,010,157	4,118,857	4,239,236	(120,379)	4,053,319

(continued)

Thomas County, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for The Year Ended December 31, 2011)

	2012			Variance With Final Budget	2011
	Original Budget	Final Budget	Actual		Actual
Totals brought forward	\$ 4,010,157	\$ 4,118,857	\$ 4,239,236	\$ (120,379)	\$ 4,053,319
Expenditures					
Judicial (Continued)					
State Court					
Personal services	113,389	113,389	115,419	(2,030)	114,595
Purchased/contracted services	24,600	26,600	27,018	(418)	29,704
Supplies	13,200	13,200	13,200	-	13,200
Total State Court	151,189	153,189	155,637	(2,448)	157,499
Magistrate Court					
Personal services	358,786	358,786	392,417	(33,631)	367,955
Purchased/contracted services	35,900	35,900	24,555	11,345	22,100
Supplies	10,950	10,950	12,838	(1,888)	13,231
Capital outlay	5,700	5,700	5,539	161	-
Total Magistrate Court	411,336	411,336	435,349	(24,013)	403,286
Probate Court					
Personal services	203,727	203,727	213,468	(9,741)	206,620
Purchased/contracted services	23,410	23,410	18,590	4,820	16,971
Supplies	10,000	10,000	4,272	5,728	3,064
Total Probate Court	237,137	237,137	236,330	807	226,655
Juvenile Court					
Personal services	47,079	47,079	50,694	(3,615)	49,318
Purchased/contracted services	56,400	41,400	37,224	4,176	53,232
Supplies	10,050	10,050	6,472	3,578	8,021
Total Juvenile Court	113,529	98,529	94,390	4,139	110,571
Public Defender	281,282	283,782	283,620	162	281,426
Total Judicial	2,069,843	2,083,043	2,125,335	(42,292)	2,084,945
Totals carried forward	5,204,630	5,302,830	5,444,562	(141,732)	5,232,756

(continued)

Thomas County, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for The Year Ended December 31, 2011)

	2012			Variance With Final Budget	2011
	Original Budget	Final Budget	Actual		Actual
Totals brought forward	\$ 5,204,630	\$ 5,302,830	\$ 5,444,562	\$ (141,732)	\$ 5,232,756
Expenditures					
Public Safety					
Sheriff					
Personal services	2,042,371	2,042,371	2,200,696	(158,325)	2,169,010
Purchased/contracted services	214,572	214,572	192,792	21,780	194,108
Supplies	361,800	366,800	401,542	(34,742)	403,592
Capital outlay	189,793	189,793	162,926	26,867	193,517
Total Sheriff	2,808,536	2,813,536	2,957,956	(144,420)	2,960,227
Courthouse Security					
Personal services	141,147	141,147	144,941	(3,794)	102,932
Purchased/contracted services	1,800	1,800	-	1,800	1,666
Supplies	4,200	4,200	2,087	2,113	3,232
Total Courthouse Security	147,147	147,147	147,028	119	107,830
Criminal Investigation					
Personal services	289,711	279,711	247,627	32,084	225,287
Purchased/contracted services	50,144	50,144	44,793	5,351	36,852
Supplies	35,700	35,700	34,143	1,557	47,844
Capital outlay	-	-	-	-	64,574
Total Criminal Investigation	375,555	365,555	326,563	38,992	374,557
Jail Operations					
Personal services	1,182,262	1,182,262	1,295,927	(113,665)	1,220,871
Purchased/contracted services	215,912	230,912	303,210	(72,298)	212,839
Supplies	464,000	509,000	439,246	69,754	485,599
Capital outlay	9,647	9,647	-	9,647	-
Total Jail Operations	1,871,821	1,931,821	2,038,383	(106,562)	1,919,309
Corrections					
Personal services	1,167,124	1,167,124	1,322,898	(155,774)	1,261,307
Purchased/contracted services	305,774	305,774	235,160	70,614	254,353
Supplies	493,300	578,300	586,289	(7,989)	741,165
Capital outlay	-	-	5,316	(5,316)	-
Total Corrections	1,966,198	2,051,198	2,149,663	(98,465)	2,256,825
Totals carried forward	12,373,887	12,612,087	13,064,155	(452,068)	12,851,504

(continued)

Thomas County, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for The Year Ended December 31, 2011)

	2012			Variance With Final Budget	2011
	Original Budget	Final Budget	Actual		Actual
Totals brought forward	\$ 12,373,887	\$ 12,612,087	\$ 13,064,155	\$ (452,068)	\$ 12,851,504
Expenditures					
Public Safety (Continued)					
Coroner/Medical Examiner					
Personal services	29,904	29,904	30,051	(147)	29,964
Purchased/contracted services	35,445	35,445	26,617	8,828	29,645
Supplies	900	900	873	27	1,010
Total Coroner/Medical Examiner	66,249	66,249	57,541	8,708	60,619
Animal Control					
Personal services	43,965	43,965	47,786	(3,821)	18,585
Purchased/contracted services:					
Humane Society	246,975	246,975	246,975	-	272,500
Other	-	1,550	1,501	49	4,237
Supplies	-	5,800	5,611	189	796
Total Animal Control	290,940	298,290	301,873	(3,583)	296,118
Total Public Safety	7,526,446	7,673,796	7,979,007	(305,211)	7,975,485
Public Works					
Administration					
Personal services	1,792,048	1,792,048	1,831,947	(39,899)	1,791,320
Purchased/contracted services	400,196	350,196	329,507	20,689	314,005
Supplies	1,039,850	866,179	899,308	(33,129)	863,217
Capital outlay	-	-	7,042	(7,042)	21,700
Other	-	-	2,600	(2,600)	1,531
Total Administration	3,232,094	3,008,423	3,070,404	(61,981)	2,991,773
Sanitation					
Personal services	284,171	284,171	342,849	(58,678)	327,080
Purchased/contracted services	307,494	307,494	267,439	40,055	297,546
Supplies	139,861	162,861	159,347	3,514	168,423
Capital outlay	-	-	-	-	57,332
Total Sanitation	731,526	754,526	769,635	(15,109)	850,381
Totals carried forward	16,694,696	16,739,575	17,263,608	(524,033)	17,050,395

(continued)

Thomas County, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for The Year Ended December 31, 2011)

	2012			Variance With Final Budget	2011
	Original Budget	Final Budget	Actual		Actual
Totals brought forward	\$ 16,694,696	\$ 16,739,575	\$ 17,263,608	\$ (524,033)	\$ 17,050,395
Expenditures					
Public Works (Continued)					
Maintenance and Shop					
Personal services	352,207	369,207	395,281	(26,074)	379,519
Purchased/contracted services	11,740	14,640	12,680	1,960	15,468
Supplies	75,600	107,500	104,427	3,073	99,590
Total Maintenance and Shop	439,547	491,347	512,388	(21,041)	494,577
Total Public Works	4,403,167	4,254,296	4,352,427	(98,131)	4,336,731
Health and Welfare					
Health - public health administration	520,330	521,130	520,712	418	519,969
Welfare - community service	94,100	95,525	94,925	600	96,315
Welfare - capital outlay	21,525	44,200	44,067	133	31,684
Total Health and Welfare	635,955	660,855	659,704	1,151	647,968
Culture and Recreation					
Libraries	821,419	821,419	810,658	10,761	891,759
Housing and Development					
Agricultural Resources					
Personal services	109,569	109,569	113,074	(3,505)	90,684
Purchased/contracted services	11,100	11,100	7,647	3,453	7,686
Supplies	18,000	18,000	23,648	(5,648)	16,202
Capital outlay	-	4,021	-	4,021	-
Total Agricultural Resources	138,669	142,690	144,369	(1,679)	114,572
Forest Resources	20,023	20,023	20,023	-	20,023
Protective Inspection Administration					
Personal services	337,198	337,198	321,676	15,522	323,625
Purchased/contracted services	17,606	17,606	11,672	5,934	10,688
Supplies	12,250	12,250	11,892	358	10,684
Total Protective Inspection Administration	367,054	367,054	345,240	21,814	344,997
Totals carried forward	19,117,363	19,242,963	19,755,990	(513,027)	19,564,291

(continued)

Thomas County, Georgia
General Fund
Schedule of Expenditures and Other Financing Uses - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for The Year Ended December 31, 2011)

	2012			2011	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Totals brought forward	\$ 19,117,363	\$ 19,242,963	\$ 19,755,990	\$ (513,027)	\$ 19,564,291
Expenditures					
Housing and Development (Continued)					
Planning and Zoning					
Personal services	3,768	3,768	-	3,768	92
Purchased/contracted services	7,050	7,050	1,901	5,149	1,532
Supplies	1,225	1,225	1,392	(167)	-
Total Planning and Zoning	12,043	12,043	3,293	8,750	1,624
Code Enforcement					
Personal services	43,417	43,417	48,363	(4,946)	46,163
Purchased/contracted services	3,215	3,215	1,328	1,887	4,044
Supplies	4,220	5,620	6,420	(800)	5,148
Total Code Enforcement	50,852	52,252	56,111	(3,859)	55,355
Total Housing and Development	588,641	594,062	569,036	25,026	536,571
Total Expenditures	19,180,258	19,307,258	19,815,394	(508,136)	19,621,270
Other Financing Uses					
Transfers out	-	-	219,183	(219,183)	-
Total Expenditures and Other Financing Uses	\$ 19,180,258	\$ 19,307,258	\$ 20,034,577	\$ (727,319)	\$ 19,621,270

Thomas County, Georgia
Emergency Services Fund
Comparative Balance Sheet
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and cash equivalents	\$ 2,776,669	\$ 2,794,805
Receivables:		
Accounts	186,900	149,145
Property taxes	338,895	283,675
Intergovernmental	3,545	-
Interfund	45,320	45,320
Prepaid items	12,330	13,005
Total Assets	<u>\$ 3,363,659</u>	<u>\$ 3,285,950</u>
Liabilities, Deferred Inflows of Resources and Fund Balances		
Liabilities		
Accounts payable	\$ 3,082	\$ 3,116
Accrued expenditures	91,467	81,757
Intergovernmental payable	-	24,125
Interfund	283,159	106,909
Deferred revenue	6,708	6,410
Total Liabilities	384,416	222,317
Deferred Inflows of Resources - Property Taxes	210,000	195,000
Total Liabilities and Deferred Inflows of Resources	<u>594,416</u>	<u>417,317</u>
Fund Balances		
Nonspendable	12,330	13,005
Restricted for public safety	2,756,913	2,855,628
Total Fund Balances	<u>2,769,243</u>	<u>2,868,633</u>
Total Liabilities, Deferred Inflow of Resources and Fund Balances	<u>\$ 3,363,659</u>	<u>\$ 3,285,950</u>

Thomas County, Georgia
Combining Balance Sheet
Nonmajor Governmental Funds - By Fund Type
December 31, 2012

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Assets			
Cash and cash equivalents	\$ 1,579,962	\$ 5,000	\$ 1,584,962
Receivables:			
Accounts	168,210	-	168,210
Taxes	320,084	-	320,084
Intergovernmental	544	-	544
Interfund	110,349	-	110,349
Prepaid items	22,487	-	22,487
Total Assets	\$ 2,201,636	\$ 5,000	\$ 2,206,636
Liabilities, Deferred Inflows of Resources and Fund Balances			
Liabilities			
Accounts payable	\$ 78,735	\$ -	\$ 78,735
Accrued expenditures	81,237	-	81,237
Interfund payable	581,672	-	581,672
Unearned revenue	-	5,000	5,000
Total Liabilities	741,644	5,000	746,644
Deferred Inflows of Resources	213,600	-	213,600
Total Liabilities and Deferred Inflows of Resources	955,244	5,000	960,244
Fund Balances			
Nonspendable	22,487	-	22,487
Restricted	1,151,797	-	1,151,797
Assigned	72,108	-	72,108
Total Fund Balances	1,246,392	-	1,246,392
Total Liabilities, Deferred Inflow of Resources and Fund Balances	\$ 2,201,636	\$ 5,000	\$ 2,206,636

Thomas County, Georgia
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds - By Fund Type
For the Year Ended December 31, 2012

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues			
Taxes	\$ 2,122,982	\$ -	\$ 2,122,982
Intergovernmental	-	355,206	355,206
Charges for services	806,677	-	806,677
Impact fees	69,684	-	69,684
Fines and forfeitures	110,744	-	110,744
Investment earnings	3,625	-	3,625
Contributions and donations	6,250	-	6,250
Miscellaneous	4,525	-	4,525
Total Revenues	<u>3,124,487</u>	<u>355,206</u>	<u>3,479,693</u>
Expenditures			
Current:			
General government	125,487	-	125,487
Judicial	25,860	-	25,860
Public safety	3,333,936	-	3,333,936
Health and welfare	30,000	-	30,000
Intergovernmental	27,149	-	27,149
Capital Outlay	776,634	355,206	1,131,840
Debt Service			
Principal	95,398	-	95,398
Interest and fiscal charges	13,327	-	13,327
Total Expenditures	<u>4,427,791</u>	<u>355,206</u>	<u>4,782,997</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(1,303,304)</u>	<u>-</u>	<u>(1,303,304)</u>
Other Financing Sources (Uses)			
Proceeds from the disposition of capital assets	5,558	-	5,558
Issuance of long-term debt	747,467	-	747,467
Transfers in	864,000	-	864,000
Transfers out	(3,000)	-	(3,000)
Total Other Financing Sources (Uses)	<u>1,614,025</u>	<u>-</u>	<u>1,614,025</u>
Net Change in Fund Balances	310,721	-	310,721
Fund Balances Beginning of Year	<u>935,671</u>	<u>-</u>	<u>935,671</u>
Fund Balances End of Year	<u>\$ 1,246,392</u>	<u>\$ -</u>	<u>\$ 1,246,392</u>

Thomas County, Georgia
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 December 31, 2012
 (With Comparative Totals At December 31, 2011)

	2012										2011	
	Law Library	Hotel Motel Tax	Fire Districts 1 & 2	Fire District 3	Drug Abuse	Sheriff's Drug Forfeiture	Federal Drug Forfeiture	Enhanced 911	Impact Fees	Airport	Total Nonmajor Special Revenue Funds	Total Nonmajor Special Revenue Funds
Assets												
Cash and cash equivalents	\$ 4,154	\$ 162,108	\$ 348,727	\$ 194,442	\$ 39,886	\$ 120,451	\$ 29,304	\$ 17,584	\$ 399,822	\$ 263,484	\$ 1,579,962	\$ 1,490,603
Receivables:												
Accounts	-	303	-	-	-	-	-	167,907	-	-	168,210	179,235
Taxes	-	-	127,263	192,821	-	-	-	-	-	-	320,084	199,856
Intergovernmental	-	-	-	-	544	-	-	-	-	-	544	-
Interfund	-	-	-	110,349	-	-	-	-	-	-	110,349	11,250
Prepaid items	-	-	4,720	13,141	-	-	-	4,626	-	-	22,487	22,033
Total Assets	\$ 4,154	\$ 162,411	\$ 480,710	\$ 510,753	\$ 40,430	\$ 120,451	\$ 29,304	\$ 190,117	\$ 399,822	\$ 263,484	\$ 2,201,636	\$ 1,902,977
Liabilities, Deferred Inflows of Resources and Fund Balances												
Liabilities												
Accounts payable	\$ 2,378	\$ 19,470	\$ 2,638	\$ 31,894	\$ -	\$ -	\$ -	\$ 22,355	\$ -	\$ -	\$ 78,735	\$ 284,890
Accrued expenditures	-	-	21,088	28,511	-	-	-	31,638	-	-	81,237	80,638
Interfund payable	-	-	312,597	155,983	-	-	-	86,530	19,201	7,361	581,672	441,821
Total Liabilities	2,378	19,470	336,323	216,388	-	-	-	140,523	19,201	7,361	741,644	807,349
Deferred Inflows of Resources												
Deferred Inflows of Resources	-	-	68,400	115,200	-	-	-	30,000	-	-	213,600	159,957
Total Liabilities and Deferred Inflows of Resources	2,378	19,470	404,723	331,588	-	-	-	170,523	19,201	7,361	955,244	967,306
Fund Balances												
Nonspendable	-	-	4,720	13,141	-	-	-	4,626	-	-	22,487	22,033
Restricted	1,776	142,941	71,267	93,916	40,430	120,451	29,304	14,968	380,621	256,123	1,151,797	1,034,157
Assigned	-	-	-	72,108	-	-	-	-	-	-	72,108	125,040
Unassigned (deficit)	-	-	-	-	-	-	-	-	-	-	-	(245,559)
Total Fund Balances	1,776	142,941	75,987	179,165	40,430	120,451	29,304	19,594	380,621	256,123	1,246,392	935,671
Total Liabilities, Deferred Inflow of Resources and Fund Balances	\$ 4,154	\$ 162,411	\$ 480,710	\$ 510,753	\$ 40,430	\$ 120,451	\$ 29,304	\$ 190,117	\$ 399,822	\$ 263,484	\$ 2,201,636	\$ 1,902,977

Thomas County, Georgia
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Year Ended December 31, 2012
 (With Comparative Totals For the Year Ended December 31, 2011)

	2012										2011		
	Law Library	Hotel Motel Tax	Fire Districts 1 & 2	Fire District 3	Drug Abuse	Sheriff's Drug Forfeiture	Federal Drug Forfeiture	Sheriff's Social Security	Enhanced 911	Impact Fees	Airport	Total Nonmajor Special Revenue Funds	Total Nonmajor Special Revenue Funds
Revenues													
Taxes	-	\$ 128,241	\$ 990,556	\$ 1,004,185	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,122,982	\$ 1,732,685
Intergovernmental	-	-	-	-	-	-	-	-	-	-	-	-	496,419
Charges for services	-	-	-	-	-	-	-	3,000	803,677	-	-	806,677	792,498
Impact fees	-	-	-	-	-	-	-	-	-	69,684	-	69,684	113,525
Fines and forfeitures	21,342	-	-	-	27,176	-	-	-	-	-	-	110,744	146,267
Investment earnings	7	191	75	-	74	496	49	-	156	1,486	-	9,477	3,625
Contributions and donations	-	350	-	5,900	-	-	-	-	-	-	-	6,250	9,477
Miscellaneous	-	1,836	3	2,686	-	-	-	-	-	-	-	4,525	6,650
Total Revenues	21,349	130,618	990,634	1,012,771	27,250	62,722	49	3,000	803,833	71,170	1,091	3,124,487	3,295,124
Expenditures													
Current:													
General government	-	114,627	-	-	-	-	-	-	-	4,600	6,260	125,487	103,728
Judicial	25,860	-	987,434	1,011,993	-	35,802	-	-	1,298,707	-	-	25,491	25,491
Public safety	-	-	-	-	30,000	-	-	-	-	-	-	3,333,936	3,168,202
Health and welfare	-	-	248,736	277,903	-	-	-	-	-	-	-	30,000	-
Capital Outlay	-	-	-	-	-	-	-	-	-	249,995	-	776,634	367,357
Intergovernmental	-	-	-	-	-	27,149	-	-	-	-	-	27,149	46,967
Debt Service:													
Principal	-	-	-	-	-	-	-	-	95,398	-	-	95,398	147,868
Interest and fiscal charges	-	-	-	-	-	-	-	-	13,327	-	-	13,327	18,268
Total Expenditures	25,860	114,627	1,236,170	1,289,896	30,000	62,951	-	-	1,407,432	254,595	6,260	4,427,791	3,877,881
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,511)	15,991	(245,536)	(277,125)	(2,750)	(229)	49	3,000	(603,599)	(183,425)	(5,169)	(1,303,304)	(582,757)
Other Financing Sources													
Proceeds from capital asset dispositions	-	-	-	2,423	3,135	-	-	-	-	-	-	5,558	1,805
Issuance of long-term note	-	-	248,736	248,736	-	-	-	-	-	249,995	-	747,467	-
Transfers in	-	-	-	-	-	-	-	864,000	-	-	-	864,000	523,000
Transfers out	-	-	-	-	-	-	-	(3,000)	-	-	-	(3,000)	(13,241)
Total Other Financing Sources	-	-	248,736	251,159	3,135	-	-	864,000	-	249,995	-	1,614,025	511,564
Net Change in Fund Balances	(4,511)	15,991	3,200	(25,966)	385	(229)	49	260,401	66,570	(5,169)	(5,169)	310,721	(71,193)
Fund Balances Beginning of Year	6,287	126,950	72,787	205,131	40,045	120,680	29,255	(240,807)	314,051	261,292	935,671	1,006,864	
Fund Balances End of Year	\$ 1,776	\$ 142,941	\$ 75,987	\$ 179,165	\$ 40,430	\$ 120,451	\$ 29,304	\$ 19,594	\$ 380,621	\$ 256,123	\$ 1,246,392	\$ 935,671	

Thomas County, Georgia
Law Library Fund
Comparative Balance Sheet
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and cash equivalents	\$ 4,154	\$ 8,518
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 2,378	\$ 2,231
Fund Balances		
Restricted for law library	<u>1,776</u>	<u>6,287</u>
Total Liabilities and Fund Balances	<u>\$ 4,154</u>	<u>\$ 8,518</u>

Thomas County, Georgia
Law Library Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for the Year Ended December 31, 2011)

	2012			2011	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Fines and forfeitures	\$ 40,000	\$ 40,000	\$ 21,342	\$ (18,658)	\$ 20,947
Investment earnings	-	-	7	7	38
Total Revenues	40,000	40,000	21,349	(18,651)	20,985
Expenditures					
Current:					
Judicial	40,000	40,000	25,860	14,140	25,491
(Deficiency) of Revenues (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	(4,511)	<u>\$ (4,511)</u>	(4,506)
Fund Balances Beginning of Year			6,287		10,793
Fund Balances End of Year			<u>\$ 1,776</u>		<u>\$ 6,287</u>

Thomas County, Georgia
Hotel Motel Tax Fund
Comparative Balance Sheet
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and cash equivalents	\$ 162,108	\$ 135,405
Accounts receivable	303	7,778
Total Assets	<u>\$ 162,411</u>	<u>\$ 143,183</u>
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 19,470	\$ 16,233
Fund Balances		
Restricted for economic development	<u>142,941</u>	<u>126,950</u>
Total Liabilities and Fund Balance	<u>\$ 162,411</u>	<u>\$ 143,183</u>

Thomas County, Georgia
Hotel Motel Tax Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for the Year Ended December 31, 2011)

	2012			Variance With Final Budget	2011
	Original Budget	Final Budget	Actual		Actual
Revenues					
Hotel motel taxes	\$ 80,000	\$ 110,000	\$ 128,241	\$ 18,241	\$ 118,358
Investment earnings	900	900	191	(709)	811
Contributions and donations	-	-	350	350	3,350
Miscellaneous	-	-	1,836	1,836	-
Total Revenues	80,900	110,900	130,618	19,718	122,519
Expenditures					
Current:					
General government	80,900	110,900	114,627	(3,727)	97,463
Excess of Revenues Over Expenditures	\$ -	\$ -	15,991	\$ 15,991	25,056
Fund Balances Beginning of Year			126,950		101,894
Fund Balances End of Year			\$ 142,941		\$ 126,950

Thomas County, Georgia
Fire District 1 & 2 Fund
Comparative Balance Sheet
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and cash equivalents	\$ 348,727	\$ 219,142
Property taxes receivable	127,263	75,140
Prepaid items	<u>4,720</u>	<u>4,798</u>
Total Assets	<u>\$ 480,710</u>	<u>\$ 299,080</u>
Liabilities, Deferred Inflows of Resources and Fund Balances		
Liabilities		
Accounts payable	\$ 2,638	\$ 1,350
Accrued expenditures	21,088	25,053
Interfund payable	<u>312,597</u>	<u>147,390</u>
Total Liabilities	336,323	173,793
Deferred Inflows of Resources - Property Taxes	<u>68,400</u>	<u>52,500</u>
Total Liabilities and Deferred Inflows of Resources	<u>404,723</u>	<u>226,293</u>
Fund Balances		
Nonspendable - prepaid	4,720	4,798
Restricted - public safety	71,267	12,974
Assigned for subsequent years' budget	<u>-</u>	<u>55,015</u>
Total Fund Balances	<u>75,987</u>	<u>72,787</u>
Total Liabilities, Deferred Inflow of Resources and Fund Balances	<u>\$ 480,710</u>	<u>\$ 299,080</u>

Thomas County, Georgia
Fire District 1 & 2 Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for the Year Ended December 31, 2011)

	2012			2011	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Property taxes	\$ 786,856	\$ 786,856	\$ 990,556	\$ 203,700	\$ 806,306
Intergovernmental	-	-	-	-	98,528
Investment earnings	-	-	75	75	29
Miscellaneous	-	-	3	3	500
Total Revenues	786,856	786,856	990,634	203,778	905,363
Expenditures					
Current:					
Public safety	841,871	934,007	987,434	(53,427)	876,665
Capital Outlay	-	248,736	248,736	-	-
Total Expenditures	841,871	1,182,743	1,236,170	(53,427)	876,665
Excess (Deficiency) of Revenues Over (Under) Expenditures	(55,015)	(395,887)	(245,536)	150,351	28,698
Other Financing Sources					
Issuance of long-term note	-	248,736	248,736	-	-
Carryover of funds	55,015	147,151	-	147,151	-
Total Other Financing Sources	55,015	395,887	248,736	147,151	-
Net Change in Fund Balances	\$ -	\$ -	3,200	\$ 297,502	28,698
Fund Balances Beginning of Year			72,787		44,089
Fund Balances End of Year			\$ 75,987		\$ 72,787

Thomas County, Georgia
Fire District 3
Comparative Balance Sheet
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and cash equivalents	\$ 194,442	\$ 280,536
Receivables:		
Accounts	-	13,003
Property taxes	192,821	124,716
Interfund	110,349	11,250
Prepaid items	<u>13,141</u>	<u>12,483</u>
Total Assets	<u>\$ 510,753</u>	<u>\$ 441,988</u>
Liabilities, Deferred Inflows of Resources and Fund Balances		
Liabilities		
Accounts payable	\$ 31,894	\$ 7,128
Accrued expenditures	28,511	25,967
Interfund payable	<u>155,983</u>	<u>106,762</u>
Total Liabilities	216,388	139,857
Deferred Inflows of Resources - Property Taxes	<u>115,200</u>	<u>97,000</u>
Total Liabilities and Deferred Inflows of Resources	<u>331,588</u>	<u>236,857</u>
Fund Balances		
Nonspendable - prepaid items	13,141	12,483
Restricted for public safety	93,916	122,623
Assigned for subsequent years' budget	<u>72,108</u>	<u>70,025</u>
Total Fund Balances	<u>179,165</u>	<u>205,131</u>
Total Liabilities, Deferred Inflow of Resources and Fund Balances	<u>\$ 510,753</u>	<u>\$ 441,988</u>

Thomas County, Georgia
Fire District 3 Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for the Year Ended December 31, 2011)

	2012			2011	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Property taxes	\$ 821,630	\$ 821,630	\$ 1,004,185	\$ 182,555	\$ 808,021
Intergovernmental	-	-	-	-	247,891
Investment earnings	-	-	-	-	57
Contributions and donations	-	-	5,900	5,900	300
Miscellaneous	-	-	2,686	2,686	103
Total Revenues	<u>821,630</u>	<u>821,630</u>	<u>1,012,771</u>	<u>191,141</u>	<u>1,056,372</u>
Expenditures					
Current:					
Public safety	891,655	980,540	1,011,993	(31,453)	1,049,165
Capital Outlay	<u>-</u>	<u>278,736</u>	<u>277,903</u>	<u>833</u>	<u>-</u>
Total Expenditures	<u>891,655</u>	<u>1,259,276</u>	<u>1,289,896</u>	<u>(30,620)</u>	<u>1,049,165</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(70,025)</u>	<u>(437,646)</u>	<u>(277,125)</u>	<u>160,521</u>	<u>7,207</u>
Other Financing Sources					
Issuance of long-term note	-	248,736	248,736	-	-
Proceeds from capital asset dispositions	-	-	2,423	2,423	1,805
Carryover of funds	<u>70,025</u>	<u>188,910</u>	<u>-</u>	<u>(188,910)</u>	<u>-</u>
Total Other Financing Sources	<u>70,025</u>	<u>437,646</u>	<u>251,159</u>	<u>(186,487)</u>	<u>1,805</u>
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>(25,966)</u>	<u>\$ (25,966)</u>	<u>9,012</u>
Fund Balances Beginning of Year			<u>205,131</u>		<u>196,119</u>
Fund Balances End of Year			<u>\$ 179,165</u>		<u>\$ 205,131</u>

Thomas County, Georgia
Drug Abuse Fund
Comparative Balance Sheet
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and cash equivalents	\$ 39,886	\$ 40,045
Intergovernmental receivables	544	-
Total Assets	<u>\$ 40,430</u>	<u>\$ 40,045</u>
Fund Balances		
Restricted for health and welfare	<u>\$ 40,430</u>	<u>\$ 40,045</u>

Thomas County, Georgia
Drug Abuse Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for the Year Ended December 31, 2011)

	2012			2011	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Fines and forfeitures	\$ 50,000	\$ 50,000	\$ 27,176	\$ (22,824)	\$ 31,016
Investment earnings	1,000	1,000	74	(926)	101
Total Revenues	51,000	51,000	27,250	(23,750)	31,117
Expenditures					
Current:					
Health and welfare	51,000	51,000	30,000	21,000	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(2,750)	(2,750)	31,117
Other Financing Sources:					
Proceeds from the sale of capital assets	-	-	3,135	3,135	-
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	385	<u>\$ 385</u>	31,117
Fund Balances Beginning of Year			40,045		8,928
Fund Balances End of Year			<u>\$ 40,430</u>		<u>\$ 40,045</u>

Thomas County, Georgia
Sheriff's Drug Forfeiture Fund
Comparative Balance Sheet
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and cash equivalents	\$ 120,451	\$ 120,680
Fund Balances		
Restricted for public safety	\$ 120,451	\$ 120,680

Thomas County, Georgia
Sheriff's Drug Forfeiture Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for the Year Ended December 31, 2011)

	2012			2011	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Fines and forfeitures	\$ 60,000	\$ 60,000	\$ 62,226	\$ 2,226	\$ 94,304
Investment earnings	-	-	496	496	807
Total Revenues	60,000	60,000	62,722	2,722	95,111
Expenditures					
Current:					
Public safety	60,000	60,000	35,802	24,198	20,249
Intergovernmental	-	-	27,149	(27,149)	46,967
Total Expenditures	60,000	60,000	62,951	(2,951)	67,216
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	(229)	\$ (229)	27,895
Fund Balances Beginning of Year			120,680		92,785
Fund Balances End of Year			\$ 120,451		\$ 120,680

Thomas County, Georgia
Federal Drug Forfeiture Fund
Comparative Balance Sheet
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and equivalents	\$ 29,304	\$ 29,255
Fund Balances		
Restricted for public safety	\$ 29,304	\$ 29,255

Thomas County, Georgia
Federal Drug Forfeiture Fund
Schedule of Revenues, Expenditures
and Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for the Year Ended December 31, 2011)

	2012			Variance With Final Budget	2011
	Original Budget	Final Budget	Actual		Actual
Revenues					
Fines and forfeitures	\$ 30,000	\$ 30,000	\$ -	\$ (30,000)	\$ -
Investment earnings	-	-	49	49	73
Total Revenues	30,000	30,000	49	(29,951)	73
Expenditures					
Current:					
Public Safety	30,000	30,000	-	30,000	-
Excess of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	49	<u>\$ 49</u>	73
Fund Balances Beginning of Year			29,255		29,182
Fund Balances End of Year			<u>\$ 29,304</u>		<u>\$ 29,255</u>

Thomas County, Georgia
Sheriff's Social Security Fund
Comparative Balance Sheet
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and cash equivalents	\$ -	\$ 1,600
Liabilities		
Interfund payable	\$ -	\$ 1,600

Thomas County, Georgia
Sheriff's Social Security Fund
Statement of Revenues and
Changes in Fund Balances
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for the Year Ended December 31, 2011)

	2012			2011	
	Original Budget	Final Budget	Actual	Variance With Final Budget	2011
Revenues					
Charges for services	\$ 8,000	\$ 8,000	\$ 3,000	\$ (5,000)	\$ 9,000
Other Financing (Uses)					
Transfers (out)	(8,000)	(8,000)	(3,000)	5,000	(13,241)
Net Change in Fund Balances	-	-	-	-	(4,241)
Fund Balances Beginning of Year	-	-	-	-	4,241
Fund Balances End of Year	\$ -	\$ -	\$ -	\$ -	\$ -

Thomas County, Georgia
Emergency 911 Fund
Comparative Balance Sheet
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and cash equivalents	\$ 17,584	\$ 64,377
Accounts receivable	167,907	147,997
Prepaid items	<u>4,626</u>	<u>4,752</u>
Total Assets	<u>\$ 190,117</u>	<u>\$ 217,126</u>
Liabilities, Deferred Inflows of Resources and Fund Balances		
Liabilities		
Accounts payable	\$ 22,355	\$ 257,948
Accrued expenditures	31,638	29,618
Interfund payable	<u>86,530</u>	<u>170,367</u>
Total Liabilities	140,523	457,933
Deferred Inflows of Resources - Charges for Services	<u>30,000</u>	<u>-</u>
Total Liabilities and Deferred Inflows of Resources	<u>170,523</u>	<u>457,933</u>
Fund Balances		
Nonspendable - prepaid items	4,626	4,752
Restricted for public safety	14,968	-
Unassigned (deficit)	<u>-</u>	<u>(245,559)</u>
Total Fund Balances	<u>19,594</u>	<u>(240,807)</u>
Total Liabilities, Deferred Inflow of Resources and Fund Balances	<u>\$ 190,117</u>	<u>\$ 217,126</u>

Thomas County, Georgia
Emergency 911 Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for the Year Ended December 31, 2011)

	2012			2011	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Charges for services	\$ 830,000	\$ 830,000	\$ 803,677	\$ (26,323)	\$ 783,498
Intergovernmental	-	-	-	-	150,000
Investment earnings	300	300	156	(144)	505
Total Revenues	<u>830,300</u>	<u>830,300</u>	<u>803,833</u>	<u>(26,467)</u>	<u>934,003</u>
Expenditures					
Current:					
Public safety	1,275,980	1,275,980	1,298,707	(22,727)	1,222,123
Capital Outlay	840	840	-	840	367,357
Debt Service:					
Principal	95,400	95,400	95,398	2	91,355
Interest	13,326	13,326	13,327	(1)	17,370
Total Expenditures	<u>1,385,546</u>	<u>1,385,546</u>	<u>1,407,432</u>	<u>(21,886)</u>	<u>1,698,205</u>
(Deficiency) of Revenues (Under) Expenditures	(555,246)	(555,246)	(603,599)	(48,353)	(764,202)
Other Financing Sources					
Transfers in	555,246	555,246	864,000	308,754	523,000
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	260,401	<u>\$ 260,401</u>	(241,202)
Fund Balances (Deficit) Beginning of Year			(240,807)		395
Fund Balances (Deficit) End of Year			<u>\$ 19,594</u>		<u>\$ (240,807)</u>

Thomas County, Georgia
Impact Fees Fund
Comparative Balance Sheet
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and cash equivalents	\$ 399,822	\$ 328,652
Accounts receivable	-	10,457
Total Assets	<u>\$ 399,822</u>	<u>\$ 339,109</u>
Liabilities, Deferred Inflows of Resources and Fund Balances		
Liabilities		
Interfund payable	\$ 19,201	\$ 14,601
Deferred Inflows of Resources - Impact Fees	<u>-</u>	<u>10,457</u>
Total Liabilities and Deferred Inflows of Resources	19,201	25,058
Fund Balances		
Restricted for capital outlay	<u>380,621</u>	<u>314,051</u>
Total Liabilities, Deferred Inflow of Resources and Fund Balances	<u>\$ 399,822</u>	<u>\$ 339,109</u>

Thomas County, Georgia
Impact Fees Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for the Year Ended December 31, 2011)

	2012			2011	
	Original Budget	Final Budget	Actual	Variance With Final Budget	Actual
Revenues					
Impact fees	\$ 221,300	\$ 221,300	\$ 69,684	\$ (151,616)	\$ 113,525
Investment earnings	-	-	1,486	1,486	3,661
Total Revenues	<u>221,300</u>	<u>221,300</u>	<u>71,170</u>	<u>(150,130)</u>	<u>117,186</u>
Expenditures					
Current					
General government	6,400	6,400	4,600	1,800	4,600
Capital Outlay	214,900	214,900	249,995	(35,095)	-
Debt Service					
Principal	-	-	-	-	56,513
Interest	-	-	-	-	898
Total Expenditures	<u>221,300</u>	<u>221,300</u>	<u>254,595</u>	<u>(33,295)</u>	<u>62,011</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(183,425)	(183,425)	55,175
Other Financing Sources					
Issuance of long-term note	-	-	249,995	249,995	-
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	66,570	<u>\$ 66,570</u>	55,175
Fund Balances Beginning of Year			314,051		258,876
Fund Balances End of Year			<u>\$ 380,621</u>		<u>\$ 314,051</u>

Thomas County, Georgia
Airport Fund
Comparative Balance Sheet
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and cash equivalents	\$ 263,484	\$ 262,393
Liabilities and Fund Balances		
Liabilities		
Interfund payable	\$ 7,361	\$ 1,101
Fund Balances		
Restricted for airport improvements	<u>256,123</u>	<u>261,292</u>
Total Liabilities and Fund Balances	<u>\$ 263,484</u>	<u>\$ 262,393</u>

Thomas County, Georgia
Airport Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended December 31, 2012
(With Comparative Actual Amounts for the Year Ended December 31, 2011)

	<u>2012</u>			<u>2011</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>	<u>Actual</u>
Revenues					
Investment earnings	\$ 1,000	\$ 1,000	\$ 1,091	\$ 91	\$ 3,395
Miscellaneous	1,000	1,000	-	(1,000)	-
Total Revenues	2,000	2,000	1,091	(909)	3,395
Expenditures					
Current:					
General government	2,000	2,000	6,260	(4,260)	1,665
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	(5,169)	<u>\$ (5,169)</u>	1,730
Fund Balances Beginning of Year			<u>261,292</u>		<u>259,562</u>
Fund Balances End of Year			<u>\$ 256,123</u>		<u>\$ 261,292</u>

Thomas County, Georgia
2006 SPLOST Fund
Comparative Balance Sheet
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and cash equivalents	\$ 3,769,457	\$ 4,922,111
Receivables:		
Intergovernmental	1,120	1,120
Interfund	<u>322,732</u>	<u>951,469</u>
Total Assets	<u>\$ 4,093,309</u>	<u>\$ 5,874,700</u>
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 64,154	\$ 7,466
Intergovernmental payable	-	27,776
Interfund payable	77,713	77,713
Unearned revenue	<u>524,782</u>	<u>-</u>
Total Liabilities	666,649	112,955
Fund Balances		
Restricted for capital outlay	<u>3,426,660</u>	<u>5,761,745</u>
Total Liabilities and Fund Balances	<u>\$ 4,093,309</u>	<u>\$ 5,874,700</u>

Thomas County, Georgia
2006 SPLOST Fund
Project Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Project Period Ended December 31, 2012

	Original Project Length Budget	2012	2011	2010	2009	2008	2007	Project Length Total	Variance With Project Budget
Revenues									
Investment earnings	\$ 127,839	\$ 10,430	\$ 35,751	\$ 40,422	\$ 39,047	\$ 90,367	\$ 55,764	\$ 271,781	\$ (28,219)
Contributions	-	-	10,000	-	-	-	-	10,000	10,000
Miscellaneous	-	58,398	-	-	85,872	71,152	-	215,422	132,669
Total Revenues	127,839	68,828	45,751	40,422	124,919	161,519	55,764	497,203	114,450
Expenditures									
Intergovernmental	1,000,000	166,720	166,656	166,656	166,655	166,656	166,656	999,999	1
Capital Outlay	23,325,599	5,405,003	4,356,119	596,811	8,242,033	3,875,873	1,288,292	23,764,131	2,246,287
Total Expenditures	24,325,599	5,571,723	4,522,775	763,467	8,408,688	4,042,529	1,454,948	24,764,130	2,246,288
(Deficiency) of Revenues (Under) Expenditures	(24,197,760)	(5,502,895)	(4,477,024)	(723,045)	(8,283,769)	(3,881,010)	(1,399,184)	(24,266,927)	2,360,738
Other Financing Sources									
Transfers in	24,197,760	3,167,810	5,100,544	4,796,753	4,700,361	4,940,098	4,988,021	27,693,587	1,065,922
Net Change in Fund Balances	\$ -	(2,335,085)	623,520	4,073,708	(3,583,408)	1,059,088	3,588,837	\$ 3,426,660	\$ 3,426,660
Fund Balances Beginning of Year		5,761,745	5,138,225	1,064,517	4,647,925	3,588,837	-		
Fund Balances End of Year		\$ 3,426,660	\$ 5,761,745	\$ 5,138,225	\$ 1,064,517	\$ 4,647,925	\$ 3,588,837		

Thomas County, Georgia
County-wide 2006 SPLOST Fund
Comparative Balance Sheet
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Sales tax receivable	<u>\$ 683,755</u>	<u>\$ 1,255,552</u>
Liabilities		
Intergovernmental payable	\$ 361,023	\$ 304,083
Interfund payable	<u>322,732</u>	<u>951,469</u>
Total Liabilities	<u>\$ 683,755</u>	<u>\$ 1,255,552</u>

Thomas County, Georgia
 County-wide 2006 SPLOST Fund
 Project Schedule of Revenues, Expenditures and
 Changes in Fund Balances - Budget and Actual
 For the Project Period Ended December 31, 2012

	Original Project Length Budget	Amended Project Length Budget	2012	2011	2010	2009	2008	2007	Project Length Total	Variance With Project Budget
Revenues										
Sales taxes	\$ 36,000,000	\$ 38,429,905	\$ 6,746,871	\$ 7,428,301	\$ 7,136,326	\$ 6,992,920	\$ 7,349,586	\$ 7,420,884	\$ 43,074,888	\$ 4,644,983
Expenditures										
Intergovernmental	11,802,240	11,802,240	3,579,061	2,327,757	2,339,573	2,292,559	2,409,488	2,432,863	15,381,301	(3,579,061)
Excess (Deficiency) of Revenues Over (Under) Expenditures	24,197,760	26,627,665	3,167,810	5,100,544	4,796,753	4,700,361	4,940,098	4,988,021	27,693,587	1,065,922
Other Financing Uses										
Transfers out	(24,197,760)	(26,627,665)	(3,167,810)	(5,100,544)	(4,796,753)	(4,700,361)	(4,940,098)	(4,988,021)	(27,693,587)	(1,065,922)
Net Change in Fund Balances	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fund Balances Beginning of Year										
Fund Balances End of Year										

Thomas County, Georgia
Nonmajor Capital Projects Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
For the Year Ended December 31, 2012

	CDBG 2010	CDBG 2011	Total
Revenues			
Intergovernmental	\$ 340,206	\$ 15,000	\$ 355,206
Expenditures			
Capital Outlay	340,206	15,000	355,206
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-
Fund Balances Beginning of Year	-	-	-
Fund Balances End of Year	\$ -	\$ -	\$ -

Thomas County, Georgia
CDBG 2010 Fund
Comparative Balance Sheet
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Cash and cash equivalents	\$ -	\$ 3,000
Intergovernmental receivable	-	7,653
Total Assets	<u>\$ -</u>	<u>\$ 10,653</u>
Liabilities		
Accounts payable	\$ -	\$ 7,653
Unearned revenue	-	3,000
Total Liabilities	<u>\$ -</u>	<u>\$ 10,653</u>

Thomas County, Georgia

CDBG 2010 Fund

Project Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Project Period Ended December 31, 2012

	Project Length Budget	2012	2011	2010	Project Length Total	Variance With Project Budget
Revenues						
Intergovernmental	\$ 500,000	\$ 340,206	\$ 137,140	\$ 5,000	\$ 482,346	\$ (17,654)
Expenditures						
Capital Outlay:						
Public works:						
Administration	30,000	6,000	19,000	5,000	30,000	-
Engineering - street improvements flood and drainage	47,241	7,101	40,140	-	47,241	-
Street improvements	315,040	272,811	53,661	-	326,472	(11,432)
Flood and drainage	78,633	54,294	24,339	-	78,633	-
Contingency	29,086	-	-	-	-	29,086
Total Expenditures	500,000	340,206	137,140	5,000	482,346	17,654
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	-	-	-	-	\$ -
Fund Balances Beginning of Year						
Fund Balances End of Year	\$ -	-	\$ -	-	\$ -	\$ -

Thomas County, Georgia
 CDBG 2011 Fund
 Project Schedule of Revenues, Expenditures and
 Changes in Fund Balances - Budget and Actual
 For the Project Period Ended December 31, 2012

	Project Length Budget	2012	Variance With Project Budget
Revenues			
Intergovernmental	\$ 420,550	\$ 15,000	\$ (405,550)
Expenditures			
Capital Outlay:			
Public works:			
Administration	25,250	15,000	10,250
Engineering - street improvements flood and drainage	39,880	-	39,880
Street improvements	275,915	-	275,915
Flood and drainage	56,420	-	56,420
Contingency	23,085	-	23,085
Total Expenditures	420,550	15,000	405,550
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	-	\$ -
Fund Balances Beginning of Year		-	
Fund Balances End of Year		\$ -	

Thomas County, Georgia
Area Transit Fund
Comparative Statement of Net Position
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Current Assets:		
Cash and cash equivalents	\$ 435,430	\$ 219,457
Receivables:		
Intergovernmental	234,684	266,287
Interfund	1,282	1,282
Prepaid items	6,063	28,496
Total Current Assets	<u>677,459</u>	<u>515,522</u>
Capital Assets - Depreciable, Net	<u>515,324</u>	<u>495,351</u>
Total Assets	<u>1,192,783</u>	<u>1,010,873</u>
Liabilities		
Current Liabilities:		
Accounts payable	1,897	-
Accrued expenses	13,947	13,224
Interfund payable	68,594	35,798
Compensated absences payable	7,575	7,080
Unearned revenue	-	22,390
Total Current Liabilities	<u>92,013</u>	<u>78,492</u>
Long-term Liabilities:		
Compensated absences payable (net of current portion)	<u>2,525</u>	<u>2,320</u>
Total Liabilities	<u>94,538</u>	<u>80,812</u>
Net Position		
Investment in capital assets	515,324	495,351
Unrestricted	582,921	434,710
Total Net Position	<u>\$ 1,098,245</u>	<u>\$ 930,061</u>

Thomas County, Georgia
Area Transit Fund
Comparative Statement of Revenues,
Expenses and Changes in Fund Net Position
For the Years Ended December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Operating Revenues		
Charges for services	\$ 695,940	\$ 880,222
Miscellaneous	-	10,510
Total Operating Revenues	<u>695,940</u>	<u>890,732</u>
Operating Expenses		
Personal services	608,141	610,044
Purchased services	80,024	116,936
Supplies	282,149	319,867
Depreciation	108,888	104,703
Total Operating Expenses	<u>1,079,202</u>	<u>1,151,550</u>
Operating (Loss)	<u>(383,262)</u>	<u>(260,818)</u>
Non-operating Revenues (Expenses)		
Operating grants	422,174	293,072
Investment earnings	410	323
Loss on disposal of capital assets	(95,038)	(44,921)
Total Non-operating Revenues (Expenses)	<u>327,546</u>	<u>248,474</u>
Income Before Capital Contributions	(55,716)	(12,344)
Capital Contributions	<u>223,900</u>	<u>156,864</u>
Change in Net Position	168,184	144,520
Net Position Beginning of Year	<u>930,061</u>	<u>785,541</u>
Net Position End of Year	<u>\$ 1,098,245</u>	<u>\$ 930,061</u>

Thomas County, Georgia
Area Transit Fund
Comparative Statement of Cash Flows
For the Years Ended December 31, 2012 and 2011

	2012	2011
Increase (Decrease) in Cash and Cash Equivalents		
Cash Flows from Operating Activities		
Cash received from customers	\$ 727,542	\$ 762,198
Cash payments for personal services	(606,717)	(611,944)
Cash payments for goods and services	(337,843)	(457,651)
Net Cash Provided by (Used in) Operating Activities	<u>(217,018)</u>	<u>(307,397)</u>
Cash Flows from Noncapital Financing Activities		
Operating grants	422,174	293,072
(Increase) decrease in interfund loan receivable	1,282	-
Increase (decrease) in interfund loan payable	32,796	17,308
Net Cash Flows from Noncapital Financing Activities	<u>456,252</u>	<u>310,380</u>
Cash Flows from Capital and Related Financing Activities		
Capital grants	-	156,864
Acquisition of capital assets	(22,389)	(161,523)
Total Cash Flows from Capital and Related Financing Activities	<u>(22,389)</u>	<u>(4,659)</u>
Cash Flows from Investing Activities		
Investment earnings	410	323
Net Increase (Decrease) in Cash and Cash Equivalents	217,255	(1,353)
Cash and Cash Equivalents Beginning of Year	<u>219,457</u>	<u>220,810</u>
Cash and Cash Equivalents End of Year	<u>\$ 436,712</u>	<u>\$ 219,457</u>
Reconciliation of Operating (Loss) to Net Cash Provided by (Used in) Operating Activities		
Operating (Loss)	\$ (383,262)	\$ (260,818)
Adjustments:		
Depreciation	108,888	104,703
(Increase) Decrease in Assets:		
Intergovernmental receivables	31,603	(139,638)
Prepaid items	22,433	(21,907)
Increase (Decrease) in Liabilities:		
Accounts payable	1,897	-
Accrued expenses	723	1,059
Compensated absences	700	(1,900)
Unearned revenue	-	11,104
Net Cash Provided by (Used in) Operating Activities	<u>\$ (217,018)</u>	<u>\$ (307,397)</u>
Non-cash Capital Activities:		
Contributions of capital assets from governmental activities	\$ 26,875	\$ -
Contributions of capital assets from other governments	201,510	-
Total Non-cash Capital Activities:	<u>\$ 228,385</u>	<u>\$ -</u>

Thomas County, Georgia
Commercial Collection Fund
Comparative Statement of Net Position
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Current Assets:		
Cash and cash equivalents	\$ 116,919	\$ 115,292
Accounts receivable	3,053	5,344
Total Current Assets	<u>119,972</u>	<u>120,636</u>
Capital Assets - Depreciable, Net	<u>111,044</u>	<u>130,928</u>
Total Assets	<u>231,016</u>	<u>251,564</u>
Liabilities		
Current Liabilities:		
Notes payable	18,570	18,363
Long-term Liabilities:		
Notes payable (net of current portion)	<u>101,906</u>	<u>120,421</u>
Total Liabilities	<u>120,476</u>	<u>138,784</u>
Net Position		
Net investment in capital assets	(9,432)	(7,856)
Unrestricted	<u>119,972</u>	<u>120,636</u>
Total Net Position	<u>\$ 110,540</u>	<u>\$ 112,780</u>

Thomas County, Georgia
Commercial Collection Fund
Comparative Statement of Revenues,
Expenses and Changes in Fund Net Position
For the Years Ended December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Operating Revenues		
Charges for services	\$ 41,591	\$ 55,405
Operating Expenses		
Personal services	5,150	7,012
Landfill fees	7,550	12,333
Depreciation	19,884	7,877
Other	11,622	8,083
Total Operating Expenses	<u>44,206</u>	<u>35,305</u>
Operating Income (Loss)	(2,615)	20,100
Non-operating Revenues		
Investment earnings	<u>375</u>	<u>404</u>
Change in Net Position	(2,240)	20,504
Net Position Beginning of Year	<u>112,780</u>	<u>92,276</u>
Net Position End of Year	<u>\$ 110,540</u>	<u>\$ 112,780</u>

Thomas County, Georgia
Commercial Collection Fund
Comparative Statement of Cash Flows
For the Years Ended December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Increase (Decrease) in Cash and Cash Equivalents		
Cash Flows from Operating Activities		
Cash received from customers	\$ 43,882	\$ 55,230
Cash payments for personal services	(5,150)	(7,012)
Cash payments for goods and services	(19,172)	(20,416)
	<u>19,560</u>	<u>27,802</u>
Net Cash Provided by (Used in) Operating Activities		
Cash Flows from Capital and Related Financing Activities		
Note proceeds	-	138,784
Retirement of note payable principal	(18,308)	-
Acquisition of capital assets	-	(138,805)
	<u>(18,308)</u>	<u>(21)</u>
Net Cash Provided by (Used in) Capital and Related Financing Activities		
Cash Flows from Investing Activities		
Investment earnings	375	404
	<u>375</u>	<u>404</u>
Net Increase (Decrease) in Cash and Cash Equivalents	1,627	28,185
Cash and Cash Equivalents Beginning of Year	<u>115,292</u>	<u>87,107</u>
Cash and Cash Equivalents End of Year	<u>\$ 116,919</u>	<u>\$ 115,292</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities		
Operating Income (Loss)	\$ (2,615)	\$ 20,100
Adjustments:		
Depreciation	19,884	7,877
(Increase) Decrease in Assets:		
Accounts receivables	2,291	(175)
	<u>19,560</u>	<u>27,802</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ 19,560</u>	<u>\$ 27,802</u>

Thomas County, Georgia
Group Health Fund
Comparative Statement of Net Position
December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Assets		
Current Assets:		
Cash and cash equivalents	\$ 18,708	\$ 15,967
Receivables:		
Accounts	145,373	-
Interfund	<u>626,802</u>	<u>486,263</u>
Total Assets	<u>790,883</u>	<u>502,230</u>
Liabilities		
Current Liabilities:		
Claims payable	\$ 571,700	\$ 266,000
Interfund payable	<u>-</u>	<u>236,230</u>
Total Liabilities	<u>571,700</u>	<u>502,230</u>
Net Position		
Unrestricted	<u>\$ 219,183</u>	<u>\$ -</u>

Thomas County, Georgia
Group Health Fund
Comparative Statement of Revenues,
Expenses and Changes in Fund Net Position
For the Years Ended December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Operating Revenues		
Charges for services	\$ 3,747,838	\$ 3,110,612
Miscellaneous	334,488	381,231
Total Operating Revenues	4,082,326	3,491,843
Operating Expenses		
Costs of services	4,082,482	3,492,139
Operating (Loss)	(156)	(296)
Non-operating Revenues		
Investment earnings	156	296
Income Before Transfers In	-	-
Transfers In	219,183	-
Change in Net Position	219,183	-
Net Position Beginning of Year	-	-
Net Position End of Year	<u>\$ 219,183</u>	<u>\$ -</u>

Thomas County, Georgia
Group Health Fund
Comparative Statement of Cash Flows
For the Years Ended December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Increase (Decrease) in Cash and Cash Equivalents		
Cash Flows from Operating Activities		
Cash received from interfund services provided	\$ 3,936,953	\$ 3,554,263
Cash payments for claims	<u>(3,776,782)</u>	<u>(3,693,139)</u>
Net Cash Provided by (Used in) Operating Activities	<u>160,171</u>	<u>(138,876)</u>
Cash Flows from Noncapital Financing Activities		
Increase (decrease) in interfund loan payable	(236,230)	12,664
(Increase) decrease in interfund loan receivable	(140,539)	37,150
Transfers in	<u>219,183</u>	<u>-</u>
Net Cash Flows from Noncapital Financing Activities	<u>(157,586)</u>	<u>49,814</u>
Cash Flows from Investing Activities		
Investment earnings	<u>156</u>	<u>296</u>
Net Increase (Decrease) in Cash and Cash Equivalents	2,741	(88,766)
Cash and Cash Equivalents Beginning of Year	<u>15,967</u>	<u>104,733</u>
Cash and Cash Equivalents End of Year	<u>\$ 18,708</u>	<u>\$ 15,967</u>
Reconciliation of Operating (Loss) to Net Cash Provided by (Used in) Operating Activities		
Operating (Loss)	\$ (156)	\$ (296)
(Increase) Decrease in Assets:		
Accounts receivables	(145,373)	62,420
Increase (Decrease) in Liabilities:		
Claims payable	<u>305,700</u>	<u>(201,000)</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ 160,171</u>	<u>\$ (138,876)</u>

Thomas County, Georgia
 Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 For the Year Ended December 31, 2012

Tax Commissioner	Balance January 1, 2012	Additions	Deductions	Eliminations	Balance December 31, 2012
Assets					
Cash and cash equivalents	\$ -	\$ 28,091,290	\$ 28,072,261	\$ 19,029	\$ -
Liabilities					
Interfund payable	\$ -	\$ 13,699,813	\$ 13,680,784	\$ 19,029	\$ -
Due to others	-	14,272,834	14,272,834	-	-
Total Liabilities	\$ -	\$ 27,972,647	\$ 27,953,618	\$ 19,029	\$ -
Probate Court					
Assets					
Cash and cash equivalents	\$ 1,811	\$ 165,712	\$ 154,411	\$ 11,198	\$ 1,914
Liabilities					
Interfund payable	\$ -	\$ 109,850	\$ 98,652	\$ 11,198	\$ -
Due to others	1,811	59,153	59,050	-	1,914
Total Liabilities	\$ 1,811	\$ 169,003	\$ 157,702	\$ 11,198	\$ 1,914
Clerk of Superior Court					
Assets					
Cash and cash equivalents	\$ 62,491	\$ 3,458,008	\$ 3,363,215	\$ 82,818	\$ 74,466
Due from others	1,030	-	-	-	1,030
Total Assets	\$ 63,521	\$ 3,458,008	\$ 3,363,215	\$ 82,818	\$ 75,496
Liabilities					
Interfund payable	\$ -	\$ 993,146	\$ 910,328	\$ 82,818	\$ -
Due to others	63,521	2,467,682	2,455,707	-	75,496
Total Liabilities	\$ 63,521	\$ 3,460,828	\$ 3,366,035	\$ 82,818	\$ 75,496

(continued)

Thomas County, Georgia
 Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 For the Year Ended December 31, 2012

(continued)

Magistrate Court	Balance January 1, 2012	Additions	Deductions	Eliminations	Balance December 31, 2012
Assets					
Cash and cash equivalents	\$ 76,723	\$ 954,739	\$ 954,859	\$ 14,201	\$ 62,402
Liabilities					
Interfund payable Due to others	\$ - 76,723	\$ 173,081 781,722	\$ 158,880 796,043	\$ 14,201 -	\$ - 62,402
Total Liabilities	\$ 76,723	\$ 954,803	\$ 954,923	\$ 14,201	\$ 62,402
Sheriff					
Assets					
Cash and cash equivalents Due from others	\$ 272,541 186	\$ 691,893 12,932	\$ 760,883 12,892	\$ 22,604 -	\$ 180,947 226
Total Assets	\$ 272,727	\$ 704,825	\$ 773,775	\$ 22,604	\$ 181,173
Liabilities					
Interfund payable Due to others	\$ - 272,727	\$ 252,543 593,788	\$ 229,939 685,342	\$ 22,604 -	\$ - 181,173
Total Liabilities	\$ 272,727	\$ 846,331	\$ 915,281	\$ 22,604	\$ 181,173
Totals					
Assets					
Cash and cash equivalents Due from others	\$ 413,566 1,216	\$ 33,361,642 12,932	\$ 33,305,629 12,892	\$ 149,850 -	\$ 319,729 1,256
Total Assets	\$ 414,782	\$ 33,374,574	\$ 33,318,521	\$ 149,850	\$ 320,985
Liabilities					
Interfund payable Due to others	\$ - 414,782	\$ 15,228,433 18,175,179	\$ 15,078,583 18,268,976	\$ 149,850 -	\$ - 320,985
Total Liabilities	\$ 414,782	\$ 33,403,612	\$ 33,347,559	\$ 149,850	\$ 320,985

ADDITIONAL SUPPLEMENTARY INFORMATION

SIMMONS, MILLS & SIMMONS P.C.

CERTIFIED PUBLIC ACCOUNTANTS

220 E. JACKSON ST.

P.O. BOX 1098

THOMASVILLE, GA. 31799

229-226-2515

FAX # 229-226-2531

CHARLES R. SIMMONS, JR., CPA (1918-1986)

EDWIN A. SIMMONS, CPA

DARRELL J. MILLS, CPA

MICHAEL J. SIMMONS, CPA

COREY L. LEWIS, CPA

MEMBERS OF AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

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

Honorable Chairman and Members
of the Board of County Commissioners
Thomas County, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Thomas County, Georgia as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise Thomas County, Georgia's basic financial statements and have issued our report thereon dated July 30, 2013. Other auditors audited the financial statements of Thomas County Public Health, as described in our report on Thomas County, Georgia's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies. 2011-3 and 2012-1.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Thomas County, Georgia's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 2012-2.

Thomas County, Georgia's Response to Findings

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

Purpose of this Report

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

Simmons, Mills & Simmons P.C.
Thomasville, Georgia

Simmons, Mills & Simmons P.C.

July 30, 2013

SIMMONS, MILLS & SIMMONS P.C.

CERTIFIED PUBLIC ACCOUNTANTS

220 E. JACKSON ST.

P.O. BOX 1098

THOMASVILLE, GA. 31799

229-226-2515

FAX # 229-226-2531

CHARLES R. SIMMONS, JR., CPA (1918-1986)

EDWIN A. SIMMONS, CPA

DARRELL J. MILLS, CPA

MICHAEL J. SIMMONS, CPA

COREY L. LEWIS, CPA

MEMBERS OF AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Honorable Chairman and Members
of the Board of Commissioners
Thomas County, Georgia

Report on Compliance for Each Major Federal Program

We have audited Thomas County, Georgia's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Thomas County, Georgia's major federal programs for the year ended December 31, 2012. Thomas County, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, Thomas County, Georgia, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2012.

Report on Internal Control Over Compliance

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

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

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

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

Simmons, Mills & Simmons P.C.
Thomasville, Georgia

A handwritten signature in black ink that reads "Simmons, Mills & Simmons P.C." in a cursive script.

July 30, 2013

Thomas County, Georgia
Schedule of Expenditures of Federal Awards
for the Year Ended December 31, 2012

<u>Federal Grantor/Pass-through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Federal Expenditures</u>
PRIMARY GOVERNMENT			
U.S. Department Of Housing And Urban Development			
Pass-through Georgia Department of Community Affairs:			
Community Development Block Grant/ State's Program	14.228	10p-y-136-1-5255	\$ 340,206
Community Development Block Grant/ State's Program	14.228	11p-y-136-1-5364	<u>15,000</u>
Total for U.S. Department of Housing and Urban Development			<u>355,206</u>
U.S. Department Of Transportation			
Pass-through Georgia Department of Transportation:			
Formula Grants For Other Than Urbanized Areas/ Nonurbanized Area Formula Program	20.509	T003864	227,138
Formula Grants For Other Than Urbanized Areas/ Nonurbanized Area Formula Program	20.509	T004319	195,036
Formula Grants For Other Than Urbanized Areas/ Nonurbanized Area Formula Program	20.509	T003927	<u>179,120</u>
Total for U.S. Department of Transportation			<u>601,294</u>
U.S. Department Of Homeland Security			
Pass-through Georgia Emergency Management Agency:			
Emergency Management Performance Grants	97.042	OEM 11-138	6,411
Emergency Management Performance Grants	97.042	OEM 12-138	<u>6,708</u>
Total for U.S. Department of Homeland Security			<u>13,119</u>
U.S. Department Of Justice			
Bulletproof Vest Partnership Program	16.607		12,128
Rural Domestic Violence, Dating Violence, Sexual Assault and Stalking Assistance Program (This was paid to a subrecipient)	16.589		<u>21,886</u>
Total for U.S. Department of Justice			<u>34,014</u>
U.S. General Services Administration			
Pass-through Georgia Department of Administrative Services:			
Donation of Federal Surplus Personal Property	39.003		<u>125,524</u>
Total Expenditures Of Federal Awards			<u>\$ 1,129,157</u>

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2012

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Thomas County, Georgia and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

Thomas County, Georgia
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2012

I. SUMMARY OF AUDITOR'S RESULTS

- A. Type of report issued on financial statements: Unmodified.
- B. Internal control over financial reporting:
Material weaknesses identified? No.
Significant deficiencies identified that are not considered to be material weakness? Yes (Items 2011-3, 2012-1).
- C. Noncompliance material to financial statements noted? Yes (Item 2012-2).
- D. Internal control over major programs:
Material weaknesses identified? No.
Significant deficiencies identified that are not considered to be material weaknesses? None reported.
- E. Type of auditor's report issued on compliance for major programs: Unmodified for both.
- F. Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 are reported in this Schedule.
- G. Major programs:
- | <u>CFDA No.</u> | <u>Program</u> |
|-----------------|---|
| 14.228 | Community Development Block Grant/State's Program |
| 39.003 | Donation Federal Surplus Personal Property |
- H. The threshold used for distinguishing between Type A and B programs was \$300,000.
- I. Thomas County, Georgia did qualify as a low-risk auditee.

II. FINDINGS – FINANCIAL STATEMENT AUDIT

Prior Years Findings and Questioned Cost:

2011-2

Condition – The County did not adopt an annual balanced budget for the special revenue fund Sheriff's Social Security Fund.

Criteria – Official Code of Georgia Annotated (O.C.G.A.). Section 36-81-3: Each unit of local government shall adopt and operate under an annual balanced budget for the general fund, each special revenue fund, and each debt service fund in use by the local government.

Effect – Noncompliance with above statute.

Recommendation – The County should adopt an annual balanced budget for this fund for the year ending on December 31, 2012.

Status – Thomas County adopted an annual balanced budget for this fund for the year ending December 31, 2012.

Thomas County, Georgia
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2012

2011-3

Condition – The Emergency Medical Services office staff has not completed its cross training program on charges for services.

Criteria – The cross training program is important because there are only two employees and the annual charges for services are in excess of one million dollars.

Effect – This is a deficiency in internal control related to charges for services and cross training.

Status – The results of our audit procedures performed in May 2013 indicate that office staff has completed most of its cross training program on charges for services.

Recommendation – The County Emergency Medical Services office staff should complete the cross training program for charges for services as soon as possible.

Views of Responsible Officials and Planned Corrective Action – The County’s management concurs with the finding. The Emergency Medical Services captains will make sure that the office staff completes the cross training program related to charges for services by September 30, 2013.

Current Years Findings and Questioned Costs:

2012-1

Condition – The Emergency Medical Services did not take its collections to the finance department in a timely manner during 2012 and during the first quarter of 2013.

Criteria – Prudent business practices require timely deposits.

Effect – Having cash and checks on hand for more than a few days increases the risk of a loss due to destruction or fraud.

Recommendation – The Emergency Medical Services should or take its receipts to the finance department daily or at least twice a week. The amount of the collections will dictate how often a deposit is needed.

Views of Responsible Officials and Planned Correction Action – The County’s management concurs with the finding. The Emergency Medical Services captains will make sure that the receipts are taken to the finance department at least twice a week.

Thomas County, Georgia
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2012

2012-2

Condition – The County’s expenditures exceeded appropriations, as amended, at the legal level of control in several funds.

Criteria – Official Code of Georgia Annotated (O.C.G.A.). Section 36-81-3: Each unit of local government shall adopt and operate under an annual balanced budget for the general fund, each special revenue fund, and each debt service fund in use by the local government. Nothing contained in this code section shall preclude a local government from amending its budget so as to adapt to changing governmental needs during the budget period.

Effect – Noncompliance with above statute.

Recommendation – The County should monitor expenditures and appropriations and amend the budgets as needed.

<u>Fund/Department</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
General fund			
Elections	\$ 169,336	\$ 171,469	\$ 2,133
General administration	877,617	917,750	40,133
Tax commissioner	466,726	478,376	11,650
Tax assessor	484,987	503,860	18,873
Building and plant	1,221,121	1,247,772	26,651
Superior court	185,178	192,194	7,016
Clerk of superior court	450,861	473,418	22,557
State court	153,189	155,637	2,448
Magistrate court	411,336	435,349	24,013
Sheriff	2,813,536	2,957,956	144,420
Jail operations	1,931,821	2,038,383	106,562
Corrections	2,051,198	2,149,663	98,465
Animal control	298,290	301,873	3,583
Public works administration	3,008,423	3,070,404	61,981
Sanitation	754,526	769,635	15,109
Maintenance and shop	491,347	512,388	21,041
Agriculture resources	142,690	144,369	1,679
Code enforcement	52,252	56,111	3,859
Hotel/motel fund			
General government	110,900	114,627	3,727
Fire district 1 & 2 fund			
Public safety	1,182,743	1,236,170	53,427
Fire district 3 fund			
Public safety	980,540	1,011,993	31,453
Sheriff drug forfeiture fund			
Intergovernmental	-	27,149	27,149
Emergency 911 fund			
Public safety	1,275,980	1,298,707	22,727
Impact fees fund:			
Capital outlay	214,900	249,995	35,095
Airport fund:			
General government	2,000	6,260	4,260

Views of Responsible Officials and Planned Corrective Action – The County’s management concurs with the finding. The County will monitor expenditures and appropriations and amend the budgets as needed. The County will increase the budget amounts for group insurance in each department. This will greatly reduce the risk of excess expenditures over appropriations.

Thomas County, Georgia
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2012

III. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

	Questioned <u>Costs</u>
None reported.	-

SIMMONS, MILLS & SIMMONS P.C.

CERTIFIED PUBLIC ACCOUNTANTS

220 E. JACKSON ST.

P.O. BOX 1098

THOMASVILLE, GA. 31799

229-226-2515

FAX # 229-226-2531

CHARLES R. SIMMONS, JR., CPA (1918-1986)

EDWIN A. SIMMONS, CPA

DARRELL J. MILLS, CPA

MICHAEL J. SIMMONS, CPA

COREY L. LEWIS, CPA

MEMBERS OF AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON THE SCHEDULE OF SPECIAL PURPOSE LOCAL OPTION SALES TAX

Honorable Chairman and Members
of the Board of County Commissioners
Thomas County, Georgia

We have audited the accompanying Schedule of Special Purpose Local Option Sales Tax for Thomas County, Georgia for the year ended December 31, 2012. This schedule is the responsibility of Thomas County, Georgia's management. Our responsibility is to express an opinion on the Schedule of Special Purpose Local Option Sales Tax based on our audit.

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

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

In our opinion, the Schedule of Special Purpose Local Option Sales Tax referred to above presents fairly, in all material respects, the original estimated cost, the current estimated cost, and the current and prior year expenditures for each project of Thomas County, Georgia for the year ended December 31, 2012, in conformity with accounting principles generally accepted in the United States of America.

Simmons, Mills & Simmons P.C.
Thomasville, Georgia



July 30, 2013

Thomas County, Georgia
Schedule of 2006 Special Purpose
Local Option Sales Tax
For the Year Ended December 31, 2012

<u>Project</u>	Original	Revised	<u>Expenditures</u>		
	Estimated <u>Cost</u>	Estimated <u>Cost</u>	<u>Prior Years</u>	<u>Current Years</u>	<u>Total</u>
Judicial building	\$ 10,000,000	\$ 11,944,589	\$ 12,454,127	\$ 7,999	\$ 12,462,126
Rehab. court house	6,000,000	5,822,291	2,617,085	2,916,463	5,533,548
Justice Center roof replacement	-	1,026,039	901,979	-	901,979
Justice Center equipment				30,072	30,072
Road construction	7,325,599	7,217,499	2,218,912	2,284,361	4,503,273
Trucks for public works department				142,793	142,793
Road outlay - pass through to:					
City of Thomasville	10,231,200	10,231,200	10,231,200	-	10,231,200
City of Barwick	122,040	122,040	122,040	-	122,040
City of Boston	503,280	503,280	503,280	-	503,280
City of Coolidge	198,360	198,360	198,360	-	198,360
City of Meigs	381,240	381,240	381,240	-	381,240
Town of Ochlocknee	213,480	213,480	2,313,480	-	2,313,480
City of Pavo	152,640	152,640	152,640	-	152,640
Capital outlay - pass through to					
Thomas County Library	<u>1,000,000</u>	<u>1,000,000</u>	<u>833,280</u>	<u>166,720</u>	<u>1,000,000</u>
Totals	<u>\$ 36,127,839</u>	<u>\$ 38,812,658</u>	<u>\$ 32,927,623</u>	<u>\$ 5,548,408</u>	<u>\$ 38,476,031</u>

Note: Expenditures also include interest income spent on projects or passed through to other entities.

SIMMONS, MILLS & SIMMONS P.C.

CERTIFIED PUBLIC ACCOUNTANTS

220 E. JACKSON ST.

P.O. BOX 1098

THOMASVILLE, GA. 31799

229-226-2515

FAX # 229-226-2531

CHARLES R. SIMMONS, JR., CPA (1918-1986)

EDWIN A. SIMMONS, CPA

DARRELL J. MILLS, CPA

MICHAEL J. SIMMONS, CPA

COREY L. LEWIS, CPA

MEMBERS OF AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON SCHEDULES OF SOURCE AND APPLICATION OF FUNDS AND SCHEDULES OF PROJECT COST APPLICABLE TO COMMUNITY DEVELOPMENT BLOCK GRANTS

We have audited the accompanying Schedules of Source and Application of Funds and Schedules of Project Costs as of December 31, 2012 and for the year then ended. These financial statements are the responsibility of Thomas County, Georgia's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Our audit was in accordance with auditing standards generally accepted in the United States of America and *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 basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly the disposition and status of Thomas County, Georgia's Community Development Block Grant funds at December 31, 2012 for the year then ended in conformity with applicable financial reporting provisions of governmental regulations and accounting principles generally accepted in the United States of America.

This report covers Community Development Block Grant numbered 10p-y-136-1-5255 and 11p-y-136-1-5364.

Simmons, Mills & Simmons P.C.

Thomasville, Georgia



July 30, 2013

*Thomas County, Georgia
Community Development Block Grant
Source & Application of Funds Schedule
10-p-y-136-1-5255
For the Year Ended December 31, 2012*

Total program year 2010 funds allocated to recipient	\$	500,000
Less: Total program year 2010 funds drawn by recipient		(482,346)
Amount deobligated		<u>(17,654)</u>
 Funds still available from program year 2010 resources	 \$	 <u><u>-</u></u>
 Total program year 2010 funds drawn and received by recipient in 2012	 \$	 344,860
Cash on hand, January 1, 2012		3,000
Less: Funds applied and expended to program year 2010 costs		<u>(347,860)</u>
 Total program year 2010 funds held by recipient	 \$	 <u><u>-</u></u>

*Thomas County, Georgia
Community Development Block Grant
Project Cost Schedule
10p-y-136-1-5255
For the Year Ended December 31, 2012*

<u>Program Activity</u>	<u>Activity Number</u>	<u>Latest Approved Budget CDBG Funds</u>	<u>Accumulative Expenditures To Date CDBG Funds</u>	<u>Accumulative Expenditures To Date Other Funds</u>	<u>Grant Total Expenditures To Date</u>	<u>Questioned Costs</u>
Contingencies	C-022-00	\$ -	\$ -	\$ -	\$ -	\$ -
Engineering-street improvements/ flood & drainage	T-03K-00	47,241	47,241	19,995	67,236	-
Street improvements	P-03K-01	326,472	326,472	184,132	510,604	-
Flood and drainage facilities	P-03K-02	78,633	78,633		78,633	-
Administration	A-21A-00	<u>30,000</u>	<u>30,000</u>	<u>-</u>	<u>30,000</u>	<u>-</u>
Total		<u>\$ 482,346</u>	<u>\$ 482,346</u>	<u>\$ 204,127</u>	<u>\$ 686,473</u>	<u>\$ -</u>

*Thomas County, Georgia
Community Development Block Grant
Source & Application of Funds Schedule
11p-y-136-1-5364
For the Year Ended December 31, 2012*

Total program year 2011 funds allocated to recipient	\$ 420,550
Less: Total program year 2011 funds drawn by recipient (drawdowns 1 through 4)	<u>(20,000)</u>
Funds still available from program year 2011 resources	<u>400,550</u>
Total program year 2011 funds drawn and received by recipient in 2012	\$ 20,000
Cash on hand, January 1, 2012	-
Less: Funds applied and expended to program year 2011 costs	<u>(15,000)</u>
Total program year 2011 funds held by recipient	<u>\$ 5,000</u>

*Thomas County, Georgia
Community Development Block Grant
Project Cost Schedule
11p-y-136-1-5364
For the Year Ended December 31, 2012*

<u>Program Activity</u>	<u>Activity Number</u>	<u>Latest Approved Budget CDBG Funds</u>	<u>Accumulative Expenditures To Date CDBG Funds</u>	<u>Accumulative Expenditures To Date Other Funds</u>	<u>Grant Total Expenditures To Date</u>
Contingencies - Unprogramed funds	C-022-00	\$ 23,085	\$ -	\$ -	\$ -
Engineering-street improvements/ flood & drainage	T-03K-01	33,110	-	11,500	11,500
Engineering-street improvements/ flood & drainage	T-03K-02	6,770	-	-	-
Street improvements	P-03K-01	275,915	-	2,682	2,682
Flood and drainage facilities	P-03K-02	56,420	-	-	-
Administration	A-21A-00	<u>25,250</u>	<u>15,000</u>	<u>-</u>	<u>15,000</u>
Total		<u>\$ 420,550</u>	<u>\$ 15,000</u>	<u>\$ 14,182</u>	<u>\$ 29,182</u>