

PEACH COUNTY, GEORGIA

Annual Financial Report

For the fiscal year ended September 30, 2017

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PEACH COUNTY, GEORGIA
ANNUAL FINANCIAL REPORT
For the fiscal year ended September 30, 2017

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Independent Auditor's Report

Honorable Chairman and
Board of Commissioners
Peach 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 Peach County, Georgia, as of and for the year ended September 30, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Peach County Health Department, a component unit of Peach County, Georgia, which represent 11.2 percent, 4.4 percent, and 49.5 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Peach County Health Department, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Peach County, Georgia, as of September 30, 2017, and the respective changes in the financial position and, where applicable, cash flows thereof, and the budgetary comparison of the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information on pages 4 through 18 and 74 through 77, respectively, 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 Peach County, Georgia's basic financial statements. The combining and individual fund financial statements and schedules and the state reporting section with the schedule of projects financed with special purpose local option sales tax are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules and the schedule of projects financed with special purpose local option sales tax 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 and individual fund financial statements and schedules and the schedule of projects financed with special purpose local option sales tax are fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by *Governmental Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 27, 2018, on our consideration of Peach County, Georgia's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, 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 results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Peach County, Georgia's internal control over financial reporting and compliance.

Rushton & Company, LLC

Certified Public Accountants

Gainesville, Georgia
February 27, 2018

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MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis

As management of Peach County, Georgia (the "County"), we offer readers of Peach County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2017. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the financial statements, and the notes to the financial statements.

Financial Highlights

- The assets of Peach County exceeded its liabilities at September 30, 2017 by \$52,040,141 (net position). Of this amount, \$1,721,152 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- The Primary Government's total net position decreased by \$879,538 for the year ended September 30, 2017.
- At September 30, 2017, the total net position at the government-wide level consisted of \$46,260,081 invested in capital assets net of related debt, \$4,058,908 in restricted net position, and \$1,721,152 in unrestricted net position. The County's General Fund reported a fund balance of \$6,730,576, an increase of \$875,171 or 15% above the last fiscal year.
- Peach County's total debt increased by \$1,199,317 during the current fiscal year due primarily to the County entering into a contract to pay a portion of bonds in the amount of \$2,400,000 to purchase land for economic development through the Joint Development Authority of Peach County and the City of Warner Robins. The Peach County Development Authority and the City of Warner Robins Development Authority created the Joint Development Authority to acquire certain tracts of property totaling approximately 432 acres, located in the City and the County and within the Authority's area of operation, to provide land for locations of new industry.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to Peach County's basic financial statements. The County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of Peach County's finances, in a manner similar to a private-sector business. There are two government-wide statements, the statement of net position and the statement of activities, which are described below.

The statement of net position presents information on all of the County's assets and liabilities, with the difference between the two 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 is improving or deteriorating. It is important to note that this statement consolidates the governmental funds' current financial resources (short-term) with capital assets and long-term liabilities.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental

activities of the County include general government, judicial, public safety, public works, health and welfare, culture and recreation, and housing and development services. The business-type activities of Peach County include solid waste collection. The government-wide financial statements include not only Peach County itself (known as the primary government), but also a legally separate development authority, a legally separate library, and a legally separate health department, for which the County is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Peach County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The funds of Peach County can be divided into three (3) categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

For the fiscal year ended September 30, 2017, the County maintained thirteen (13) individual governmental funds to account for the following activities: General; Special Revenues (Law Library, Transit System, Drug, Federal Drug, Jail Inmate Canteen, Juvenile, Hotel/Motel Tax, and Emergency 911); Capital Projects (1994 SPLOST for Landfills and Buildings, the 2004 SPLOST, the 2008 SPLOST, and the 2015 SPLOST). Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the 2008 SPLOST Fund, and the 2015 SPLOST Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated column. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for the General Fund and Special Revenue Funds. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with budget requirements. Budgets are adopted for Capital Project Funds on a project-length basis.

Proprietary Funds. Proprietary funds may be either Enterprise Funds or Internal Service Funds. However, Peach County only maintains one Enterprise Fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Peach County uses an enterprise fund to account for its solid waste collection operation.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for Peach County's solid waste collection operation, which is considered to be a major fund of Peach County. Individual fund data for this enterprise fund is provided in the government-wide financial statements on pages 19 - 21. The basic proprietary fund financial statements can be found on pages 28 - 30.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on page 31.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 35 - 73 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Peach County's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 74 - 77 of this report. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Peach County, assets exceeded liabilities by \$52,040,141 at the close of the most recent fiscal year.

By far the largest portion of the County's net position (89%) reflects its investment in capital assets (e.g., land, buildings, infrastructure, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Noncurrent liabilities increased by \$1,800,645 as of September 30, 2017, as compared to 2016. The increase is primarily the result of the intergovernmental contract with the Joint Development Authority of Peach County and the City of Warner Robins. A more detailed explanation of the County's noncurrent liabilities is provided later in this discussion.

Peach County's Net Position

	Governmental Activities		Business-Type Activities		Total Activities	
	2017	2016	2017	2016	2017	2016
Current assets	\$ 20,591,821	\$ 18,331,576	\$ 1,939,614	\$ 1,583,580	\$ 22,531,435	\$ 19,915,156
Capital assets	\$ 49,875,295	\$ 51,720,792	\$ 0	\$ 0	\$ 49,875,295	\$ 51,720,792
Total assets	\$ 70,467,116	\$ 70,052,368	\$ 1,939,614	\$ 1,583,580	\$ 72,406,730	\$ 71,635,948
Deferred outflows of resources	\$ 1,526,038	\$ 1,391,298	\$ 24,602	\$ 22,428	\$ 1,550,640	\$ 1,413,726
Current liabilities	\$ 1,444,002	\$ 1,663,248	\$ 1,205,049	\$ 1,107,455	\$ 2,649,051	\$ 2,770,703
Noncurrent liabilities	\$ 10,362,626	\$ 8,571,598	\$ 47,778	\$ 38,161	\$ 10,410,404	\$ 8,609,759
Total liabilities	\$ 11,806,628	\$ 10,234,846	\$ 1,252,827	\$ 1,145,616	\$ 13,059,455	\$ 11,380,462
Deferred inflows of resources	\$ 8,856,100	\$ 8,747,430	\$ 1,674	\$ 2,103	\$ 8,857,774	\$ 8,749,533
Net position:						
Net investment in capital assets	\$ 46,260,081	\$ 47,832,389	\$ 0	\$ 0	\$ 46,260,081	\$ 47,832,389
Restricted	\$ 4,058,908	\$ 2,851,636	\$ 0	\$ 0	\$ 4,058,908	\$ 2,851,636
Unrestricted	\$ 1,011,437	\$ 1,777,365	\$ 709,715	\$ 458,289	\$ 1,721,152	\$ 2,235,654
Total net position	\$ 51,330,426	\$ 52,461,390	\$ 709,715	\$ 458,289	\$ 52,040,141	\$ 52,919,679

A portion of Peach County's net position (8%) represents resources that are subject to external restrictions on how they may be used. A large portion of these funds are to be used for capital projects designated in one of four different Special Purpose Local Option Sales Tax Funds (1994, 2004, 2008, and 2015). Restricted net position increased \$1,207,272 and includes funds received from the Georgia Department of Transportation Local Maintenance and Improvement Grant to increase available funding for road projects currently underway. The remaining balance of unrestricted net position totaling \$1,721,152 may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, Peach County reports a positive balance in both "Governmental Activities" and Business-Type Activities" categories of net position. Revenues in governmental activities fell short of expenses and transfers out by \$1,130,964, while revenues and transfers into business-type activities exceeded expenses by \$251,426. The government's overall net position decreased by \$879,538.

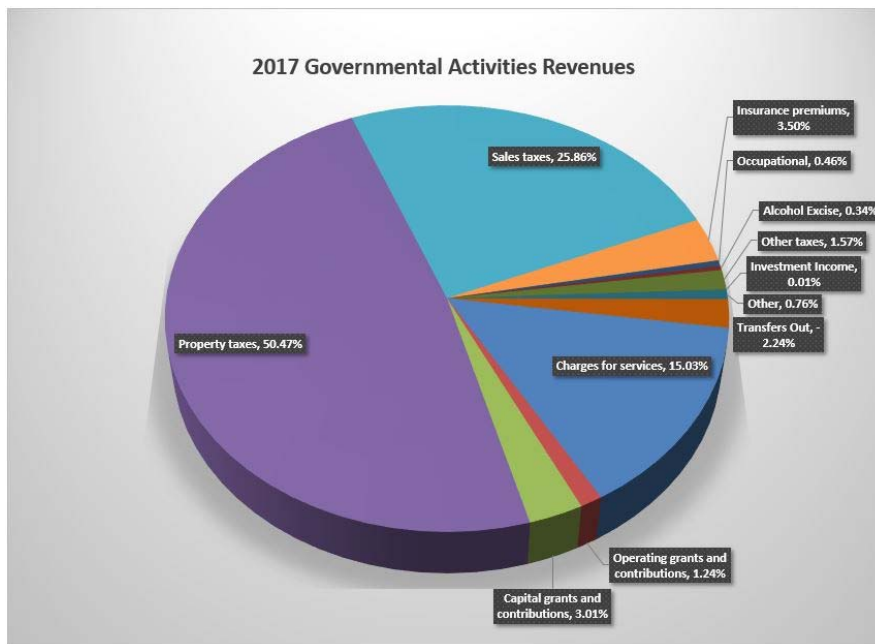
Peach County's Change in Net Position						
	Governmental Activities		Business-Type Activities		Total Activities	
	2017	2016	2017	2016	2017	2016
Revenues						
Program revenues:						
Charges for services	\$ 3,107,586	\$ 2,932,182	\$ 1,073,484	\$ 1,065,122	\$ 4,181,070	\$ 3,997,304
Operating grants and contributions	\$ 256,772	\$ 103,547	\$ 0	\$ 0	\$ 256,772	\$ 103,547
Capital grants and contributions	\$ 621,690	\$ 948,747	\$ 0	\$ 0	\$ 621,690	\$ 948,747
Total Program Revenues	\$ 3,986,048	\$ 3,984,476	\$ 1,073,484	\$ 1,065,122	\$ 5,059,532	\$ 5,049,598
General revenues:						
Property taxes	\$ 10,436,145	\$ 9,904,502	\$ 0	\$ 0	\$ 10,436,145	\$ 9,904,502
Sales taxes	\$ 5,346,313	\$ 5,203,818	\$ 0	\$ 0	\$ 5,346,313	\$ 5,203,818
Insurance premiums	\$ 722,768	\$ 679,191	\$ 0	\$ 0	\$ 722,768	\$ 679,191
Occupational	\$ 94,402	\$ 93,224	\$ 0	\$ 0	\$ 94,402	\$ 93,224
Alcohol Excise	\$ 69,984	\$ 70,758	\$ 0	\$ 0	\$ 69,984	\$ 70,758
Other taxes	\$ 323,790	\$ 235,234	\$ 0	\$ 0	\$ 323,790	\$ 235,234
Investment Income	\$ 2,332	\$ 2,314	\$ 0	\$ 0	\$ 2,332	\$ 2,314
Other	\$ 157,778	\$ 145,259	\$ 0	\$ 0	\$ 157,778	\$ 145,259
Total General Revenues	\$ 17,153,512	\$ 16,334,300	\$ 0	\$ 0	\$ 17,153,512	\$ 16,334,300
Total Revenues	\$ 21,139,560	\$ 20,318,776	\$ 1,073,484	\$ 1,065,122	\$ 22,213,044	\$ 21,383,898
Expenses						
General government	\$ 3,745,396	\$ 5,006,473	\$ 0	\$ 0	\$ 3,745,396	\$ 5,006,473
Judicial	\$ 1,665,536	\$ 1,643,814	\$ 0	\$ 0	\$ 1,665,536	\$ 1,643,814
Public safety	\$ 9,489,416	\$ 9,075,437	\$ 0	\$ 0	\$ 9,489,416	\$ 9,075,437
Public works	\$ 3,529,125	\$ 3,808,792	\$ 0	\$ 0	\$ 3,529,125	\$ 3,808,792
Health and Welfare	\$ 288,609	\$ 245,454	\$ 0	\$ 0	\$ 288,609	\$ 245,454
Culture and recreation	\$ 828,046	\$ 818,302	\$ 0	\$ 0	\$ 828,046	\$ 818,302
Housing and Development	\$ 2,152,561	\$ 330,372	\$ 0	\$ 0	\$ 2,152,561	\$ 330,372
Solid waste	\$ 0	\$ 0	\$ 1,285,525	\$ 1,277,839	\$ 1,285,525	\$ 1,277,839
Interest on Long-Term Debt	\$ 99,368	\$ 65,318	\$ 0	\$ 0	\$ 99,368	\$ 65,318
Total expenses	\$ 21,807,057	\$ 20,993,962	\$ 1,285,525	\$ 1,277,839	\$ 23,092,582	\$ 22,271,801
Change in net position before transfers	\$ (667,497)	\$ (675,186)	\$ (212,041)	\$ (212,717)	\$ (879,538)	\$ (887,903)
Transfers	\$ (463,467)	\$ (479,558)	\$ 463,467	\$ 479,558	\$ 0	\$ 0
Change in net position	\$ (1,130,964)	\$ (1,154,744)	\$ 251,426	\$ 266,841	\$ (879,538)	\$ (887,903)
Net position, beginning of year, as restated	\$ 52,461,390	\$ 53,249,070	\$ 458,289	\$ 183,512	\$ 52,919,679	\$ 53,432,582
Prior Period Adjustments	\$ 0	\$ 367,064	\$ 0	\$ 7,936	\$ 0	\$ 375,000
Net position, end of year	\$ 51,330,426	\$ 52,461,390	\$ 709,715	\$ 458,289	\$ 52,040,141	\$ 52,919,679

Governmental Activities. Governmental activities decreased the County's net position by \$1,130,964 during fiscal year 2017 and business-type activities increased the County's net position by \$251,426. Key elements of this increase are noted below:

Peach County's 2017 revenues for governmental activities increased approximately 4% over 2016 revenues. While 2017 property tax collections and revenues from charges for services, operating grants, and taxes other than alcohol excise saw increases, capital grants and alcohol excise taxes declined from 2016 collections, as follows:

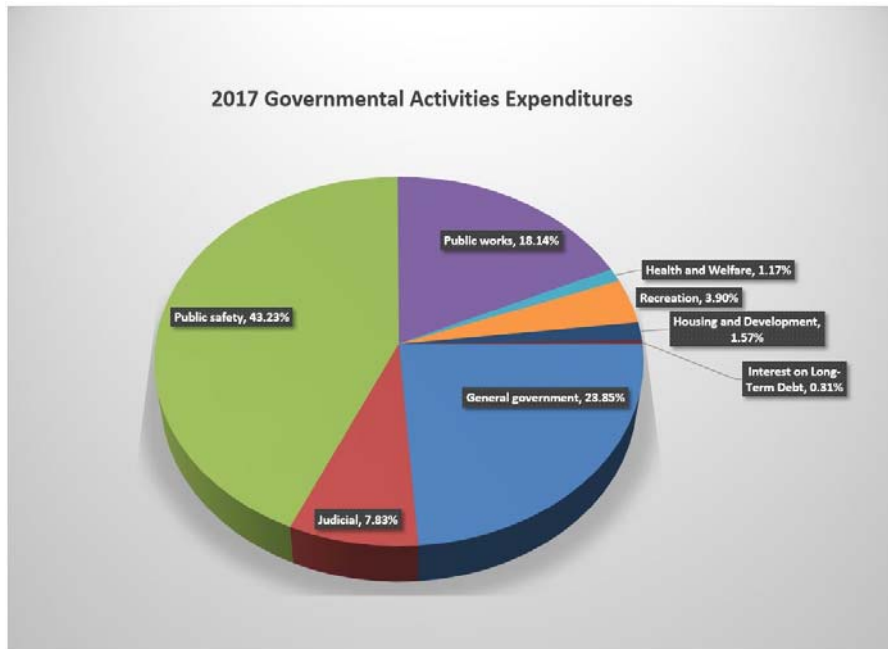
Program revenues:			
Charges for services	Increase		6%
Operating grants and contributions	Increase		148%
Capital grants and contributions	Decrease		-35%
General revenues:			
Property taxes	Increase		5%
Sales taxes	Increase		3%
Insurance premiums	Increase		6%
Occupational	Increase		4%
Alcohol Excise	Decrease		-1%
Other taxes	Increase		38%
Investment Income	Increase		1%
Other	Increase		9%

While the downturn in the economy has shown a slight recovery in the preceding year, consumer confidence has not yet been fully restored. Also, this recovery has not yet been reflected in investment opportunities, which accounts for the relatively unchanged investment income.

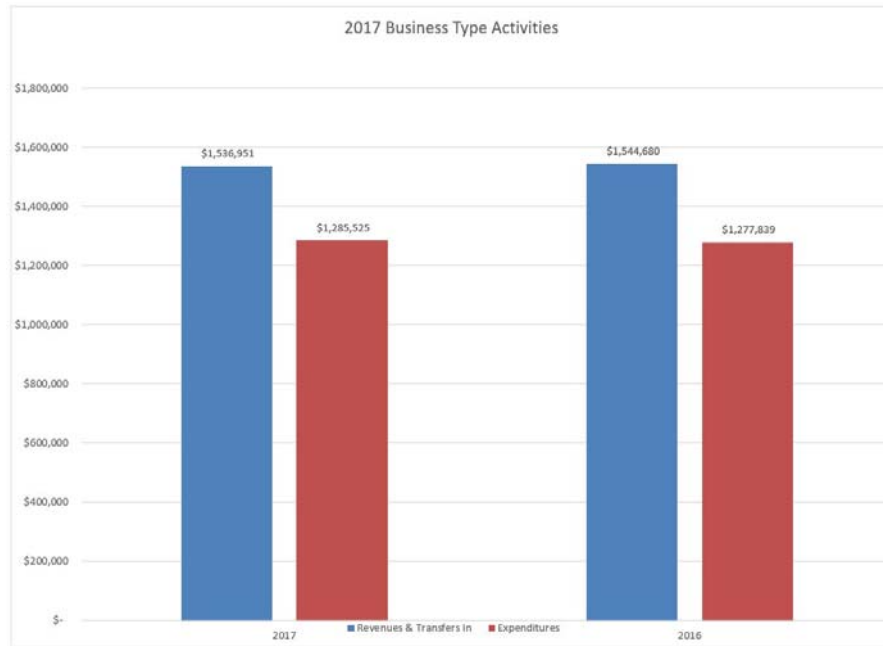


Peach County's overall expenses for governmental activities increased 4% in 2017 as compared with 2016. The County's General Fund expenditures decreased by 13% and includes the debt service made for major capital purchases under the capital lease program for County facility systems upgrades. Expenditures in the 1994, 2004, 2008, and 2015 SPLOST Funds increased by \$798,823, representing a 48% increase from 2016, indicating the continued expenditures on major capital projects approved in the referendums.

Overall, General Government expenses for 2017 decreased 25% when compared to those recorded for 2016. Judicial expenses increased 1%, Public Safety expenses increased 5%, Public Works expenses decreased 7%, Health and Welfare expenses increased 18%, Culture and Recreation expenses increased 1%, Housing and Development expenses increased 552%, and Interest on Long-Term Debt increased 52% when compared to 2016.



Business-Type Activities: Peach County’s solid waste collection service is shown under Business-Type Activities. As a separate unit, this service includes door to door household garbage and yard waste collection, County recycling operations, stormwater management operations, and a separate contract for inmate crews to provide roadside and drainage cleanup. These services are being paid by an annual \$204 solid waste fee included on the tax billing for each residential unit in the unincorporated area of Peach County. In addition, a 1 mill increase was approved to be applied to the 2015 tax digest, of which 40% was designated specifically to assist with the cost of closure and post closure care costs for the Houser’s Mill Landfill, the Powersville Landfill, and the County’s pro rata responsibility for the Macon County Landfill. This is reflected as a \$463,467 transfer out from the General Fund to the Solid Waste Enterprise Fund. In 2017, business-type activities incurred expenses of \$1,285,525. Revenues received from the solid waste fee totaled \$1,073,484. Net position for business-type activities was a positive \$709,715 at September 30, 2017.



Financial Analysis of the Government's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Fund balance is one of the most commonly used pieces of governmental financial information and is considered key information for users of governmental financial statements that are trying to identify resources that are liquid and available to be used to provide services. The Governmental Accounting Standards Board has issued GASB 54 which requires fund balance for governmental funds be reported in classifications that "comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent." Fund balance is first categorized as non-spendable or spendable, with non-spendable fund balance being those amounts that are not in spendable form or are legally or contractually required to be maintained intact. Fund balance that is categorized as spendable will then be further classified as restricted, committed, assigned, or unassigned based on the relative strength of the constraints that control how the specific amounts can be spent. Fund balance should be reported as restricted when the constraints on the use of its resources are either: (1) externally imposed by grantors, contributors, creditors, or laws and regulations; or (2) imposed by law through enabling legislation. These resources can be expended only for the stipulated purpose. Committed fund balance includes amounts that can be used only for the specific purpose determined by a formal action of the government's highest decision making authority. Constraints on committed amounts are imposed internally and are not legally enforceable, as with restricted amounts. Assigned fund balance amounts are intended to be used by the government for specific purposes, but do not meet the criteria to be classified as restricted or committed. "Assigned" fund balance is a term that replaces the former term "designated" fund balance. Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts that are not contained in the other classifications.

As of September 30, 2017, the County's governmental funds reported combined ending fund balances of \$10,790,502, representing an increase of 28% from 2016.

**Peach County's Governmental Funds Fund Balances
September 30, 2017**

FUND BALANCES:	General Fund	2008 SPLOST Fund	2015 SPLOST Fund	Nonmajor Governmental Funds	Total Governmental Funds	% TOTAL
Non-Spendable:						
Prepaid items	\$ 322,280	\$ 0	\$ 0	\$ 0	\$ 322,280	2.99%
Restricted for:						
Law library operations	\$ 0	\$ 0	\$ 0	\$ 38,381	\$ 38,381	0.36%
Juvenile programs	\$ 0	\$ 0	\$ 0	\$ 955	\$ 955	0.01%
Sheriff facilities, equipment, and operations	\$ 0	\$ 0	\$ 0	\$ 171,858	\$ 171,858	1.59%
Transit system operations	\$ 0	\$ 0	\$ 0	\$ 142	\$ 142	0.00%
LMIG projects	\$ 0	\$ 0	\$ 503,476	\$ 0	\$ 503,476	4.67%
Capital outlay	\$ 0	\$ 1,004,031	\$ 1,126,532	\$ 1,213,533	\$ 3,344,096	30.99%
Assigned for:						
Buildings and plants	\$ 109,557				\$ 109,557	1.02%
Roads and bridges	\$ 79,793	\$ 0	\$ 0	\$ 0	\$ 79,793	0.74%
Tourism	\$ 0	\$ 0	\$ 0	\$ 1,018	\$ 1,018	0.01%
Subsequent Budget	\$ 487,466				\$ 487,466	4.52%
Unassigned	\$ 5,731,480	\$ 0	\$ 0	\$ 0	\$ 5,731,480	53.12%
TOTALS	\$ 6,730,576	\$ 1,004,031	\$ 1,630,008	\$ 1,425,887	\$ 10,790,502	100.00%

At the end of the current fiscal year, Peach County reports a positive balance in all categories of fund balance in the governmental funds.

The General Fund is the chief operating fund of Peach County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$5,731,480, representing a 27% increase from 2016. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total General Fund expenditures (\$16,732,619). Unassigned fund balance represents 27% of total General Fund expenditures. The total fund balance of the County's General Fund increased by \$875,171, representing an increase of 15%. Current year expenditures of \$16,732,619 represented a 13% decrease from 2016 expenditures. Key factors in this decrease includes the expenditures made pursuant to the facilities systems upgrades for County buildings through the agreement with Energy Systems Group. Current year revenues of \$16,424,838 represented a slight increase (2%) over 2016 revenues. The millage rate remained the same in 2017. There was a 1% cost of living adjustment awarded to all regular full-time and regular part-time employees for 2017.

The fund balance for the 2004 Special Purpose Local Option Sales Tax decreased by 4% during the current fiscal year. Sales tax collections applied to the 2004 SPLOST concluded March 31, 2009, and the fund balance in this fund will continue to diminish as approved projects are completed. Major projects still underway include additional road upgrading and paving projects.

The fund balance for the 2008 SPLOST Fund was \$1,004,031 at September 30, 2017. The SPLOST called for a total collection of \$24,000,000, to be applied to the following project areas:

APPROVED 2008 SPLOST DISTRIBUTION

	Peach County	Fort Valley	Byron	Total
Road, Street, and Bridge Purposes	\$ 3,000,000	\$ -	\$ 1,566,000	\$ 4,566,000
Buildings - Law Enforcement Center	\$ 9,000,000	\$ -	\$ -	\$ 9,000,000
Buildings - County Courthouse	\$ 130,000	\$ -	\$ -	\$ 130,000
Buildings - Spruce Street Complex	\$ 395,000	\$ -	\$ -	\$ 395,000
Buildings - Thomas Public Library	\$ 25,000	\$ -	\$ -	\$ 25,000
Cultural, Historical and Recreation Facilities	\$ 700,000	\$ 75,000	\$ 75,000	\$ 850,000
Water, Sewer, & Stormwater Projects	\$ -	\$ 2,500,000	\$ 1,044,000	\$ 3,544,000
Debt Retirement – County	\$ 1,325,000	\$ -	\$ -	\$ 1,325,000
Public Safety Facilities	\$ 475,000	\$ -	\$ -	\$ 475,000
Public Safety Equipment	\$ 1,002,000	\$ 500,000	\$ -	\$ 1,502,000
Animal Control Facilities/ Vehicles, Equipment	\$ 400,000	\$ -	\$ -	\$ 400,000
Bond Interest and Costs of Issuance	\$ 1,398,000	\$ -	\$ 390,000	\$ 1,788,000
Totals	\$ 17,850,000	\$ 3,075,000	\$ 3,075,000	\$ 24,000,000

In 2009, Peach County issued general obligation bonds in the amount of \$15,015,000, which included the election of the City of Byron to receive its 2008 SPLOST collection of \$2,582,417 at the time the bonds were issued, with the County assuming all bond costs to be paid from future 2008 SPLOST revenues. The County's bond proceeds have been used to finance the acquisition and construction of a number of the capital projects listed above, to include the expansion and renovation of the Peach County Law Enforcement Center, further renovations at the Spruce Street Complex, the construction of a new Public Safety Facility, and the purchase of public safety equipment. Sales tax collections for the 2008 Special Purpose Local Option Sales Tax concluded in March 2015, with total tax collections of \$22,284,313, which fell short of original projections by 7%. The City of Fort Valley received a payout of \$2,429,422 in 2015, bringing its total 2008 SPLOST distribution to \$2,785,539. The County's total 2008 SPLOST distribution over the term of the SPLOST totaled \$16,916,357.

The 2015 SPLOST referendum was placed on the ballot and approved by the voters on March 6, 2012. Collections began in April 2015, and will fund a continuation of many of the projects included in the 2008 SPLOST. Projects included in the 2015 Special Purpose Local Option Sales Tax are:

	PEACH COUNTY	FORT VALLEY	BYRON	TOTAL
<i>Capital Outlay Projects for Road, Street, and Bridge Purposes (Includes Stormwater and Drainage)</i>	\$ 3,800,000	\$ 1,453,000	\$ 2,815,575	\$ 8,068,575
<i>Capital Outlay Projects for Courthouses, Administrative Buildings, Civic Centers, Library, Detention Facility, Solid Waste Facility</i>	\$ 4,140,000	\$ 1,151,000	\$ 32,550	\$ 5,323,550
<i>Capital Outlay Projects to be owned or operated or both either by the County, one or more qualified municipalities, one or more local authorities, or any combination thereof</i>	\$ 2,075,000	\$ -	\$ 651,000	\$ 2,726,000
<i>Capital Outlay Projects for Cultural Facilities, Recreation Facilities, or Historic Facilities</i>	\$ 400,000	\$ 651,000	\$ 32,550	\$ 1,083,550
<i>Capital Outlay Projects consisting of public safety facilities, airport facilities, or related capital equipment used in the operation of public safety or airport facilities, or any combination of such purposes</i>	\$ 3,348,000	\$ 651,000	\$ 374,325	\$ 4,373,325
<i>Capital Outlay Projects consisting of capital equipment for use in voting in official elections or referendums</i>	\$ 125,000	\$ -	\$ -	\$ 125,000
Totals	\$ 13,888,000	\$ 3,906,000	\$ 3,906,000	\$21,700,000

The Southwest Peach Sewer Project has now entered Phase II and is funded from the 2015 SPLOST. Initially, this project was funded from the 2000 SPLOST, which has been expended.

The telephone landline and wireless service fees charged to customers and paid back to Peach County to fund E911 services are insufficient to cover the entire cost of operating E911. The General Fund supplements the E911 operation to cover costs not funded by these fees. In 2017, the General Fund supplemented E911 operations by \$708,326, representing 62% of the total E911 expenditures of \$1,137,895. The fee to Peach County residents for landline and wireless is \$1.50 per line per month.

Proprietary funds. Peach County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the Solid Waste Fund at the end of the fiscal year was \$709,715. Other factors concerning the finances for this fund have already been addressed in the discussion of Peach County's business-type activities.

General Fund Budgetary Highlights

All budget amendments are presented and approved by the governing body. Differences between the original budget and the final amended budget can be briefly summarized as follows:

- Decrease in general government functions - \$2,368,898;
- Increase in judicial functions - \$217,327;
- Increase in public safety functions - \$1,888,631;
- Decrease in public works functions - \$126,615;
- Increase in health and welfare functions - \$11,154;
- Increase in culture and recreation functions - \$110,726;
- Increase in housing and development functions - \$1,731,158; and,
- Increase in debt service - \$61,282.

At the time that the 2017 budget was originally adopted, all employee benefits, including health insurance, FICA, workers' compensation, etc., were included in their entirety in the general government budget. A budget amendment was processed to reallocate these budget amounts at the department level, which accounts for the majority of the adjustments listed above.

During the current year, revenues exceeded General Fund budgetary estimates by \$198,008. Expenditures fell short of budgetary estimates by \$98,912.

Capital Assets and Debt Administration

Capital Assets. Peach County's investment in capital assets for its governmental activities as of September 30, 2017, amounted to \$49,875,295 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, roads, highways, and bridges. There are no capital assets assigned to business-type activities.

Peach County's Capital Assets Installed in 2017

ID #	CAPITAL PROJECT	FUNDING SOURCE	AMOUNT
1652	2017 Ford Escape	General Revenues	\$ 20,000.00
1659	2008 Stewart Stevenson M1089 Wrecker	Donation	\$ 75,000.00
1660	2000 Stewart Stevenson M1083 Cargo	Donation	\$ 80,000.00
1656	Ford Cutaway Van E3 2009 E-350	Donation	\$ 52,500.00
1662	Fire Pump	2015 SPLOST	\$ 8,400.00
1653	Ford Utility Police Package Vehicle	2015 SPLOST	\$ 38,676.00
1654	Ford Utility Police Package Vehicle	2015 SPLOST	\$ 38,676.00
1655	Ford Utility Police Package Vehicle	2015 SPLOST	\$ 43,092.50
1658	Semi-Trailer	2015 SPLOST	\$ 33,377.60
1657	Smeal Fire Truck Ladder	2015 SPLOST	\$ 225,000.00
1666	2017 Chevrolet Police Tahoe	Federal Drug Fund	\$ 37,848.00
1665	Equipment K-9 Unit	Drug Fund	\$ 7,975.00
1664	K-9 Dino	Drug Fund	\$ 9,000.00

Peach County's Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total Activities	
	2017	2016	2017	2016	2017	2016
	Capital assets not being depreciated	\$ 6,231,357	\$ 7,803,846	\$ 0	\$ 0	\$ 6,231,357
Buildings	\$ 19,362,157	\$ 19,658,466	\$ 0	\$ 0	\$ 19,362,157	\$ 19,658,466
Improvements other than buildings	\$ 1,548,238	\$ 1,722,143	\$ 0	\$ 0	\$ 1,548,238	\$ 1,722,143
Infrastructure	\$ 17,265,867	\$ 18,526,014	\$ 0	\$ 0	\$ 17,265,867	\$ 18,526,014
Equipment	\$ 5,467,676	\$ 4,010,323	\$ 0	\$ 0	\$ 5,467,676	\$ 4,010,323
Total	<u>\$ 49,875,295</u>	<u>\$ 51,720,792</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 49,875,295</u>	<u>\$ 51,720,792</u>

Major construction in progress projects that began, were continued, or were completed in 2017 included the following:

- At September 30, 2017, work is nearing completion on the conversion of the old Fire Station #3 Building into a Public Works Operations Center to provide needed space for Public Works Building and Road Crews to work and perform necessary administrative duties. No additional expenditures were made toward the completion of this project in 2016. Therefore, construction in progress on this project remained at \$9,788 at the close of 2016.
- At September 30, 2017, engineering is complete on the design of new walking trails for the South Peach Recreation Park. General revenues will be combined with funding from a Trails Grant through the Georgia Department of Natural Resources to extend walking trails throughout the park. Construction in progress on this project was at \$26,605 at the close of 2017.
- As stated previously, construction work is nearing completion on Phase 1 and Phase II has begun of the Southwest Peach County Sanitary Sewer Project, which will provide needed sewer infrastructure in and around the Ponderosa Subdivision. Additional funding of \$58,648 was applied to this project in 2016, bringing the total for Construction in Progress for this project to \$2,988,516 at September 30, 2017.
- Work is continuing to improve drainage and make road improvements to Gracewood Road, Fullwood Road, Clint Howard Road, Brock Road, Preston Road, Sharon Road, Barrow Road, Lakeside Drive, and Smyrna Church Road. These improvements are being funded from the 2004 and 2008 SPLOST Funds in combination with Local Maintenance and Improvement Grant Funding from the Georgia Department of Transportation.

Costs applied to construction in progress on these roadways for 2016 was \$41,655, for a total of \$475,936 construction in progress at September 30, 2017.

- At September 30, 2016, engineered drawings had been completed for the construction of an Animal Control Facility that will be located adjacent to the Peach County Law Enforcement Center on Spruce Street. This project was approved in the 2008 Special Purpose Local Option Sales Tax referendum. This project was put out for bid in 2011, but bids received exceeded available funding. Plans are being re-engineered to bring costs more in line with available funding. No additional expenditures were made toward the completion of this project in 2017. Therefore, construction in progress on this project remained at \$31,123 at the close of 2017.
- Work is just underway to construct an alternate entrance into South Peach Recreation Park. The proposed design has the new entrance coming off of Courtland Avenue in Fort Valley. Peach County obtained the majority of land needed for the road through a land transfer with the City of Fort Valley. Peach County agreed to exchange its property located on Jailhouse Alley where the Fort Valley station of the Peach County Emergency Medical Service was located prior to moving to the new Public Safety Facility on Highway 341 South in Fort Valley. The project is nearing the completion of the design phase. This project was recorded at \$15,853 construction in progress at September 30, 2017.
- Work has been completed of the facilities systems upgrade as contracted through Energy Systems Group. Construction in Progress was reduced by \$1,887,267, to reflect the completion of construction as of September 30, 2017. The upgrade of the lighting will bring the county in compliance with federal regulations. The upgrade to the HVAC and building automation will help curve the cost for utilities. The upgrade to the VRF system will provide increased security for the Courthouse and the new flash valves will decrease the possibility of tampering with the bathroom system at the LEC.
- Work in underway to install ten additional sirens in various county locations, the total increase in construction in progress at the end of September 30, 2017 was \$167,935. The installation of these ten sirens is expected to completed in FY18.
- Work is underway to repair and resurface Smith Road. Smith Road will be repaired and resurfaces in three phases. Funding for this improvement is a combination of 2008 SPLOST funds 2016 Local Maintenance and Improvement Grant Funding from the Georgia Department of Transportation. As of September 30, 2017, the Construction in Progress has recorded a total of \$9,898 for this improvement.
- The Board of Commissioners approved to hire Triple Point Engineering Firm to perform surveys and investigative engineering to address the drainage issues on Beverly Road. As of September 30, 2017, the Construction in Progress has recorded a total of \$11,250 for this project.

Funding for capital assets installed in 2017 included 4% from General Revenues, 84% from the 2015 Special Local Option Sales Tax fund, and 12% from the Forfeiture Special Revenue Fund. Funding applied in 2017 for additions made to projects still included in Construction in Progress included 14% in General Revenues, 5% in 2004 Special Purpose Local Option Sales Tax Funds, less than 24% in 2008 Special Purpose Local Option Sales Tax Funds, and 57% in 2015 Special Purpose Local Option Sales Tax Funds.

Capital assets that are no longer providing a benefit to the County or serving a useful purpose due to age and/or condition are formally declared surplus and removed from the listing of capital assets. The capital assets disposed in 2017 include the following:

ID#	DISPOSED	COST	SALVAGE VALUE	ACCUMULATED DEPRECIATION	NET BOOK VALUE
1101	2008 Ford Crown Victoria	\$ 26,079.00	\$ 500.00	\$ 25,579.00	\$ 500.00
1088	2003 Ford Crown Victoria	\$ 25,622.00	\$ 500.00	\$ 25,122.00	\$ 500.00
		\$ 51,701.00	\$ 1,000.00	\$ 50,701.00	\$ 1000.00

CONSTRUCTION IN PROGRESS AT 9/30/2017

			Balance
1575	Public Works Operations Center	General Revenues	\$ 9,788
1631	South Peach Park Trail	General Revenues	\$ 26,605
1661	Beverly Road Drain	General Revenues	\$ 11,250
1423	Road Improvements - Gracewood	2004 SPLOST	\$ 4,729
1426	Road Improvements - Fullwood Road	2004 SPLOST	\$ 189,830
1428	Road Improvements - Clint Howard Road	2004 SPLOST	\$ 42,858
1441	Road Improvements - Brock Road	2004 SPLOST	\$ 4,500
1608	Road Improvements - Preston Road	2004 SPLOST	\$ 40,855
1609	Road Improvements - Sharon Road	2004 SPLOST	\$ 18,799
1632	Barrow Road Culvert Replacement	2004 SPLOST	\$ 11,808
1633	Lakeside Drive Culvert Replacement	2004 SPLOST	\$ 10,490
1436	Road Improvements - Smyrna Church Road	2008 SPLOST	\$ 152,067
1516	Animal Control Facility	2008 SPLOST	\$ 31,123
1583	South Peach Recreation Park - New Entrance Road	2008 SPLOST	\$ 15,854
1634	Smith Road	2008 SPLOST	\$ 9,899
1663	Sirens	2008 SPLOST	\$ 167,936
1591	Southwest Peach County Sanitary Sewer Project	2015 SPLOST	\$ 2,988,517
			<u>\$ 3,736,908</u>

Peach County's Funding Sources for Capital Assets in 2017

	ASSETS INSTALLED	% OF TOTAL	CIP ADDITIONS	% OF TOTAL	TOTAL	% OF TOTAL
General Revenues	\$ 20,000	2.99%	\$ 30,780	9.78%	\$ 50,780	5.16%
2004 SPLOST	\$ -	0.00%	\$ 41,655	13.23%	\$ 41,655	4.23%
2008 SPLOST	\$ -	0.00%	\$ 183,695	58.36%	\$ 183,695	18.66%
2015 SPLOST	\$ 387,222	57.83%	\$ 58,648	18.63%	\$ 445,870	45.30%
Forfeiture Fund	\$ 54,823	8.19%	\$ -	0.00%	\$ 54,823	5.57%
Donated Assets	\$ 207,500	30.99%	\$ -	0.00%	\$ 207,500	21.08%
	<u>\$ 669,545</u>	100.00%	<u>\$ 314,778</u>	100.00%	<u>\$ 984,324</u>	100.00%

Additional information on the County's capital assets can be found in Note 9 of this report.

Long-Term Debt. As of September 30, 2017, Peach County's long-term debt for Governmental Activities totaled \$7,940,972, which consisted of the following items:

In 2014, Peach County entered into a four (4) year capital lease at 1.48% interest with Suntrust to purchase two (2) new 2014 G4500 ambulances, totaling \$239,266. Payments made from the General Fund toward this capital lease in 2017 totaled \$60,388, bringing the balance to zero as of September 30, 2017.

In 2015, Peach County entered into a three (3) year capital lease with Bancorp South to purchase heavy road equipment, totaling \$228,127, including a Case 750M Dozer for \$90,447 and a Case 210 Excavator for \$137,980. Payments totaling \$61,652 were made in 2017 toward this capital lease from 2015 Special Purpose Local Option Sales Tax Funds, bringing the balances down to \$28,309 on the dozer and \$43,329 on the excavator as of September 30, 2017.

In 2016, Peach County entered into a fifteen (15) year capital lease at a fixed 2.66% interest rate with Bank of America for a total of \$3,677,397, to purchase and upgrade various facility systems including HVAC, lighting, electrical, computer technology infrastructure, and systems controls throughout County facilities. Payments totaling \$162,618 toward this capital lease from the 2015 Special Purpose Local Option Sales Tax Fund, bringing the balance down to \$3,514,779.

Contracts payable, a joint undertaking with the Development Authority of Peach County and the City of Warner Robins via intergovernmental agreement to pay for \$1,680,000 (70%) of the total \$2,400,000 Industrial Development Revenue Bond, to finance part of a purchase of land.

Landfill Post Closure Costs were recorded at \$2,256,800 as of September 30, 2017. This includes an estimate of \$1,536,600 in post closure care costs over the remaining nine (8) years of a thirty (30) year obligation on the Housers Mill Landfill which began when the landfill was closed in 1995. Also included is \$720,200 in post closure care costs, which represents Peach County's 47.93% pro rata ownership in the Macon County Landfill through an agreement with the Middle Georgia Regional Solid Waste Management Authority, which includes Macon County, Dooly County, and Peach County.

Compensated Absences were recorded at \$417,755 as of September 30, 2017. This includes the value of accrued and unused annual leave for all regular employees at the close of the budget year on September 30, 2017.

Additional information on the County's long-term debt and the County's relationship and financial responsibility to the Middle Georgia Regional Solid Waste Management Authority can be found in Note 11 and Note 13 of this report.

Economic Factors and Next Year's Budgets

- The Georgia Department of Labor has indicated that the December 2017 unemployment rate for Peach County is 5.2%, which has continued to show improvement when compared to the 6.6% rate recorded for December 2016 and the 6.8% rate recorded for December 2015. However, Peach County's unemployment rate still falls short of the 4.8% rate recorded at December 2017 for the middle Georgia region, the statewide rate of 4.4%, and the national rate of 4.1%.
- Central Georgia Technical College has partnered with Peach County to open a new Regional Workforce Development Center in Peach County. The facility has been constructed with a combination of funding, including a \$500,000 Employment Incentive Program Grant, an additional grant award of \$500,000 through the OneGeorgia Authority, and \$3,000,000 approved for this purpose in the 2015 Special Purpose Local Option Sales Tax. The Development Authority of Peach County donated approximately ten (10) acres of land in the South Peach Industrial Park on James E. Khoury Drive for the facility. The primary focus of this project is to enhance the local workforce by providing even more accessible educational opportunities to reduce the unemployment rates of individuals living in the middle Georgia area.
- Construction is nearing completion of Phase 1 of the Southwest Peach County Sanitary Sewer Project to install needed sewer infrastructure in and around the Ponderosa Subdivision in Fort Valley, Georgia, which was funded by the 2000 SPLOST Fund and \$500,000 from a Community Development Block Grant to assist in a portion of the project area where residents met low to moderate income requirements. Design plans are complete and property and easement acquisition is underway for Phase 2 of the project, which is to be funded with an additional \$2,000,000 approved by the voters in the 2015 Special Purpose Local Option Sales Tax referendum. At the conclusion of the project, the infrastructure will be donated to the City of Fort Valley, and the sewer system will be operated by the Fort Valley Utility Commission. It is anticipated that the City of Fort Valley will annex the project area into the incorporated limits of Fort Valley, and property owners in the project area will thereafter be required to pay property taxes levied by the City of Fort Valley and will be eligible to receive services provided by the City of Fort Valley.
- In 2014, the Peach County Board of Commissioners increased the millage rate by one mil, which has generated approximately \$650,000 in additional tax revenues annually. At this time, 40% of the one mil increase is dedicated to funding closure and post closure care costs. This increase in conjunction with the increase in the solid waste fee from \$144 to \$204 annually for providing door to door residential solid waste collection in the

unincorporated areas of Peach County is believed to be sufficient to eliminate the annual reduction in the County's fund balance and provide the County a greater level of financial stability.

Requests for Information

This financial report is designed to provide a general overview of Peach County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Michaela Jones Peach County Assistant Finance Director, Peach County, 213 Persons Street, Fort Valley, Georgia 31030.

BASIC FINANCIAL STATEMENTS

PEACH COUNTY, GEORGIA
STATEMENT OF NET POSITION
September 30, 2017

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Current assets				
Cash and cash equivalents	\$ 10,453,266	\$ 912,058	\$ 11,365,324	\$ 972,543
Investments	0	0	0	1,813,472
Receivables (net)				
Accounts	596,176	1,027,556	1,623,732	4,001
Intergovernmental	190,942	0	190,942	52,381
Taxes	9,029,157	0	9,029,157	0
Prepaid items	322,280	0	322,280	8,525
Property held for resale	0	0	0	1,000
Total current assets	<u>20,591,821</u>	<u>1,939,614</u>	<u>22,531,435</u>	<u>2,851,922</u>
Noncurrent assets				
Capital assets				
Non-depreciable	6,231,357	0	6,231,357	498,178
Depreciable (net)	43,643,938	0	43,643,938	2,906,987
Total noncurrent assets	<u>49,875,295</u>	<u>0</u>	<u>49,875,295</u>	<u>3,405,165</u>
Total assets	<u>70,467,116</u>	<u>1,939,614</u>	<u>72,406,730</u>	<u>6,257,087</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows of resources - pension	1,526,038	24,602	1,550,640	291,252
LIABILITIES				
Current liabilities				
Payables				
Accounts	664,043	240,492	904,535	44,827
Interest	11,009	0	11,009	0
Accrued liabilities	203,415	5,306	208,721	12,468
Compensated absences	83,551	0	83,551	7,222
Unearned revenue	0	959,251	959,251	0
Capital leases payable	289,909	0	289,909	0
Landfill post-closure care costs	192,075	0	192,075	0
Total current liabilities	<u>1,444,002</u>	<u>1,205,049</u>	<u>2,649,051</u>	<u>64,517</u>
Noncurrent liabilities				
Compensated absences	334,204	0	334,204	65,326
Net pension liability	2,987,189	47,778	3,034,967	981,751
Capital leases payable	3,296,508	0	3,296,508	0
Contracts payable	1,680,000	0	1,680,000	0
Landfill post-closure care costs	2,064,725	0	2,064,725	0
Total noncurrent liabilities	<u>10,362,626</u>	<u>47,778</u>	<u>10,410,404</u>	<u>1,047,077</u>
Total liabilities	<u>11,806,628</u>	<u>1,252,827</u>	<u>13,059,455</u>	<u>1,111,594</u>

PEACH COUNTY, GEORGIA
STATEMENT OF NET POSITION
September 30, 2017

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
DEFERRED INFLOWS OF RESOURCES				
Property taxes levied for subsequent year	\$ 8,752,312	\$ 0	\$ 8,752,312	\$ 0
Deferred inflows of resources - pension	103,788	1,674	105,462	42,894
Total deferred inflows of resources	8,856,100	1,674	8,857,774	42,894
NET POSITION				
Net investment in capital assets	46,260,081	0	46,260,081	3,405,165
Restricted for:				
Law library operations	38,381	0	38,381	0
Juvenile programs	955	0	955	0
Sheriff facilities, equipment, and operations	171,858	0	171,858	0
Transit system operations	142	0	142	0
LMIG projects	503,476	0	503,476	0
Capital outlay	3,344,096	0	3,344,096	0
Permanent fund	0	0	0	30,922
Unrestricted	1,011,437	709,715	1,721,152	1,957,764
Total net position	\$ 51,330,426	\$ 709,715	\$ 52,040,141	\$ 5,393,851

PEACH COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
For the fiscal year ended September 30, 2017

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Net (Expense) Revenue
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government					
Governmental activities					
General Government	\$ 3,754,396	\$ 295,466	\$ 10,640	\$ 0	\$ (3,448,290)
Judicial	1,665,536	379,389	33,371	0	(1,252,776)
Public Safety	9,489,416	2,319,921	13,974	207,500	(6,948,021)
Public Works	3,529,125	57,856	126,735	414,190	(2,930,344)
Health and Welfare	288,609	0	72,052	0	(216,557)
Culture and Recreation	828,046	54,954	0	0	(773,092)
Housing and Development	2,152,561	0	0	0	(2,152,561)
Interest on long-term debt	99,368	0	0	0	(99,368)
Total governmental activities	21,807,057	3,107,586	256,772	621,690	(17,821,009)
Business-type activities					
Solid Waste	1,285,525	1,073,484	0	0	(212,041)
Total primary government	23,092,582	4,181,070	256,772	621,690	(18,033,050)
Component Units					
Development Authority					
Housing and Development	949,788	20,175	124,188	0	(805,425)
Peach Public Libraries					
Culture and Recreation	521,010	17,346	420,854	48,646	(34,164)
Health Department					
Health and Welfare	664,036	205,492	417,426	0	(41,118)
Total component units	2,134,834	243,013	962,468	48,646	(880,707)
Primary Government					
	Governmental Activities	Business-Type Activities	Total	Component Units	
Change in net position					
Net (expense) revenue	\$ (17,821,009)	\$ (212,041)	\$ (18,033,050)	\$ (880,707)	
General revenues					
Taxes					
Property	10,436,145	0	10,436,145	0	
Sales	5,346,313	0	5,346,313	0	
Insurance premium	722,768	0	722,768	0	
Occupational	94,402	0	94,402	0	
Alcohol Excise	69,984	0	69,984	0	
Other	323,790	0	323,790	0	
Interest and investment earnings	2,332	0	2,332	6,179	
Other	157,778	0	157,778	0	
Transfers	(463,467)	463,467	0	0	
Total general revenues and transfers	16,690,045	463,467	17,153,512	6,179	
Change in net position	(1,130,964)	251,426	(879,538)	(874,528)	
Net position - beginning	52,461,390	458,289	52,919,679	6,268,379	
Net position - ending	\$ 51,330,426	\$ 709,715	\$ 52,040,141	\$ 5,393,851	

PEACH COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2017

	General	2008 SPLOST	2015 SPLOST	Nonmajor Governmental Funds	Totals
ASSETS					
Cash and cash equivalents	\$ 4,452,671	\$ 1,004,031	\$ 3,656,265	\$ 1,340,299	\$ 10,453,266
Receivables (net)					
Accounts	480,192	0	0	115,984	596,176
Intergovernmental	56,598	0	0	134,344	190,942
Taxes	8,731,054	0	296,557	1,546	9,029,157
Due from other funds	2,233,019	0	0	0	2,233,019
Prepaid items	322,280	0	0	0	322,280
Total assets	\$ 16,275,814	\$ 1,004,031	\$ 3,952,822	\$ 1,592,173	\$ 22,824,840
LIABILITIES					
Accounts payable	\$ 407,962	\$ 0	\$ 205,660	\$ 50,421	\$ 664,043
Accrued liabilities	203,415	0	0	0	203,415
Due to other funds	0	0	2,117,154	115,865	2,233,019
Total liabilities	611,377	0	2,322,814	166,286	3,100,477
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue					
Property taxes	8,933,861	0	0	0	8,933,861
FUND BALANCES					
Nonspendable					
Prepaid items	322,280	0	0	0	322,280
Restricted for:					
Law library operations	0	0	0	38,381	38,381
Juvenile programs	0	0	0	955	955
Sheriff facilities, equipment, and operations	0	0	0	171,858	171,858
Transit system operations	0	0	0	142	142
LMIG projects	0	0	503,476	0	503,476
Capital outlay	0	1,004,031	1,126,532	1,213,533	3,344,096
Assigned for:					
General government buildings and plants	109,557	0	0	0	109,557
Roads and bridges	79,793	0	0	0	79,793
Tourism	0	0	0	1,018	1,018
Subsequent budget	487,466	0	0	0	487,466
Unassigned	5,731,480	0	0	0	5,731,480
Total fund balances	6,730,576	1,004,031	1,630,008	1,425,887	10,790,502
Total liabilities, deferred inflows of resources, and fund balances	\$ 16,275,814	\$ 1,004,031	\$ 3,952,822	\$ 1,592,173	\$ 22,824,840

PEACH COUNTY, GEORGIA
RECONCILIATION OF THE BALANCE SHEET OF
GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET POSITION
September 30, 2017

Total fund balances - total governmental funds \$ 10,790,502

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

Some assets are not financial resources and therefore are not reported in the funds.
 These are:

Capital assets, net of accumulated depreciation 49,875,295

Revenues in the statement of activities that do not provide current financial resources
 are not reported as revenues in the funds. 181,549

Deferred outflows and inflows of resources related to pensions are applicable to future periods
 and, therefore, are not reported in the funds. These are:

Deferred outflows of resources - pension	\$ 1,526,038	
Deferred inflows of resources - pension	<u>(103,788)</u>	1,422,250

Some liabilities are not due and payable in the current period and therefore are not reported
 in the funds. These are:

Accrued interest	(11,009)	
Compensated absences	(417,755)	
Net pension liability	(2,987,189)	
Capital leases payable	(3,586,417)	
Contracts payable	(1,680,000)	
Landfill post-closure care costs	<u>(2,256,800)</u>	(10,939,170)

Net position of governmental activities \$ 51,330,426

PEACH COUNTY, GEORGIA
STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the fiscal year ended September 30, 2017

	General	2008 SPLOST	2015 SPLOST	Nonmajor Governmental Funds	Totals
REVENUES					
Taxes	\$ 13,684,557	\$ 0	\$ 3,356,107	\$ 7,915	\$ 17,048,579
Licenses and permits	68,206	0	0	0	68,206
Fines, fees and forfeitures	503,042	0	0	137,797	640,839
Charges for services	1,951,053	0	0	447,487	2,398,540
Intergovernmental	49,185	0	414,190	198,788	662,163
Interest	2,217	0	0	114	2,331
Contributions	8,800	0	0	0	8,800
Other	157,778	0	0	0	157,778
Total revenues	16,424,838	0	3,770,297	792,101	20,987,236
EXPENDITURES					
Current					
General Government	3,193,058	0	0	0	3,193,058
Judicial	1,629,085	0	0	11,063	1,640,148
Public Safety	7,924,343	0	0	537,151	8,461,494
Public Works	996,974	0	0	0	996,974
Health and Welfare	177,368	0	0	103,749	281,117
Culture and Recreation	713,760	0	0	0	713,760
Housing and Development	2,036,750	0	0	9,760	2,046,510
Capital outlay	0	22,710	773,046	78,877	874,633
Debt service	61,281	0	372,602	0	433,883
Intergovernmental	0	0	1,208,198	0	1,208,198
Total expenditures	16,732,619	22,710	2,353,846	740,600	19,849,775
Excess (deficiency) of revenues over (under) expenditures	(307,781)	(22,710)	1,416,451	51,501	1,137,461
Other financing sources (uses)					
Transfers in	0	0	0	33,581	33,581
Transfers out	(497,048)	0	0	0	(497,048)
Proceeds from contracts payable	1,680,000	0	0	0	1,680,000
Total other financing sources (uses)	1,182,952	0	0	33,581	1,216,533
Net change in fund balance	875,171	(22,710)	1,416,451	85,082	2,353,994
Fund balances, October 1	5,855,405	1,026,741	213,557	1,340,805	8,436,508
Fund balances, September 30	\$ 6,730,576	\$ 1,004,031	\$ 1,630,008	\$ 1,425,887	\$ 10,790,502

PEACH COUNTY, GEORGIA
RECONCILIATION OF THE STATEMENT OF
REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the fiscal year ended September 30, 2017

Net change in fund balances - total governmental funds \$ 2,353,994

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlays	\$ 776,823	
Depreciation	<u>(2,828,820)</u>	(2,051,997)

In the statement of activities, the gain/loss on the disposal of assets is reported, whereas in the governmental funds, the proceeds from the sale of capital assets increases financial resources.

Cost of assets disposed	(51,701)	
Related accumulated depreciation	<u>50,701</u>	(1,000)

Contributions of capital assets increase net position in the statement of activities, but do not appear in the governmental funds because they are not financial resources.

Other governments		207,500
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Governmental funds report pension contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.

Pension contributions	492,050	
Cost of benefits earned net of employee contributions	<u>(926,872)</u>	(434,822)

The proceeds of debt issuance, net of premiums, discounts and issuance costs provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. In addition, interest on long-term debt is not recognized in the governmental funds until due, but is recognized in the statement of activities as it accrues.

Proceeds from contracts payable	(1,680,000)	
Debt principal payments	284,658	
Net change in interest payable	<u>49,857</u>	(1,345,485)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. These include recognition of unavailable revenue. (55,179)

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

Compensated absences	(7,608)	
Landfill post-closure care costs	<u>203,633</u>	196,025

Change in net position of governmental activities		<u>\$ (1,130,964)</u>
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PEACH COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP) AND ACTUAL
For the fiscal year ended September 30, 2017

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 13,523,323	\$ 13,523,323	\$ 13,684,557	\$ 161,234
Licenses and permits	72,607	72,607	68,206	(4,401)
Fines, fees and forfeitures	325,241	325,241	503,042	177,801
Charges for services	2,016,627	2,016,627	1,951,053	(65,574)
Intergovernmental	490,814	195,989	49,185	(146,804)
Interest	3,957	3,957	2,217	(1,740)
Contributions	0	12,330	8,800	(3,530)
Other	72,483	76,756	157,778	81,022
Total revenues	16,505,052	16,226,830	16,424,838	198,008
EXPENDITURES				
Current				
General Government				
County Commissioners	585,505	658,950	658,903	47
Elections	159,815	182,247	182,237	10
Board of Equalization	6,680	3,432	3,429	3
Data Processing	238,136	206,419	206,197	222
Human Resources	2,960,193	11,843	11,706	137
Tax Commissioner	238,826	294,091	294,081	10
Tax Assessor	371,113	481,132	481,121	11
Risk Management	418,500	453,012	453,010	2
General Government Buildings and Plant	538,689	845,024	783,494	61,530
Other General Government	106,473	118,882	118,880	2
Judicial				
Superior Court	97,447	120,608	120,820	(212)
Clerk of Superior Court	207,090	255,407	255,399	8
District Attorney	198,239	185,694	185,687	7
District Attorney - Victim Witness	75,220	92,007	91,578	429
Magistrate Court	202,566	260,320	260,311	9
Probate Court	208,834	243,765	243,755	10
Juvenile Court	85,044	110,567	110,560	7
Public Defender	337,578	360,977	360,975	2
Public Safety				
Sheriff	1,700,424	2,200,498	2,200,342	156
Jail	1,681,830	2,176,555	2,176,247	308
Drug Rehab and Training	63,933	81,506	81,501	5
Probation	1,240	1,315	1,313	2
Fire Department	903,654	1,154,692	1,154,933	(241)
Emergency Medical Services	1,085,154	1,473,735	1,473,207	528
Coroner	31,914	38,456	38,453	3
E911	500,076	708,344	708,326	18
Emergency Management	73,219	94,974	90,021	4,953
Public Works				
Public Works Department	185,474	184,856	184,420	436
Roadways and Walkways	945,599	816,952	791,905	25,047
Solid Waste Disposal	18,000	20,650	20,649	1

PEACH COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP) AND ACTUAL
For the fiscal year ended September 30, 2017

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES (continued)				
Current				
Health and Welfare				
Health	\$ 99,300	\$ 99,000	\$ 99,000	\$ 0
Welfare	23,600	20,700	20,700	0
Community Services	43,317	57,671	57,668	3
Culture and Recreation				
Recreation Department	318,599	427,938	422,493	5,445
Libraries	289,882	291,269	291,267	2
Housing and Development				
County Agent	41,454	46,752	46,747	5
Georgia Forestry Commission	3,042	3,042	3,042	0
Planning and Zoning	182,677	223,453	223,447	6
Economic Development Administration	73,930	1,754,014	1,754,014	0
Economic Opportunity	4,500	4,500	4,500	0
Community Promotion	0	5,000	5,000	0
Debt service				
Principal	0	60,388	60,387	1
Interest and Other Charges	0	894	894	0
Total expenditures	<u>15,306,766</u>	<u>16,831,531</u>	<u>16,732,619</u>	<u>98,912</u>
Excess (deficiency) of revenues over expenditures	<u>1,198,286</u>	<u>(604,701)</u>	<u>(307,781)</u>	<u>296,920</u>
Other financing sources (uses)				
Transfers in	500,000	500,000	0	(500,000)
Transfers out	(828,252)	(507,878)	(497,048)	10,830
Proceeds from contracts payable	0	1,680,000	1,680,000	0
Contingency	(870,034)	(1,067,421)	0	1,067,421
Total other financing sources (uses)	<u>(1,198,286)</u>	<u>604,701</u>	<u>1,182,952</u>	<u>578,251</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	0	875,171	875,171
Fund balances, October 1	<u>0</u>	<u>0</u>	<u>5,855,405</u>	<u>5,855,405</u>
Fund balances, September 30	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 6,730,576</u></u>	<u><u>\$ 6,730,576</u></u>

PEACH COUNTY, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2017

	Solid Waste
ASSETS	
Current assets	
Cash and cash equivalents	\$ 912,058
Accounts receivable (net)	1,027,556
Total assets	1,939,614
 DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows of resources - pension	24,602
 LIABILITIES	
Current liabilities	
Accounts payable	240,492
Accrued liabilities	5,306
Unearned revenue	959,251
Total current liabilities	1,205,049
 Noncurrent liabilities	
Net pension liability	47,778
Total liabilities	1,252,827
 DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of resources - pension	1,674
 NET POSITION	
Unrestricted	709,715
Total net position	\$ 709,715

PEACH COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the fiscal year ended September 30, 2017

	Solid Waste
OPERATING REVENUES	
Refuse collection fees	\$ 1,068,639
Other	4,845
Total operating revenues	<u>1,073,484</u>
OPERATING EXPENSES	
Salaries and benefits	192,946
Contract services	1,067,971
Supplies	24,608
Total operating expenses	<u>1,285,525</u>
Net income (loss) before transfers	(212,041)
Transfers	
Transfers in	<u>463,467</u>
Change in net position	251,426
Net position, October 1	<u>458,289</u>
Net position, September 30	<u><u>\$ 709,715</u></u>

PEACH COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the fiscal year ended September 30, 2017

	<u>Solid Waste</u>
Cash flows from operating activities:	
Receipts from customers	\$ 1,019,836
Payments to employees	(184,334)
Payments to suppliers	(938,332)
Other receipts	4,845
	<hr/>
Net cash provided (used) by operating activities	(97,985)
Cash flows from non-capital financing activities:	
Receipts from other funds	463,467
	<hr/>
Net increase (decrease) in cash and cash equivalents	365,482
Cash and cash equivalents, October 1	546,576
	<hr/>
Cash and cash equivalents, September 30	\$ 912,058
	<hr/> <hr/>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:	
Operating income (loss)	\$ (212,041)
	<hr/>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
(Increase) decrease in accounts receivable	9,448
(Increase) decrease in deferred outflows of resources - pension	(2,174)
Increase (decrease) in accounts payable	154,247
Increase (decrease) in accrued liabilities	1,598
Increase (decrease) in unearned revenue	(58,251)
Increase (decrease) in deferred inflows of resources - pension	(429)
Increase (decrease) in net pension liability	9,617
	<hr/>
Total adjustments	114,056
	<hr/>
Net cash provided (used) by operating activities	\$ (97,985)
	<hr/> <hr/>

PEACH COUNTY, GEORGIA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
September 30, 2017

	Agency Funds
ASSETS	
Cash and cash equivalents	\$ 1,810,441
Taxes receivable, net	20,231,855
Total assets	\$ 22,042,296
LIABILITIES	
Due to others	\$ 22,042,296
Total liabilities	\$ 22,042,296

PEACH COUNTY, GEORGIA
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
September 30, 2017

	<u>Development Authority</u>	<u>Peach Public Libraries</u>	<u>Health Department</u>	<u>Totals</u>
ASSETS				
Current assets				
Cash and cash equivalents	\$ 245,547	\$ 85,587	\$ 641,409	\$ 972,543
Investments	1,529,582	283,890	0	1,813,472
Accounts receivable (net)	0	700	3,301	4,001
Intergovernmental receivables	0	0	52,381	52,381
Prepaid items	8,525	0	0	8,525
Property held for resale	1,000	0	0	1,000
	<u>1,784,654</u>	<u>370,177</u>	<u>697,091</u>	<u>2,851,922</u>
Noncurrent assets				
Capital assets				
Non-depreciable	331,178	167,000	0	498,178
Depreciable (net)	1,346,371	1,559,457	1,159	2,906,987
	<u>1,677,549</u>	<u>1,726,457</u>	<u>1,159</u>	<u>3,405,165</u>
Total assets	<u>3,462,203</u>	<u>2,096,634</u>	<u>698,250</u>	<u>6,257,087</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows of resources - pensions	<u>0</u>	<u>102,606</u>	<u>188,646</u>	<u>291,252</u>
LIABILITIES				
Current liabilities				
Accounts payable	14,734	6,309	23,784	44,827
Accrued liabilities	3,303	660	8,505	12,468
Compensated absences	0	7,222	0	7,222
	<u>18,037</u>	<u>14,191</u>	<u>32,289</u>	<u>64,517</u>
Noncurrent liabilities				
Compensated absences	0	14,757	50,569	65,326
Net pension liability	0	421,906	559,845	981,751
	<u>0</u>	<u>436,663</u>	<u>610,414</u>	<u>1,047,077</u>
Total liabilities	<u>18,037</u>	<u>450,854</u>	<u>642,703</u>	<u>1,111,594</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows of resources - pensions	<u>0</u>	<u>37,420</u>	<u>5,474</u>	<u>42,894</u>

PEACH COUNTY, GEORGIA
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
September 30, 2017

NET POSITION	Development Authority	Peach Public Libraries	Health Department	Totals
Investment in capital assets	\$ 1,677,549	\$ 1,726,457	\$ 1,159	\$ 3,405,165
Restricted for permanent fund	0	30,922	0	30,922
Unrestricted	1,766,617	(46,413)	237,560	1,957,764
Total net position	\$ 3,444,166	\$ 1,710,966	\$ 238,719	\$ 5,393,851

PEACH COUNTY, GEORGIA
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
For the fiscal year ended September 30, 2017

	Development Authority	Peach Public Libraries	Health Department	Totals
Expenses				
Health and Welfare	\$ 0	\$ 0	\$ 664,036	\$ 664,036
Culture and Recreation	0	521,010	0	521,010
Housing and Development	949,788	0	0	949,788
Total expenses	<u>949,788</u>	<u>521,010</u>	<u>664,036</u>	<u>2,134,834</u>
Program revenues				
Charges for services	20,175	17,346	205,492	243,013
Operating grants and contributions	124,188	420,854	417,426	962,468
Capital grants and contributions	0	48,646	0	48,646
Total program revenues	<u>144,363</u>	<u>486,846</u>	<u>622,918</u>	<u>1,254,127</u>
Net (expense) revenue	(805,425)	(34,164)	(41,118)	(880,707)
General revenues				
Interest and investment earnings	4,902	613	664	6,179
Change in net position	(800,523)	(33,551)	(40,454)	(874,528)
Net position - beginning	<u>4,244,689</u>	<u>1,744,517</u>	<u>279,173</u>	<u>6,268,379</u>
Net position - ending	<u>\$ 3,444,166</u>	<u>\$ 1,710,966</u>	<u>\$ 238,719</u>	<u>\$ 5,393,851</u>

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

1. Description of Government Unit

Peach County, Georgia was created by a legislative act in the State of Georgia on November 4, 1924. The County operates under a five member Commission appointed-Administrator form of government. The County provides the following services: public safety, public works, recreation, health and welfare services, conservation and development, and general administrative services.

2. Summary of Significant Accounting Policies

A. Description of Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

B. Reporting Entity

As required by generally accepted accounting principles, the financial statements of the reporting entity include those of Peach County (the primary government) and material component units. The component units discussed below are included in the County's reporting entity because of the significance of its operational and financial relationship with the County.

In conformity with generally accepted accounting principles, as set forth in Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*, as amended by Statement No. 61, the financial statements of component units have been included either as blended or discretely presented component units.

Blended Component Units – Blended component units, although legally separate entities, are, in substance, part of the Government's operations.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

2. Summary of Significant Accounting Policies (continued)

B. Reporting Entity, continued

Discretely Presented Component Units – Discretely presented component units are reported in a separate column in the combined financial statements to emphasize it is legally separate from the government.

Peach County Health Department – The Health Department is governed by a seven member board, of which five members are either County officials or members appointed by the governing authority of the County. The two remaining members are appointed by the City of Fort Valley. Although the County does not have the authority to modify and approve the Health Department's budget, the County provides financial support to the Health Department. The Health Department has a June 30th year-end and is presented as a governmental type component unit. The Health Department's financial statements can be obtained by writing to the Peach County Health Department, 406 E Church Street, Fort Valley, Georgia 31030.

Development Authority of Peach County – The Development Authority is responsible for promoting industrial and commercial development within the City of Fort Valley and Peach County. The Development Authority is responsible for adopting its own annual budget and making its own operating decisions. The members of the governing board of the Development Authority are appointed by the Board of Commissioners of Peach County. Peach County provides substantially all funding for the Development Authority's annual budget and has contractually obligated itself to use its taxing powers to guarantee repayment of principal and interest on certain revenue bonds issued by the Development Authority; therefore, the Development Authority is fiscally dependent on Peach County. Separate financial statements for the Development Authority were not prepared. Financial information for the Development Authority is included in Peach County, Georgia's Annual Financial Report.

Peach Public Libraries – The Library operates to provide public library services for the citizens of Peach County. The Library Board consists of nine members appointed by the Board of Commissioners of Peach County. The Library is without authority to determine the amount of its funding; therefore, the Library is fiscally dependent on Peach County. Separate financial statements for the Library were not prepared. Financial information for the Peach Public Libraries is included in Peach County, Georgia's Annual Financial Report.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

2. Summary of Significant Accounting Policies (continued)

C. Basis of Presentation – Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the government's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As discussed earlier, the government has two discretely presented component units. While they are not considered to be major component units, they are nevertheless aggregated and shown in a separate column in the government-wide financial statements.

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

D. Basis of Presentation – Fund Financial Statements

The fund financial statements provide information about the government's funds, including its fiduciary funds and blended component units. Separate statements for each fund category—governmental, proprietary, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The County reports the following major governmental funds:

General Fund - The general operating fund of the County is used to account for all financial resources except those required to be accounted for in another fund.

2008 Special Purpose Local Option Sales Tax Capital Projects Fund – This fund is used to account for the revenues and expenditures relating to the County's 2008 one percent Special Purpose Local Option Sales Tax.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

2. Summary of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements, continued

2015 Special Purpose Local Option Sales Tax Capital Projects Fund – This fund is used to account for the revenues and expenditures relating to the County's 2015 one percent Special Purpose Local Option Sales Tax.

The County reports the following major proprietary funds:

Solid Waste Enterprise Fund – This fund is used to account for the fees and expenses associated with garbage collection and disposal services provided to the County's residents.

Additionally, the County reports the following fund types:

Governmental Fund Types

Special Revenue Funds - This fund type is used to account for specific revenues that are legally or donor restricted or committed to expenditure for particular purposes.

Capital Projects Funds - This fund type is used to account for financial resources to be used for the acquisition or construction of specifically planned projects (other than those financed by proprietary funds).

Fiduciary Fund Types

Agency Funds –Agency Funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that are held by the County as an agent to be expended in accordance with the conditions of its agency capacity.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

2. Summary of Significant Accounting Policies (continued)

D. Basis of Presentation – Fund Financial Statements, continued

During the course of operations the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

E. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

2. Summary of Significant Accounting Policies (continued)

E. Measurement Focus and Basis of Accounting, continued

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

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the government.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

2. Summary of Significant Accounting Policies (continued)

E. Measurement Focus and Basis of Accounting, continued

The proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting.

F. Revenues and Expenditures/Expenses

Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Solid Waste, Industrial Building, and Development Authority Enterprise Funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal services funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

G. Budgetary Information

Formal budgetary accounting is employed as a management control device for the General Fund, Special Revenue Funds, and Capital Projects Funds. Annual operating budgets are adopted each fiscal year through passage of an annual budget ordinance and amended as required for the General Fund and Special Revenue Funds and the same basis of accounting is used to reflect actual revenues and expenditures/expenses recognized on a generally accepted accounting principle basis.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

2. Summary of Significant Accounting Policies (continued)

G. Budgetary Information, continued

For the fiscal year ended September 30, 2017, annual budgets were adopted for the General Fund and all Special Revenue Funds. Budgets for the Capital Projects Funds are adopted on a project basis, spanning more than one fiscal year. The County Commission must approve any amendments to the budget. The County follows the following procedures in establishing budgetary data reflected in the financial statements:

1. During the first week of June, the Board of Commissioners meets with department heads for budget hearings.
2. Prior to July 1, the Finance Director submits to the Board of Commissioners a proposed operating budget for each department for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them.
3. The Board of Commissioners makes any necessary revisions to the budget before finalizing and the final budget is advertised during early July.
4. In late July, a public hearing is conducted to obtain taxpayer comments, giving notice thereof at least seven days in advance by publication in the official organ of the County.
5. Prior to the end of July, the budget is then adopted by the Board of Commissioners at a called meeting.
6. Budget amounts can be transferred between line items within any department with the exception of personnel, capital outlay, training, utilities, or telephone. Revisions to exceptions above or to the budget in total must be amended by formal action of the Board of Commissioners in a regular meeting.
7. Budget amounts are adopted on a basis consistent with generally accepted accounting principles (GAAP). Annual budgets are adopted for the General Fund and special revenue funds.
8. Formal budgetary integration is employed as a measurement control device during the year for the General Fund, the special revenue funds, and capital project funds. All appropriations lapse at year end.

Budget amounts are as originally adopted, or as amended by the Board of Commissioners. The supplementary budgetary appropriations made are reflected in the final budget amounts.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

2. Summary of Significant Accounting Policies (continued)

H. Cash and Investments

Cash and equivalents, as reported in the statement of cash flows, includes amounts in demand deposits, amounts with fiscal agents, and investments with an original maturity at three months or less. Investments are reported at fair value with accrued interest shown under a separate caption on the balance sheet. Reinvested interest on certain debt service and capital projects investments is included in the investment accounts.

I. Intergovernmental Receivables

Receivables from state, federal, and local governments are recorded as revenue for the period of the allocation or as earned based on expenditures made for which reimbursement is due.

J. Inventories

Inventories are valued at cost on the first-in, first-out method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

K. Prepaid Items

Payments made to vendors for services that will benefit periods beyond September 30, 2017 are recorded as prepaid items. The costs of governmental fund-type prepaid items are recorded as expenditures when consumed rather than when purchased.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

2. Summary of Significant Accounting Policies (continued)

L. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (i.e., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets, not including infrastructure are defined by the County as assets with an initial, individual cost of \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value. The County has elected to capitalize all general infrastructure assets regardless of the acquisition date and has used the estimated historical cost to value these assets.

Major outlays for capital assets and improvements are capitalized as projects as constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

The costs of normal maintenance and repairs that do not add value or materiality extend the life of the asset are charged to operations as incurred. Costs of major additions and improvements are capitalized.

Depreciation is computed using the straight-line method over the estimated useful lives of the respective assets ranging as follows:

	Useful Life in Years
Land	N/A
Buildings	20-50
Improvements other than buildings	20-50
Infrastructure	20-50
Equipment	5-20

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

2. Summary of Significant Accounting Policies (continued)

L. Capital Assets, continued

Depreciation for the component units is computed using the straight-line method over the estimated useful lives of the respective assets ranging as follows:

	Useful Life in Years
Development Authority:	
Buildings and improvements	40
Vehicles and equipment	5
Peach Public Libraries:	
Buildings	60
Library books and materials	10
Health Department:	
Computer equipment	5
Furniture and other equipment	10

M. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The County reports deferred outflows of resources related to their defined benefit pension plan.

In addition to liabilities, the statement of financial position will sometimes report 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 has one type of item that arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and intergovernmental. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The County also reports deferred inflows of resources related to their defined benefit pension plan.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

2. Summary of Significant Accounting Policies (continued)

N. Compensated Absences

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

O. Net Position Flow Assumption

Sometimes the County will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

P. Fund Balance Flow Assumption

Sometimes the County will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted fund balance to have been depleted 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, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

2. Summary of Significant Accounting Policies (continued)

Q. Restricted Assets and Restricted Net Position

Restricted assets represent certain resources restricted by funding source or required to be set aside for the repayment of debt. They are maintained in a separate bank account and their use is limited.

Restricted net position is equal to the excess of the restricted assets funded from operations over the liabilities to be paid with restricted assets which are due in one year or less. Restricted assets exclude bond proceeds for calculation of restricted net position.

R. Fund Balances – Governmental Funds

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

Fund Balance – Generally, fund balance represents the difference between the assets and liabilities and deferred inflows of resources under the current financial resources management focus of accounting. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purpose for which amounts in those funds can be spent.

In the fund financial statements, governmental funds report the following classifications of fund balance:

Nonspendable – includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact. All amounts reported as nonspendable at September 30, 2017 by the County are nonspendable in form. The County has not reported any amounts that are legally or contractually required to be maintained intact.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

2. Summary of Significant Accounting Policies (continued)

R. Fund Balances – Governmental Funds, continued

Restricted – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.

Committed – includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Commissioners, the County's highest level of decision making authority, which include the language "committed for the purpose of". Commitments may be modified or rescinded only through adoption of a subsequent resolution, which shall refer to the original resolution by its number.

Assigned – includes amounts that are intended to be used by the County for a specific purpose, but do not meet the definition of restricted or committed fund balance. Intent can only be expressed by the Board of Commissioners or their designee. Assigned Fund Balance differs from Committed Fund Balance in that assignments do not require a resolution.

Unassigned – includes amounts that do not fall into one of the above four categories. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. In addition, any remaining deficits in the County's governmental funds which remain after all other fund balances have been exhausted are classified as unassigned.

For the purposes of fund balance classification, the County considers restricted amounts spent first when an expenditure is incurred for which both restricted and unrestricted fund balance is available. Furthermore, when an expenditure is incurred for purposes for which amounts in any of the unrestricted classifications of fund balance can be used, then committed amounts are spent first, followed by assigned amounts, and then unassigned amounts.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

2. Summary of Significant Accounting Policies (continued)

S. Net Position

Net position represents the difference between assets and liabilities in reporting which utilizes the economic resources measurement focus. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e., the amount that the County has spent) for the acquisition, construction or improvement of those assets. Net position is reported as restricted using the same definition as used for restricted fund balance as described in the section above. All other net position is reported as unrestricted.

T. Long-Term Obligations

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

In the fund financial statements, governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. The face amount of debt issued is reported as any other financing source. Premiums received on debt issuances are reported as other financial sources while discounts on debt issuances are reported as other financing uses. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

U. Capital Contributions

Federal, state and local government assistance in the form of grants that are permanent in nature and restricted for the construction or acquisition of specific property and equipment is recorded as an asset and as non-operating revenue.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

2. Summary of Significant Accounting Policies (continued)

V. Management Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenditures/expenses during the period. Actual results could differ from those estimates.

3. Deposit and Investment Risk

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a financial institution failure, the County's deposits may not be returned. The County follows the State of Georgia requirement that all deposits be federally insured or fully collateralized.

Interest Rate Risk

In accordance with its investment policy, the County shall seek to ladder the maturities of its portfolio to correspond with known project cash flow needs, taking into consideration large recurring expenditure items, such as payroll and bond disbursements. The County shall seek to maintain a weighted-average maturity of the total portfolio not to exceed one year.

Credit Risk, Concentration of Credit Risk, and Foreign Currency Risk

State of Georgia law limits investments to include certificates of deposit, prime bankers' acceptances, repurchase agreements, direct and agency obligations of the United States, obligations of any corporation of the United States government, obligations of the State of Georgia or other states, obligations of other political subdivisions of the State of Georgia, and pooled investment programs of the State of Georgia. The County investment policy does not further limit its investment choices other than a requirement that no instruments rated below an AAA rating may be purchased. All investments reported in the financial statements are certificates of deposit reported at fair value. The County investment policy does not restrict the amount the County may invest in any one issuer. The County has no investments denominated in a foreign currency.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

4. Accounts Receivable

Net accounts receivable at September 30, 2017 consist of the following:

Primary Government:

Major Funds

General Fund		\$ 480,192
Solid Waste Enterprise Fund		1,027,556

Nonmajor Funds

Jail Inmate Canteen Special Revenue Fund	\$ 2,109	
E911 Special Revenue Fund	<u>113,875</u>	<u>115,984</u>

Total primary government		<u><u>\$ 1,623,732</u></u>
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Component Units

Peach Public Libraries		\$ 700
Health Department		<u>3,301</u>

Total component units		<u><u>\$ 4,001</u></u>
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5. Intergovernmental Receivables

Intergovernmental receivables at September 30, 2017 consist of the following:

Primary Government:

Major Funds

General Fund		
Georgia Department of Corrections	\$ 400	
Crawford County, Georgia	14,959	
Peach County Board of Education	34,436	
City of Byron, Georgia	5,197	
City of Fort Valley, Georgia	<u>1,606</u>	\$ 56,598

Nonmajor Funds

Transit System Special Revenue Fund		
Georgia Department of Transportation	7,608	
Sales Tax Capital Projects Fund		
Georgia Department of Natural Resources	<u>126,736</u>	<u>134,344</u>

Total primary government		<u><u>\$ 190,942</u></u>
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Component Units:

Health Department		
Georgia Department of Public Health		<u><u>\$ 52,381</u></u>

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

6. Property Taxes

Property taxes for the 2017 fiscal year were levied on July 26, 2016 and billed on September 15, 2016. Property values were assessed as of January 1, 2016. Bills are payable on or before December 20, 2016, after which the applicable property is subject to lien and penalties and interest as assessed. Property taxes levied during 2016 are for fiscal year 2017.

7. Interfund Receivables and Payables

A summary of interfund receivables and payables as of September 30, 2017 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	2015 SPLOST	\$ 2,117,154
	Nonmajor Governmental	115,865
		<u>\$ 2,233,019</u>

The balances reported as Due to/Due from resulted from the time lag between the dates that transactions are recorded in the accounting system and payments between the funds are made. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

8. Interfund Transfers

A summary of interfund transfers as of September 30, 2017 is as follows:

<u>Transfer Out Fund</u>	<u>Transfer In Fund</u>	<u>Amount</u>
General	Solid Waste	\$ 463,467
	Nonmajor Governmental	33,581
		<u>\$ 497,048</u>

Interfund transfers are used to 1) move revenues from the fund that statute or budget requires collecting them to the fund that statute or budget requires to expend them, 2) use unrestricted revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations, and 3) move capital assets between governmental activities and business-type activities.

Transfers are eliminated in the government-wide financial statements if the interfund transfer is within the governmental fund group or business-type fund group.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

9. Capital Assets

Capital asset activity for the primary government for the year ended September 30, 2017 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities				
Non-depreciable assets				
Land	\$ 2,494,449	\$ 0	\$ 0	\$ 2,494,449
Construction in progress	5,309,397	314,778	(1,887,267)	3,736,908
Total non-depreciable assets	<u>7,803,846</u>	<u>314,778</u>	<u>(1,887,267)</u>	<u>6,231,357</u>
Depreciable assets				
Buildings	24,117,856	326,126	0	24,443,982
Improvements other than buildings	3,253,180	0	0	3,253,180
Infrastructure	54,445,829	0	0	54,445,829
Equipment	12,508,371	2,230,686	(51,701)	14,687,356
Total depreciable assets	<u>94,325,236</u>	<u>2,556,812</u>	<u>(51,701)</u>	<u>96,830,347</u>
Less accumulated depreciation				
Buildings	(4,459,390)	(622,435)	0	(5,081,825)
Improvements other than buildings	(1,531,037)	(173,905)	0	(1,704,942)
Infrastructure	(35,919,815)	(1,260,147)	0	(37,179,962)
Equipment	(8,498,048)	(772,333)	50,701	(9,219,680)
Total accumulated depreciation	<u>(50,408,290)</u>	<u>(2,828,820)</u>	<u>50,701</u>	<u>(53,186,409)</u>
Total depreciable assets, net	<u>43,916,946</u>	<u>(272,008)</u>	<u>(1,000)</u>	<u>43,643,938</u>
Governmental activities capital assets, net	<u>\$ 51,720,792</u>	<u>\$ 42,770</u>	<u>\$ (1,888,267)</u>	<u>\$ 49,875,295</u>

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

9. Capital Assets (continued)

Capital asset activity for the discretely presented component units for the respective year ends was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Development Authority				
Non-depreciable assets				
Land	\$ 349,705	\$ 5,847	\$ (24,374)	\$ 331,178
Total non-depreciable assets	349,705	5,847	(24,374)	331,178
Depreciable assets				
Buildings	1,693,121	0	0	1,693,121
Equipment	69,595	0	0	69,595
Vehicles	22,040	0	0	22,040
Total depreciable assets	1,784,756	0	0	1,784,756
Less accumulated depreciation				
Buildings	(338,624)	(42,328)	0	(380,952)
Equipment	(22,794)	(12,599)	0	(35,393)
Vehicles	(22,040)	0	0	(22,040)
Total accumulated depreciation	(383,458)	(54,927)	0	(438,385)
Total depreciable assets, net	1,401,298	(54,927)	0	1,346,371
Development Authority capital assets, net	<u>\$ 1,751,003</u>	<u>\$ (49,080)</u>	<u>\$ (24,374)</u>	<u>\$ 1,677,549</u>
	Beginning Balance	Increases	Decreases	Ending Balance
Peach Public Libraries				
Non-depreciable assets				
Land	\$ 167,000	\$ 0	\$ 0	\$ 167,000
Total non-depreciable assets	167,000	0	0	167,000
Depreciable assets				
Buildings	2,099,984	0	0	2,099,984
Library books and materials	698,433	52,294	(3,086)	747,641
Total depreciable assets	2,798,417	52,294	(3,086)	2,847,625
Less accumulated depreciation				
Buildings	(665,282)	(38,333)	0	(703,615)
Library books and materials	(556,598)	(31,041)	3,086	(584,553)
Total accumulated depreciation	(1,221,880)	(69,374)	3,086	(1,288,168)
Total depreciable assets, net	1,576,537	(17,080)	0	1,559,457
Peach Public Libraries capital assets, net	<u>\$ 1,743,537</u>	<u>\$ (17,080)</u>	<u>\$ 0</u>	<u>\$ 1,726,457</u>

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

9. Capital Assets (continued)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Health Department				
Depreciable assets				
Machinery and equipment	\$ 50,351	\$ 0	\$ 0	\$ 50,351
Total depreciable assets	<u>50,351</u>	<u>0</u>	<u>0</u>	<u>50,351</u>
Less accumulated depreciation				
Machinery and equipment	(48,639)	(553)	0	(49,192)
Total accumulated depreciation	<u>(48,639)</u>	<u>(553)</u>	<u>0</u>	<u>(49,192)</u>
Health Department capital assets, net	<u>\$ 1,712</u>	<u>\$ (553)</u>	<u>\$ 0</u>	<u>\$ 1,159</u>

Depreciation expense was charged to functions/programs as follows:

Primary Government

Governmental activities

General Government	\$ 398,223
Public Safety	788,403
Public Works	1,433,109
Health and Welfare	5,092
Culture and Recreation	104,151
Housing and Development	<u>99,842</u>
Total depreciation expense for governmental activities	<u>\$ 2,828,820</u>

Component units

Development Authority	\$ 54,927
Peach Public Libraries	69,374
Health Department	<u>553</u>
Total depreciation expense for component units	<u>\$ 124,854</u>

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

10. Capital Lease Agreements

Governmental Activities

The County has entered into lease-purchase agreements to finance the acquisition of vehicles and equipment. The terms of the agreements meet the criteria of capital leases as defined by Statement of Financial Accounting Standards No. 13, which defines a capital lease generally as one which transfers benefits and risk of ownership to the lessee. The balance of the leases at September 30, 2017 is \$3,586,417 for governmental activities. As of September 30, 2017, the County had \$2,354,659 of vehicles and equipment, with associated accumulated depreciation of \$386,258 financed under the capital leases. Depreciation expense for fiscal year 2017 on the leased assets totaled \$258,919.

The following is a schedule of the future minimum lease payments together with the present value of the net minimum lease payments as of September 30, 2017:

Fiscal Year Ending September 30,	Governmental Activities
2018	\$ 382,617
2019	313,839
2020	318,173
2021	214,947
2022	325,207
2023 - 2027	1,544,605
2028 - 2031	1,198,944
	4,298,332
Less amounts representing interest	(711,915)
Present value of minimum lease payments	\$ 3,586,417

The County's lease agreements, other than such agreements described above, are relatively minor commitments and are in compliance with state law.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

11. Long-Term Debt

Contracts Payable

Joint Development Authority of Peach County and the City of Warner Robins Taxable Industrial Development Revenue Bond, Series 2017: In June 2017, the County entered into an intergovernmental contract with the Joint Development Authority of Peach County and the City of Warner Robins (JDA). to pay for \$1,680,000 (70%) of the total \$2,400,000 in JDA Industrial Development Revenue Bond, Series 2017. Under the terms of the contract, Peach County is obligated to make payments to the JDA sufficient to pay seventy percent of the principal of, interest on, and other amounts with respect to, the Series 2017 Bond as the same shall become due. The bond in the amount of \$2,400,000 was issued to finance all of a part of the purchase price of land, along with due diligence, land preparation, closing costs, and related expenses. The bond was issued with an interest rate of 4.36%, to be paid quarterly commencing October 1, 2017. Annual principal payments commence October 1, 2020 with the final payment July 1, 2030.

In September 2017, the Joint Development Authority of Peach County and the City of Warner Robins, the Development Authority of the City of Warner Robins, the Development Authority of Peach County, the City of Warner Robins, and Peach County entered into an intergovernmental contract to confirm timing of payments required by the previous intergovernmental contracts, use of the proceeds from the sale of the land, and reimbursement of previous payments made by the parties to the contracts.

The annual requirements to amortize contracts payable as of September 30, 2017 are as follows:

Fiscal Year Ending September 30,	Principal	Interest	Total
2018	\$ 0	\$ 73,248	\$ 73,248
2019	0	73,248	73,248
2020	33,732	73,248	106,980
2021	138,646	69,531	208,177
2022	144,790	63,386	208,176
2023-2027	826,084	214,800	1,040,884
2028-2030	536,748	35,737	572,485
Totals	<u>\$ 1,680,000</u>	<u>\$ 603,198</u>	<u>\$ 2,283,198</u>

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

11. Long-Term Debt (continued)

Changes in Long - Term Debt

The following is a summary of changes in long-term debt of the County for the fiscal year ended September 30, 2017:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities					
Capital leases payable	\$ 3,871,075	\$ 0	\$ 284,658	\$ 3,586,417	\$ 289,909
Contracts payable	0	1,680,000	0	1,680,000	0
Landfill post-closure care costs	2,460,433	9,243	212,876	2,256,800	192,075
Compensated absences	410,147	368,537	360,929	417,755	83,551
Total governmental activities	<u>\$ 6,741,655</u>	<u>\$ 2,057,780</u>	<u>\$ 858,463</u>	<u>\$ 7,940,972</u>	<u>\$ 565,535</u>
Component Units					
Peach Public Libraries					
Compensated absences	\$ 21,643	\$ 22,995	\$ 22,659	\$ 21,979	\$ 7,222
Health Department					
Compensated absences	47,411	26,441	23,283	50,569	0
Total component units	<u>\$ 69,054</u>	<u>\$ 49,436</u>	<u>\$ 45,942</u>	<u>\$ 72,548</u>	<u>\$ 7,222</u>

Bond discounts/premiums are amortized over the life of the related debt using the straight-line method. For governmental activities, compensated absences and landfill post-closure care costs are liquidated by the General Fund. The total interest incurred and charged to expense for the year ended September 30, 2016 was \$99,368 for governmental activities.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

12. Conduit Debt

Development Authority Component Unit

The Development Authority has issued revenue bonds to provide financial assistance to a nonprofit corporation and an exempt organization for the acquisition and construction of student housing facilities. The bonds are secured by the property financed and are payable solely from the payments received on the underlying loan agreement. Upon repayment of the bonds, ownership of the acquired facilities transfers to the exempt organization served by the bond issuance. The Development Authority is not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. The amount of conduit debt revenue bond obligations outstanding as of September 30, 2017 is \$19,215,000.

13. Landfill Closure and Post-Closure Care Costs

Houser's Mill – Peach County has closed its landfill located on Houser's Mill Road. State and Federal regulations require that the County place a final cover on its landfill and perform certain maintenance and monitoring functions at the landfill site for 30 years after closure. At this time, engineering studies estimate post-closure costs of approximately \$1,536,600 over the next 8 years. These costs are based on the amount that would be paid if all equipment, facilities, and services required to monitor and maintain the landfill were acquired as of September 30, 2017. However, actual costs may be higher due to inflation, changes in technology, or changes in landfill laws and regulations. Should any problems occur during this post-closure period, the costs and time period required for the maintenance and monitoring functions may substantially increase.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

13. Landfill Closure and Post-Closure Care Costs (continued)

Middle Georgia Regional Municipal Solid Waste Landfill – Peach County entered into an agreement in August 1993 to share the costs associated with the Middle Georgia Regional Municipal Solid Waste Landfill (MGRMSWL). State and Federal regulations require that the County place a final cover on its landfill and perform certain maintenance and monitoring functions at the landfill site for 30 years after closure. At this time, engineering studies estimate the County’s portion of closure and post-closure costs of approximately \$720,200. These costs are based on the amount that would be paid if all equipment, facilities, and services required to monitor and maintain the landfill were acquired as of September 30, 2017. However, actual costs may be higher due to inflation, changes in technology, or changes in landfill laws and regulations. Should any problems occur during this post-closure period, the costs and time period required for the maintenance and monitoring functions may substantially increase.

14. Net Investment in Capital Assets

The net investment in capital assets reported on the government-wide statement of net position is calculated as follows for the fiscal year ended September 30, 2017:

	Governmental Activities
Cost of capital assets	\$ 103,061,704
Accumulated depreciation	(53,186,409)
Book value	49,875,295
Capital-related accounts payable	(28,797)
Capital-related capital leases payable	(3,586,417)
Net investment in capital assets	<u>\$ 46,260,081</u>

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

15. Retirement Plans

Defined Benefit Pension Plan

On October 1, 2006, the County began sponsoring the Association County Commissioners of Georgia Peach County Defined Benefit Plan (The Plan), which is a defined benefit pension plan.

Plan Description. The Plan provides retirement, disability and death benefits to plan participants and beneficiaries. The Plan, through execution of the adoption agreement, is affiliated with the Association County Commissioners of Georgia Third Restated Defined Benefit Plan (the ACCG Plan), an agent multiple-employer defined benefit pension plan administered by GEBCorp. The ACCG, in its role as the Plan sponsor, has the sole authority to amend the provisions of the ACCG Plan, as provided in Section 19.03 of the ACCG Plan document. The County has the authority to amend the adoption agreement, which defines the specific benefit provisions of the Plan. A separately issued financial report for the Plan may be obtained by writing GEBCORP at 3625 Cumberland Boulevard, Suite 825, Atlanta, Georgia 30339.

Participant counts and covered compensation (based on covered earnings for the preceding year) as of January 1, 2016, the date of the most recent actuarial valuation, are as follows:

Retirees, beneficiaries and disablees receiving benefits	26
Terminated plan participants entitled to but not yet receiving benefits	91
Active employees participating in the plan	154
Total number of plan participants	271
Covered compensation for active participants	\$ 6,285,287

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

15. Retirement Plans (continued)

Defined Benefit Pension Plan, continued

Benefits Provided. Any full-time employee meeting the provisions as set out in the Adoption Agreement is eligible to participate. Members who have attained age 65 are eligible for normal retirement. Members who have attained age 55 with 10 years of service are eligible for reduced, early retirement. Participants are 100% vested after 5 years of service. Benefits are based on years of credited service. The benefit is payable monthly for life equal to the participant's accrued benefit at retirement. Accrued benefit is calculated as 1.75% of average annual compensation multiplied by years of service limited. Commissioners receive a benefit equal to \$360 per year multiplied by years of service.

Contributions. The County is required to contribute at an actuarially determined rate. The County's actuarially determined contribution rate for the fiscal year ended September 30, 2017 was \$562,073, or 7.34% of covered payroll. Section 47-20 of the Georgia Code sets forth the minimum funding standards for state and local governmental pension plans. Administrative expenses are based on total covered compensation of active plan participants and are added to the state-required annual funding requirement.

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

Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions. At September 30, 2017, the County reported a net pension liability of \$3,034,967. The net pension liability was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2016. For the fiscal year ended September 30, 2017, the County recognized pension expense of \$941,835. For governmental activities, the net pension liability is liquidated by the General Fund.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

15. Retirement Plans (continued)

Defined Benefit Pension Plan, continued

The components of the net pension liability are as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances at December 31, 2015	\$ 12,270,543	\$ 9,841,367	\$ 2,429,176
Changes for the year:			
Service cost	354,632	0	354,632
Interest	911,371	0	911,371
Liability experience (gain) / loss	539,204	0	539,204
Assumption change	462,185	0	462,185
Employer contributions	0	1,000,000	(1,000,000)
Net investment income	0	749,294	(749,294)
Benefit payments	(237,874)	(237,874)	0
Administrative expense	0	(36,499)	36,499
Other changes	0	(51,194)	51,194
Net changes	<u>2,029,518</u>	<u>1,423,727</u>	<u>605,791</u>
Balances at December 31, 2016	\$ 14,300,061	\$ 11,265,094	\$ 3,034,967

Plan fiduciary net position as a percentage of the total pension liability	78.78%
Covered payroll	\$ 6,285,287
Net pension liability as a percentage of covered payroll	48.29%

At September 30, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to the plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ 474,551	\$ 0
Differences between expected and actual experience	439,351	(105,462)
Changes of assumptions	636,738	0
Totals	<u>\$ 1,550,640</u>	<u>\$ (105,462)</u>

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

15. Retirement Plans (continued)

Defined Benefit Pension Plan, continued

The amounts reported as deferred outflows and deferred inflows of resources will be recognized in pension expense as follows:

Fiscal Year Ending September 30		
2018	\$	383,973
2019		383,973
2020		372,614
2021		230,444
2022		<u>74,174</u>
Totals	\$	<u><u>1,445,178</u></u>

Actuarial Assumptions. The total pension liability in the January 1, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Future salary increases	5.50% per year with an age based scale
Cost of living adjustments	N/A
Net investment rate of return	7.25%

Healthy mortality rates were based on the RP-2000 Combined Healthy Mortality Table. Disabled rates were derived from a 1977 Social Security Administration study.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

15. Retirement Plans (continued)

Defined Benefit Pension Plan, continued

Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of December 31, 2016 are summarized in the following table:

<u>Benchmark</u>	<u>Asset Allocation</u>	<u>Average 20 Year Return</u>	<u>Weighted 20 Year Return</u>	<u>Average 30 Year Return</u>	<u>Weighted 30 Year Return</u>
S&P 500	30%	7.91%	2.37%	10.22%	3.07%
Barlay's Agg.	30%	5.60%	1.68%	6.56%	1.97%
MSCI EAFE	15%	4.29%	0.64%	5.73%	0.86%
Citi Non US WEBI	5%	4.66%	0.23%	5.98%	0.30%
NAREIT Equity	5%	10.79%	0.54%	10.44%	0.52%
Russell 2000	5%	8.06%	0.40%	9.33%	0.47%
Russell 3000	5%	8.03%	0.40%	10.14%	0.51%
S&P Mid Cap	5%	11.22%	0.56%	11.53%	0.58%
Weighted Return			<u>6.82%</u>		<u>8.28%</u>

Discount Rate. The discount rate used to measure the total pension liability was 7.25 percent. The discount rate is determined through a blend of using a building blocks approach based on 20-year benchmarks (33.33%) and 30-year benchmarks (33.33%), as well as the forward-looking capital market assumptions for a moderate asset allocation (33.34%), as determined by UBS. The projection of cash flows used to determine the discount rate assumed that contributions from employer will be made at contractually required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate. The following presents what the net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (6.25 percent) or one percentage-point higher (8.25 percent) than the current rate:

	<u>Discount Rate</u>	<u>Net Pension Liability</u>
1% decrease	6.25%	\$ 5,113,959
Current discount rate	7.25%	3,034,967
1% increase	8.25%	1,306,279

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

15. Retirement Plans (continued)

Defined Benefit Pension Plan, continued

Plan Fiduciary Net Position. Detailed information about the Plan's fiduciary net position is available in the separately issued Association County Commissioners of Georgia GEBCorp financial report.

Peach County Board of Health Retirement Plan

Eligible employees of the Peach County Board of Health participate in the Georgia State Employees' Retirement System (ERS), a statewide multiple-employer public employee retirement system. During the fiscal year ended June 30, 2017, the Health Department contributed \$70,984. As of June 30, 2017, the Health Department reported a liability in the amount of \$559,845 for its proportionate share (0.0011835%) of the net pension liability. The Health Department recognized pension expense of \$87,366 for the fiscal year ended June 30, 2017. Further information regarding the plan can be obtained from Department's annual audit report by contacting Peach County Health Department, P.O. Box 1149, Fort Valley, Georgia 31030.

Peach Public Libraries Retirement Plan

Eligible employees of the Peach Public Libraries participate in the Teachers Retirement System of Georgia (TRS), a statewide, cost-sharing multiple-employer defined benefit plan. During the fiscal year ended June 30, 2017, Peach Public Libraries contributed \$32,014. As of June 30, 2017, Peach Public Libraries reported a liability in the amount of \$421,906 for its proportionate share (0.002045%) of the net pension liability. Peach Public Libraries recognized pension expense of \$45,508 for the fiscal year ended June 30, 2017. As of June 30, 2017, Peach Public Libraries reported deferred outflows of resources in the amount of \$6,285 for differences between expected and actual experience, \$10,935 for changes of assumptions, \$53,373 for net difference between projected and actual earnings on pension plan investments, and \$32,013 for changes in proportion and differences between District contributions and proportionate share of contributions. Peach Public Libraries also reported deferred inflows of resources in the amount of \$2,086 for differences between expected and actual experience and \$35,334 for changes in proportion and differences between District contributions and proportionate share of contributions.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

15. Retirement Plans (continued)

Peach Public Libraries Retirement Plan, continued

Amounts reported as deferred outflows and deferred inflows of resources will be recognized in pension expense as follows:

Year Ending June 30	
2018	\$ 8,538
2019	8,538
2020	25,671
2021	21,118
2022	1,321
Totals	<u>\$ 65,186</u>

The following presents what Peach Public Libraries' proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (6.50 percent) or one percentage-point higher (8.50 percent) than the current rate:

	Discount Rate	Net Pension Liability
1% decrease	6.50%	\$ 656,702
Current discount rate	7.50%	421,906
1% increase	8.50%	228,590

Other Plans

In addition to the plan above, various County employees are covered under the following plans: Georgia Firefighters' Pension Fund, Georgia State Employees' Retirement System (ERS), Magistrates' Retirement Fund of Georgia, Peace Officers' Annuity and Benefit Fund of Georgia, Probate Judges' Retirement Fund of Georgia, Sheriffs' Retirement Fund of Georgia, and Superior Court Clerks' Retirement Fund of Georgia. Further information regarding these plans can be obtained from the plans' annual reports. These plans are immaterial to the financial statements.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

16. Other Post-Employment Benefits

Peach Public Libraries – Georgia School Personnel Post-Employment Health Benefit Fund

Plan Description. The Library participates in the Georgia School Personnel Post-Employment Health Benefit Fund (School OPEB Fund), a cost-sharing multiple-employer defined benefit post-employment healthcare plan that covers eligible former employees of public school systems, libraries, and regional educational service agencies. The School OPEB Fund provides health insurance benefits to eligible former employees and their qualified beneficiaries through the State Employees Health Benefit Plan administered by the Department of Community Health. The Official Code of Georgia Annotated (O.C.G.A.) assigns the authority to establish and amend the benefit provisions of the group health plans, including benefits for retirees, to the Department of Community Health (Board). The Department of Community Health, which includes the School OPEB Fund, issues a separate stand-alone financial audit report and a copy can be obtained from the Georgia Department of Audits and Accounts.

Funding Policy. The contribution requirements of plan members and participating employers are established by the Board in accordance with the current Appropriations Act and may be amended by the Board. Contributions of plan members or beneficiaries receiving benefits vary based on plan election, dependent coverage, and Medicare eligibility and election. For members with fewer than five years of service as of January 1, 2012, contributions also vary based on years of service. On average, members with five years or more of service as of January 1, 2012, pay approximately 25 percent of the cost of the health insurance coverage. In accordance with the Board resolution dated December 8, 2011, for members with fewer than five years of service as of January 1, 2012, the state provides a premium subsidy in retirement that ranges from 0% for fewer than 10 years of service to 75% (but no greater than the subsidy percentage offered to active employees) for 30 or more years of service. The subsidy for eligible dependents ranges from 0% to 55% (but no greater than the subsidy percentage offered to dependents of active employees minus 20%). No subsidy is available to Medicare eligible members not enrolled in a Medicare Advantage Option. The Board sets all member premiums by resolution and in accordance with the law and applicable revenue and expense projections. Any subsidy policy adopted by the Board may be changed at any time by Board resolution and does not constitute a contract or promise of any amount of subsidy.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

16. Other Post-Employment Benefits (continued)

Peach Public Libraries – Georgia School Personnel Post-Employment Health Benefit Fund, continued

Funding Policy (continued). Participating employers, including public library systems, are statutorily required to contribute in accordance with the employer contribution rates established by the Board. The contribution rates are established to fund all benefits due under the health insurance plans for both active and retired employees based on projected “pay-as-you-go” financing requirements. Contributions are not based on the actuarially calculated annual required contribution (ARC), which represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

The combined active and retiree contribution rates established by the Board for employers participating in the School OPEB Fund were as follows for the fiscal year ended September 30, 2017:

<u>Period</u>	<u>Covered Payroll</u>
October 2016 - September 2017	\$843 per member, per month

No additional contribution was required by the Board for fiscal year 2017 nor did the Library contribute to the School OPEB Fund to prefund retiree benefits. Such additional contribution amounts are determined annually by the Board in accordance with the School plan for other post-employment benefits and are subject to appropriation.

The Library’s combined active and retiree contributions to the health insurance plans, which equaled the required contribution, for the current fiscal year and the preceding two fiscal years were as follows:

<u>Fiscal Year</u>	<u>Percentage Contributed</u>	<u>Required Contribution</u>
September 30, 2017	100%	\$ 30,348
September 30, 2016	100%	41,307
September 30, 2015	100%	36,249

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

17. Hotel/Motel Lodging Tax

The County has levied a 5% lodging tax in accordance with OCGA 48-13-51. A summary of the transactions for the fiscal year ended September 30, 2017 follows:

Lodging Tax Receipts	\$ 7,876
Disbursements for trade and tourism	\$ 7,876 100% of tax receipts

18. Joint Ventures

Under Georgia law, the County, in conjunction with other cities and counties in the middle Georgia area, is a member of the Middle Georgia Regional Commission (MGRC) and is required to pay annual dues thereto. During the fiscal year ended September 30, 2017, the County paid \$16,883 in such dues. Membership in the RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of the RC in Georgia. The RC Board membership includes the chief elected official in each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RC. A copy of the MGRC financial statements can be obtained from MGRC, 175-C Emery Highway, Macon, Georgia 31217.

The Middle Georgia Regional Solid Waste Management Authority (the "Authority") was activated by the Board of Commissioners of Peach County, Macon County, and Dooly County on August 30, 1993, under the provisions of the Regional Solid Waste Management Authority Act (Ga. Laws 1990, page 412). The Middle Georgia Regional Solid Waste Management Authority operates under a Board of Directors, which consists of seven directors, with two directors representing each county and one director appointed by the directors themselves.

The Authority is designed to research, study, and plan for the solid waste management needs of the participating counties. The Authority is responsible for gathering data and researching all phases of the solid waste management needs of the participating counties. The Authority does not have the power to borrow money, issue bonds, or enter into any financial obligations without the authorization of the participating counties who will be involved in the repayment of such obligations.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

18. Joint Ventures (continued)

The total costs of the annual administrative budget is to be allocated among the participants such that each participant is allocated a fraction of such costs, the numerator of which is the total population of such participant, and the denominator of which is the total population of all participants. In recent years, an allocation of the annual administrative budget has not been necessary as the Authority has covered operating expenses with operating revenues.

The County is required to report 47.93% of the Middle Georgia Solid Waste Management Authority Landfill within its annual financial statements. Information concerning the financial statements may be obtained from the Middle Georgia Regional Solid Waste Management Authority, Oglethorpe, Georgia.

19. Risk Management

The County is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; natural disasters; injuries to employees; and losses resulting from providing accident and health benefits to employees and their dependents.

The County purchases insurance from a private carrier for coverage of general liability, property, and casualty coverage. The private insurance covers claims arising from general liability, automobile liability, errors and omissions, law enforcement liability, and property risks. Additionally, as of October 1, 2001, the County purchases health insurance from a private carrier. No reduction in insurance coverage has occurred since the previous year, and not settlements in excess of coverage have been paid in the past three years.

The County participates in the Association of County Commissioners of Georgia Group Self-Insurance Workers Compensation Fund, a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

19. Risk Management (continued)

As part of this risk pool, the County is obligated to pay all contributions and assessments as prescribed by the pool, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the funds, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claim of loss. The County is also to allow the pool's agents and attorneys to represent the County in investigation, settlement discussions and all levels of litigation arising out of any claim made against the County within the scope of loss protection furnished by the fund.

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

Settled claims have not exceeded insurance coverage in any of the past three years.

20. Commitments and Contingencies

Commitments

The County has active projects as of September 30, 2017. At fiscal year end, the County's commitments with contractors are as follows:

Project	Amount Spent to Date	Remaining Commitment
South West Peach Sewer Project	\$ 2,988,517	\$ 100,436
Beverly Road Drain Project	11,250	34,750
Siren Project	167,935	45,180
	<u>\$ 3,167,702</u>	<u>\$ 180,366</u>

PEACH COUNTY, GEORGIA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2017

20. Commitments and Contingencies (continued)

Contingencies

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to the disallowance of certain expenditures previously reimbursed by those agencies. Based upon prior experience, management of the County believes such disallowances, if any, will not be significant.

The County is involved in several pending lawsuits. Liability, if any, which might result from these proceedings, would not, in the opinion of management and legal counsel, have a material adverse effect on the financial position of the County.

REQUIRED SUPPLEMENTARY INFORMATION

PEACH COUNTY, GEORGIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
LAST TEN FISCAL YEARS
September 30, 2017
(Unaudited)

	Fiscal Year End		
	2015	2016	2017
Total pension liability			
Service cost	\$ 309,486	\$ 314,168	\$ 354,632
Interest	769,579	826,007	911,371
Liability experience (gain) / loss	0	(159,544)	539,204
Assumption change	0	393,549	462,185
Benefit payments	(209,637)	(234,116)	(237,874)
Net change in total pension liability	869,428	1,140,064	2,029,518
Total pension liability - beginning	10,261,051	11,130,479	12,270,543
Total pension liability - ending (a)	\$ 11,130,479	\$ 12,270,543	\$ 14,300,061
Plan fiduciary net position			
Contributions - employer	\$ 500,000	\$ 500,000	\$ 1,000,000
Net investment income	650,296	80,263	749,294
Benefit payments	(202,060)	(234,116)	(237,874)
Administrative expense	(30,461)	(32,345)	(36,499)
Other	(44,616)	(44,610)	(51,194)
Net change in plan fiduciary net position	873,159	269,192	1,423,727
Plan fiduciary net position - beginning	8,699,016	9,572,175	9,841,367
Plan fiduciary net position - ending (b)	\$ 9,572,175	\$ 9,841,367	\$ 11,265,094
Net pension liability (asset) - ending : (a) - (b)	\$ 1,558,304	\$ 2,429,176	\$ 3,034,967
Plan's fiduciary net position as a percentage of the total pension liability	86.00%	80.20%	78.78%
Covered payroll	\$ 5,880,243	\$ 5,990,378	\$ 6,285,287
Net pension liability as a percentage of covered payroll	26.50%	40.55%	48.29%

Note: Fiscal year 2015 was the first year of implementation. Therefore, only three years are reported.

PEACH COUNTY, GEORGIA
SCHEDULE OF CONTRIBUTIONS
LAST TEN FISCAL YEARS
September 30, 2017
(Unaudited)

	<u>Fiscal Year End</u>		
	<u>2015</u>	<u>2016</u>	<u>2017</u>
Actuarially determined contribution	\$ 469,956	\$ 453,525	\$ 562,073
Contributions in relation to the actuarially determined contribution	<u>(500,000)</u>	<u>(500,000)</u>	<u>(1,000,000)</u>
Contribution deficiency (excess)	<u>\$ (30,044)</u>	<u>\$ (46,475)</u>	<u>\$ (437,927)</u>
Covered payroll	\$ 7,609,444	\$ 7,712,929	\$ 7,656,499
Contributions as a percentage of covered payroll	6.57%	6.48%	13.06%

Note: Fiscal year 2015 was the first year of implementation. Therefore, only three years are reported.

PEACH COUNTY, GEORGIA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2017

1. Valuation Date

The actuarially determined contribution rate was determined as of December 31, 2016, with an interest adjustment to the fiscal year. Contributions in relation to this actuarially determined contribution rate will be reported for the fiscal year ending September 30, 2018.

2. Methods and Assumptions Used to Determine Contribution Rates

Actuarial cost method = Entry Age Normal

Amortization method = Closed level dollar for remaining unfunded liability

Remaining amortization period = Remaining amortization period varies for the bases, with a net effective amortization period of 15 years

Asset valuation method = Smoothed market value with a 5-year smoothing period.

Net investment rate of return = 7.25%

Future salary increases = 5.50% per year with an age based scale

Cost of living adjustments = N/A

Normal retirement age = 65

Mortality = Healthy mortality rates were based on the RP-2000 Combined Healthy Mortality Table. Disabled mortality rates were derived from a 1977 Social Security Administration study.

PEACH COUNTY, GEORGIA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2017

3. Changes in Benefits

There have been no substantive changes since the last actuarial valuation.

4. Changes of Assumptions

There have been no substantive changes since the last actuarial valuation.

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally or donor restricted or committed to expenditure for particular purposes.

Law Library Fund – This fund is used to account for costs of operating and maintaining the County Law Library. Financing is provided from a \$2 charge added to and collected on all costs in civil and criminal cases. A separate Board of Trustees has control of the Law Library funds and has authority to expend the funds in accordance with provisions of the act establishing the County Law Library. All books, reports, texts, and periodicals purchased from these funds become the property of the County.

Transit System Fund – This fund is used to account for the operations of the Peach County Transit System. Financing is provided under an agreement with the Georgia Department of Transportation to receive funding under Section 18 of the Urban Mass Transportation Act of 1964, from operating transfers from the General Fund of Peach County, and from user fares.

Drug Fund – This fund is used to account for monies deemed as forfeited property by courts to Peach County from cases related to illegal drug activity. These forfeited funds are used to expand the County's efforts to reduce illegal drug activity in the County.

Federal Drug Fund – This fund is used to account for monies deemed as forfeited property by Federal Courts to Peach County from cases related to illegal drug activity.

Jail Inmate Canteen Fund – This fund is used to account for operations of the jail inmate store. Purchases of supplies for sale to inmates, as well as proceeds received from the sale of these supplies, are reflected in the Jail Inmate Fund.

Juvenile Fund – This fund is used to account for revenues received from the collection of Juvenile Court supervision fees in accordance with OCGA 15-11-71 to use those fees to expand the provision of the ancillary services as described in the code.

Hotel/Motel Tax Fund – This fund is used to account for revenues received from the levy of a hotel/motel tax in accordance with the provisions of OCGA 48-13-51 to be used for the promotion of tourism, conventions, and trade shows in Peach County.

E911 Fund – This fund is used to account for the costs of operating and maintaining the 911 Emergency Communication System for Peach County. Financing is provided by a charge to each telephone subscriber whose exchange access lines are in areas served by the Peach County "911" service, by contributions from the City of Fort Valley and the City of Byron.

NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS

Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of specifically planned projects (other than those financed by proprietary funds).

Sales Tax Fund – This fund is used to account for the landfill and County building improvement expenditures as called for by the County referendum. Financing is being provided by a special purpose sales and use tax and proceeds from a GEFA note payable.

2004 SPLOST Fund – This fund is used to account for the revenues and expenditures associated with the 2004 one percent special purpose local option sales tax.

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COMBINING STATEMENTS

Nonmajor Governmental Funds

**PEACH COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2017**

	Special Revenue				
	Law Library	Transit System	Drug	Federal Drug	Jail Inmate Canteen
ASSETS					
Cash and cash equivalents	\$ 38,381	\$ 5,462	\$ 29,800	\$ 82,983	\$ 64,941
Receivables					
Accounts	0	0	0	0	2,109
Intergovernmental	0	7,608	0	0	0
Taxes	0	0	0	0	0
Total assets	<u>\$ 38,381</u>	<u>\$ 13,070</u>	<u>\$ 29,800</u>	<u>\$ 82,983</u>	<u>\$ 67,050</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	\$ 0	\$ 12,928	\$ 7,975	\$ 0	\$ 0
Due to other funds	0	0	0	0	0
Total liabilities	<u>0</u>	<u>12,928</u>	<u>7,975</u>	<u>0</u>	<u>0</u>
Fund balances					
Restricted for:					
Law library operations	38,381	0	0	0	0
Juvenile programs	0	0	0	0	0
Sheriff facilities, equipment and operations	0	0	21,825	82,983	67,050
Transit system operations	0	142	0	0	0
Capital outlay	0	0	0	0	0
Assigned for tourism	0	0	0	0	0
Total fund balances	<u>38,381</u>	<u>142</u>	<u>21,825</u>	<u>82,983</u>	<u>67,050</u>
Total liabilities and fund balances	<u>\$ 38,381</u>	<u>\$ 13,070</u>	<u>\$ 29,800</u>	<u>\$ 82,983</u>	<u>\$ 67,050</u>

Special Revenue			Capital Projects		Total Nonmajor Governmental Funds
Juvenile	Hotel/ Motel Tax	E911	Sales Tax	2004 SPLOST	
\$ 1,050	\$ 0	\$ 0	\$ 184,447	\$ 933,235	\$ 1,340,299
0	0	113,875	0	0	115,984
0	0	0	126,736	0	134,344
0	1,546	0	0	0	1,546
<u>\$ 1,050</u>	<u>\$ 1,546</u>	<u>\$ 113,875</u>	<u>\$ 311,183</u>	<u>\$ 933,235</u>	<u>\$ 1,592,173</u>
\$ 95	\$ 272	\$ 0	\$ 10,912	\$ 18,239	\$ 50,421
0	256	113,875	1,734	0	115,865
95	528	113,875	12,646	18,239	166,286
0	0	0	0	0	38,381
955	0	0	0	0	955
0	0	0	0	0	171,858
0	0	0	0	0	142
0	0	0	298,537	914,996	1,213,533
0	1,018	0	0	0	1,018
955	1,018	0	298,537	914,996	1,425,887
<u>\$ 1,050</u>	<u>\$ 1,546</u>	<u>\$ 113,875</u>	<u>\$ 311,183</u>	<u>\$ 933,235</u>	<u>\$ 1,592,173</u>

PEACH COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the fiscal year ended September 30, 2017

	Special Revenue				
	Law Library	Transit System	Drug	Federal Drug	Jail Inmate Canteen
REVENUES					
Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Fines, fees, and forfeitures	16,873	0	10,330	110,594	0
Charges for services	0	0	0	0	17,397
Intergovernmental	0	72,052	0	0	0
Interest	102	0	4	8	0
Total revenues	<u>16,975</u>	<u>72,052</u>	<u>10,334</u>	<u>110,602</u>	<u>17,397</u>
EXPENDITURES					
Current					
Judicial	9,518	0	0	0	0
Public Safety	0	0	24,037	77,761	5,784
Health and Welfare	0	103,749	0	0	0
Housing and Development	0	0	0	0	0
Capital outlay	0	0	0	0	0
Total expenditures	<u>9,518</u>	<u>103,749</u>	<u>24,037</u>	<u>77,761</u>	<u>5,784</u>
Excess (deficiency) of revenues over (under) expenditures	7,457	(31,697)	(13,703)	32,841	11,613
Other financing sources (uses)					
Transfers in	0	31,697	0	0	0
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	7,457	0	(13,703)	32,841	11,613
Fund balances, October 1	30,924	142	35,528	50,142	55,437
Fund balances, September 30	<u>\$ 38,381</u>	<u>\$ 142</u>	<u>\$ 21,825</u>	<u>\$ 82,983</u>	<u>\$ 67,050</u>

<u>Special Revenue</u>			<u>Capital Projects</u>		<u>Total Nonmajor Governmental Funds</u>
<u>Juvenile</u>	<u>Hotel/ Motel Tax</u>	<u>E911</u>	<u>Sales Tax</u>	<u>2004 SPLOST</u>	
\$ 0	\$ 7,876	\$ 39	\$ 0	\$ 0	\$ 7,915
0	0	0	0	0	137,797
560	0	429,530	0	0	447,487
0	0	0	126,736	0	198,788
0	0	0	0	0	114
<u>560</u>	<u>7,876</u>	<u>429,569</u>	<u>126,736</u>	<u>0</u>	<u>792,101</u>
1,545	0	0	0	0	11,063
0	0	429,569	0	0	537,151
0	0	0	0	0	103,749
0	9,760	0	0	0	9,760
0	0	0	37,502	41,375	78,877
<u>1,545</u>	<u>9,760</u>	<u>429,569</u>	<u>37,502</u>	<u>41,375</u>	<u>740,600</u>
(985)	(1,884)	0	89,234	(41,375)	51,501
<u>0</u>	<u>1,884</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>33,581</u>
(985)	0	0	89,234	(41,375)	85,082
<u>1,940</u>	<u>1,018</u>	<u>0</u>	<u>209,303</u>	<u>956,371</u>	<u>1,340,805</u>
<u>\$ 955</u>	<u>\$ 1,018</u>	<u>\$ 0</u>	<u>\$ 298,537</u>	<u>\$ 914,996</u>	<u>\$ 1,425,887</u>

**PEACH COUNTY, GEORGIA
LAW LIBRARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended September 30, 2017**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Fines and forfeitures	\$ 9,408	\$ 16,873	\$ 7,465
Interest	61	102	41
Total revenues	<u>9,469</u>	<u>16,975</u>	<u>7,506</u>
EXPENDITURES			
Current			
Judicial			
Materials and supplies	<u>9,469</u>	<u>9,518</u>	<u>(49)</u>
Total expenditures	<u>9,469</u>	<u>9,518</u>	<u>(49)</u>
Excess (deficiency) of revenues over (under) expenditures	0	7,457	7,457
Fund balances, October 1	<u>0</u>	<u>30,924</u>	<u>30,924</u>
Fund balances, September 30	<u><u>\$ 0</u></u>	<u><u>\$ 38,381</u></u>	<u><u>\$ 38,381</u></u>

**PEACH COUNTY, GEORGIA
TRANSIT SYSTEM SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended September 30, 2017**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Intergovernmental	\$ 72,052	\$ 72,052	\$ 0
Total revenues	<u>72,052</u>	<u>72,052</u>	<u>0</u>
EXPENDITURES			
Current			
Health and Welfare			
Payments to others	103,749	103,749	0
Total expenditures	<u>103,749</u>	<u>103,749</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	(31,697)	(31,697)	0
Other financing sources (uses)			
Transfers in (out)			
General Fund	31,697	31,697	0
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	0	0
Fund balances, October 1	<u>0</u>	<u>142</u>	<u>142</u>
Fund balances, September 30	<u>\$ 0</u>	<u>\$ 142</u>	<u>\$ 142</u>

**PEACH COUNTY, GEORGIA
DRUG SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended September 30, 2017**

	Final Budget	Actual	Variance
REVENUES			
Fines, fees, and forfeitures	\$ 10,284	\$ 10,330	\$ 46
Interest	12	4	(8)
	10,296	10,334	38
EXPENDITURES			
Current			
Public Safety			
Materials and supplies	10,296	7,062	3,234
Capital outlay	16,975	16,975	0
	27,271	24,037	3,234
Excess (deficiency) of revenues over (under) expenditures	(16,975)	(13,703)	3,272
Fund balances, October 1	16,975	35,528	18,553
Fund balances, September 30	\$ 0	\$ 21,825	\$ 21,825

**PEACH COUNTY, GEORGIA
FEDERAL DRUG SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended September 30, 2017**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Fines, fees, and forfeitures	\$ 110,594	\$ 110,594	\$ 0
Interest	5	8	3
Total revenues	<u>110,599</u>	<u>110,602</u>	<u>3</u>
EXPENDITURES			
Current			
Public Safety			
Materials and supplies	6,413	6,413	0
Capital outlay	37,848	37,848	0
Payments to others	66,338	33,500	32,838
Total expenditures	<u>110,599</u>	<u>77,761</u>	<u>32,838</u>
Excess (deficiency) of revenues over (under) expenditures	0	32,841	32,841
Fund balances, October 1	<u>0</u>	<u>50,142</u>	<u>50,142</u>
Fund balances, September 30	<u><u>\$ 0</u></u>	<u><u>\$ 82,983</u></u>	<u><u>\$ 82,983</u></u>

PEACH COUNTY, GEORGIA
JAIL INMATE CANTEEN SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended September 30, 2017

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Charges for services	\$ 10,480	\$ 17,397	\$ 6,917
Total revenues	<u>10,480</u>	<u>17,397</u>	<u>6,917</u>
EXPENDITURES			
Current			
Public Safety			
Materials and supplies	10,480	5,784	4,696
Total expenditures	<u>10,480</u>	<u>5,784</u>	<u>4,696</u>
Excess (deficiency) of revenues over (under) expenditures	0	11,613	11,613
Fund balances, October 1	<u>0</u>	<u>55,437</u>	<u>55,437</u>
Fund balances, September 30	<u><u>\$ 0</u></u>	<u><u>\$ 67,050</u></u>	<u><u>\$ 67,050</u></u>

**PEACH COUNTY, GEORGIA
 JUVENILE SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 BUDGET (GAAP BASIS) AND ACTUAL
 For the fiscal year ended September 30, 2017**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Charges for services	\$ 480	\$ 560	\$ 80
Total revenues	<u>480</u>	<u>560</u>	<u>80</u>
EXPENDITURES			
Current			
Judicial			
Payments to others	1,545	1,545	0
Total expenditures	<u>1,545</u>	<u>1,545</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	(1,065)	(985)	80
Fund balances, October 1	<u>1,065</u>	<u>1,940</u>	<u>875</u>
Fund balances, September 30	<u><u>\$ 0</u></u>	<u><u>\$ 955</u></u>	<u><u>\$ 955</u></u>

PEACH COUNTY, GEORGIA
HOTEL/MOTEL TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended September 30, 2017

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES			
Hotel/motel taxes	\$ 7,876	\$ 7,876	\$ 0
EXPENDITURES			
Current			
Housing and Development			
Payments to others	9,760	9,760	0
Total expenditures	<u>9,760</u>	<u>9,760</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	(1,884)	(1,884)	0
Other financing sources (uses)			
Transfers in (out)			
General Fund	1,884	1,884	0
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	0	0	0
Fund balances, October 1	<u>0</u>	<u>1,018</u>	<u>1,018</u>
Fund balances, September 30	<u><u>\$ 0</u></u>	<u><u>\$ 1,018</u></u>	<u><u>\$ 1,018</u></u>

PEACH COUNTY, GEORGIA
E-911 SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended September 30, 2017

	Final Budget	Actual	Variance
REVENUES			
Taxes	\$ 39	\$ 39	\$ 0
Charges for services	429,531	429,530	(1)
Total revenues	429,570	429,569	(1)
EXPENDITURES			
Current			
Public Safety			
Personal services	429,570	429,569	1
Total expenditures	429,570	429,569	1
Excess (deficiency) of revenues over (under) expenditures	0	0	0
Fund balances, October 1	0	0	0
Fund balances, September 30	\$ 0	\$ 0	\$ 0

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AGENCY FUNDS

These funds are used to account for assets held by the County as an agent to be expended in accordance with the conditions of its agency capacity.

Tax Commissioner - This fund accounts for assets and related liabilities for the collection of taxes and tag and title fees.

Sheriff's Office - This fund accounts for all monies received by the Sheriff's Department on behalf of individuals, private organizations, other governmental units, and other funds..

Clerk of Superior Court, Probate Court, and Magistrate Court - These funds account for assets and related liabilities for the collection of court related fees.

Jail Inmate - This fund accounts for all monies held on behalf of the inmates of the Peach County Jail.

**PEACH COUNTY, GEORGIA
AGENCY FUNDS
COMBINING BALANCE SHEET
September 30, 2017**

	<u>Tax Commissioner</u>	<u>Sheriff's Office</u>
ASSETS		
Cash and cash equivalents	\$ 843,663	\$ 423,778
Taxes receivable, net	<u>20,231,855</u>	<u>0</u>
Total assets	<u>\$ 21,075,518</u>	<u>\$ 423,778</u>
LIABILITIES		
Due to others	<u>\$ 21,075,518</u>	<u>\$ 423,778</u>
Total liabilities	<u>\$ 21,075,518</u>	<u>\$ 423,778</u>

<u>Clerk of Superior Court</u>	<u>Probate Court</u>	<u>Magistrate Court</u>	<u>Jail Inmate</u>	<u>Totals</u>
\$ 360,185 0	\$ 128,224 0	\$ 39,245 0	\$ 15,346 0	\$ 1,810,441 20,231,855
<u>\$ 360,185</u>	<u>\$ 128,224</u>	<u>\$ 39,245</u>	<u>\$ 15,346</u>	<u>\$ 22,042,296</u>
<u>\$ 360,185</u>	<u>\$ 128,224</u>	<u>\$ 39,245</u>	<u>\$ 15,346</u>	<u>\$ 22,042,296</u>
<u>\$ 360,185</u>	<u>\$ 128,224</u>	<u>\$ 39,245</u>	<u>\$ 15,346</u>	<u>\$ 22,042,296</u>

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PEACH COUNTY, GEORGIA
AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For the fiscal year ended September 30, 2017

	<u>Balance October 1</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance September 30</u>
TAX COMMISSIONER				
ASSETS				
Cash and cash equivalents	\$ 875,866	\$ 29,859,908	\$ 29,892,111	\$ 843,663
Taxes receivable, net	20,305,694	20,628,730	20,702,569	20,231,855
Total	<u>\$ 21,181,560</u>	<u>\$ 50,488,638</u>	<u>\$ 50,594,680</u>	<u>\$ 21,075,518</u>
LIABILITIES				
Due to others	<u>\$ 21,181,560</u>	<u>\$ 50,488,638</u>	<u>\$ 50,594,680</u>	<u>\$ 21,075,518</u>
SHERIFF'S OFFICE				
ASSETS				
Cash and cash equivalents	<u>\$ 326,047</u>	<u>\$ 584,255</u>	<u>\$ 486,524</u>	<u>\$ 423,778</u>
LIABILITIES				
Due to others	<u>\$ 326,047</u>	<u>\$ 584,255</u>	<u>\$ 486,524</u>	<u>\$ 423,778</u>
CLERK OF SUPERIOR COURT				
ASSETS				
Cash and cash equivalents	<u>\$ 184,173</u>	<u>\$ 961,530</u>	<u>\$ 785,518</u>	<u>\$ 360,185</u>
LIABILITIES				
Due to others	<u>\$ 184,173</u>	<u>\$ 961,530</u>	<u>\$ 785,518</u>	<u>\$ 360,185</u>
PROBATE COURT				
ASSETS				
Cash and cash equivalents	<u>\$ 144,486</u>	<u>\$ 727,279</u>	<u>\$ 743,541</u>	<u>\$ 128,224</u>
LIABILITIES				
Due to others	<u>\$ 144,486</u>	<u>\$ 727,279</u>	<u>\$ 743,541</u>	<u>\$ 128,224</u>
MAGISTRATE COURT				
ASSETS				
Cash and cash equivalents	<u>\$ 31,376</u>	<u>\$ 321,766</u>	<u>\$ 313,897</u>	<u>\$ 39,245</u>
LIABILITIES				
Due to others	<u>\$ 31,376</u>	<u>\$ 321,766</u>	<u>\$ 313,897</u>	<u>\$ 39,245</u>
JAIL INMATE				
ASSETS				
Cash and cash equivalents	<u>\$ 13,630</u>	<u>\$ 137,897</u>	<u>\$ 136,181</u>	<u>\$ 15,346</u>
LIABILITIES				
Due to others	<u>\$ 13,630</u>	<u>\$ 137,897</u>	<u>\$ 136,181</u>	<u>\$ 15,346</u>
TOTALS - ALL AGENCY FUNDS				
ASSETS				
Cash and cash equivalents	\$ 1,575,578	\$ 32,592,635	\$ 32,357,772	\$ 1,810,441
Taxes receivable, net	20,305,694	20,628,730	20,702,569	20,231,855
Total	<u>\$ 21,881,272</u>	<u>\$ 53,221,365</u>	<u>\$ 53,060,341</u>	<u>\$ 22,042,296</u>
LIABILITIES				
Due to others	<u>\$ 21,881,272</u>	<u>\$ 53,221,365</u>	<u>\$ 53,060,341</u>	<u>\$ 22,042,296</u>

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COMPONENT UNIT – PEACH PUBLIC LIBRARIES

PEACH COUNTY, GEORGIA
PEACH PUBLIC LIBRARIES COMPONENT UNIT
COMBINING BALANCE SHEET
September 30, 2017

	<u>General Fund</u>	<u>Lula Thomas Library Fund</u>	<u>Total Library Funds</u>
ASSETS			
Cash and cash equivalents	\$ 80,565	\$ 5,022	\$ 85,587
Investments	252,968	30,922	283,890
Accounts receivable	700	0	700
	<hr/>	<hr/>	<hr/>
Total assets	\$ 334,233	\$ 35,944	\$ 370,177
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
LIABILITIES			
Accounts payable	\$ 6,309	\$ 0	\$ 6,309
Other payroll liabilities	660	0	660
	<hr/>	<hr/>	<hr/>
Total liabilities	6,969	0	6,969
	<hr/>	<hr/>	<hr/>
FUND BALANCES			
Nonspendable:			
Lula Thomas CD	0	30,922	30,922
Committed for compensated absences	21,979	0	21,979
Assigned for general library operations	0	5,022	5,022
Unassigned	305,285	0	305,285
	<hr/>	<hr/>	<hr/>
Total fund balances	327,264	35,944	363,208
	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances	\$ 334,233	\$ 35,944	\$ 370,177
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

PEACH COUNTY, GEORGIA
PEACH PUBLIC LIBRARIES COMPONENT UNIT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the fiscal year ended September 30, 2017

	<u>General Fund</u>	<u>Lula Thomas Library Fund</u>	<u>Total Library Funds</u>
REVENUES			
Charges for services	\$ 16,823	\$ 0	\$ 16,823
Intergovernmental	464,535	0	464,535
Interest	576	37	613
Contributions	4,965	0	4,965
Other	523	0	523
	<hr/>	<hr/>	<hr/>
Total revenues	487,422	37	487,459
EXPENDITURES			
Current			
Public services	220,427	0	220,427
Technical services	43,023	0	43,023
Support services	162,125	0	162,125
Maintenance and operations	46,360	0	46,360
Information technology	18,164	0	18,164
	<hr/>	<hr/>	<hr/>
Total expenditures	490,099	0	490,099
Net change in fund balance	(2,677)	37	(2,640)
Fund balances, October 1	329,941	35,907	365,848
	<hr/>	<hr/>	<hr/>
Fund balances, September 30	\$ 327,264	\$ 35,944	\$ 363,208
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

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OTHER REPORTING SECTION

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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
Board of Commissioners
Peach 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 Peach County, Georgia, as of and for the year ended September 30, 2017, and the related notes to the financial statements, which collectively comprise Peach County, Georgia's basic financial statements and have issued our report thereon dated February 27, 2018. Our report includes a reference to other auditors who audited the financial statements of the Peach County Health Department, as described in our report on Peach 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 were reported on separately by those auditors.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Peach 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 Peach County's internal control. Accordingly, we do not express an opinion on the effectiveness of Peach County's internal control.

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph 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. We did identify the following deficiencies in internal control that we consider to be significant deficiencies:

2017-001

Condition: Appropriate segregation of duties does not exist among recording, distribution, reconciliation of cash accounts and other operational functions in the various funds maintained by the County. This is especially prominent in the office of the Clerk of Superior Court.

Criteria: Segregation of employees' duties is a common practice in an effective internal control structure. Segregation of duties is when specific employee functions related to important accounting areas (such as cash receipting and cash disbursements) are separated among different individuals to significantly reduce the risk that any one individual could intentionally or unintentionally misappropriate assets.

2017-001, continued

Effect: Failure to maintain adequate segregation of duties exposes the assets of the County to greater risk of misappropriation.

Recommendation: We recommend that each County office review its policies and procedures to determine where it can adequately segregate duties to alleviate the segregation of duties issues.

Management Response: Management has provided a copy of this finding to the appropriate Elected Officials and Department Heads and they concur with this finding. Action was taken immediately upon receipt of this comment from our auditors.

2017-002

Condition: While performing audit procedures at the Clerk of Superior Court's office, we noted instances where deposits were not made timely. Receipts were held for more than seven days before depositing in 13 of 40 (33%) receipts tested.

Criteria: Proper internal controls require that cash receipts be deposited and transactions recorded in a timely manner.

Effect: Failure to deposit cash receipts in a timely manner exposes the County's assets to a greater risk of loss due to fraud.

Recommendation: At a minimum, deposits should be made weekly.

Management Response: Management has provided a copy of this finding to the appropriate Elected Officials and Department Heads and they concur with this finding. Action was taken immediately upon receipt of this comment from our auditors.

2017-003

Condition: While performing audit procedures at the Clerk of Superior Court's office, we noted no evidence of approval or supporting documentation for 13 of 15 (87%) voided transactions tested.

Criteria: Proper internal controls require that all voided transactions are properly approved.

Effect: Failure to maintain proper supporting documentation with evidence of approval for voided transactions subjects the assets of the County to greater risk of misappropriation.

Recommendation: Supporting documentation with evidence of approval should be retained at the Clerk's office.

Management Response: Management has provided a copy of this finding to the appropriate Elected Official and they concur with this finding. Action was taken immediately upon receipt of this comment from our auditors.

2017-004

Condition: While performing audit procedures at the Probate Court, we noted no evidence of approval or supporting documentation for 8 of 10 (80%) voided transactions tested.

Criteria: Proper internal controls require that all voided transactions are properly approved.

Effect: Failure to maintain proper supporting documentation with evidence of approval for voided transactions subjects the assets of the County to greater risk of misappropriation.

Recommendation: Supporting documentation with evidence of approval should be retained at the Probate Court.

2017-004, continued

Management Response: Management has provided a copy of this finding to the appropriate Elected Official and they concur with this finding. Action was taken immediately upon receipt of this comment from our auditors.

2017-005

Condition: While performing audit procedures on building permit receipts, we noted instances where deposits were not made timely. Receipts were held for more than seven days before depositing in 8 of 40 (20%) receipts tested.

Criteria: Proper internal controls require that cash receipts be deposited and transactions recorded in a timely manner.

Effect: Failure to deposit cash receipts in a timely manner exposes the County's assets to a greater risk of loss due to fraud.

Recommendation: At a minimum, deposits should be made weekly.

Management Response: Management has provided a copy of this finding to the appropriate Department Head and they concur with this finding. Action was taken immediately upon receipt of this comment from our auditors.

Compliance and Other Matters

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

Peach County, Georgia's Responses to Findings

Peach County, Georgia's responses to the findings identified in our audit are described above. Peach County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

This report is intended 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 Peach County, Georgia'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 County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Rushton & Company, LLC

Certified Public Accountants

Gainesville, Georgia
February 27, 2018

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STATE REPORTING SECTION

This section contains additional reports required by the State of Georgia.

PEACH COUNTY, GEORGIA
SCHEDULE OF PROJECTS FINANCED WITH SPECIAL
PURPOSE LOCAL OPTION SALES TAX
For the fiscal year ended September 30, 2017

<u>Project</u>	<u>Estimated Cost *</u>		<u>Expenditures</u>		
	<u>Original</u>	<u>Current</u>	<u>Prior Years</u>	<u>Current Year</u>	<u>Total</u>
<u>1994 Issue</u>					
Sanitary Landfill	\$ 3,000,000	\$ 3,000,000	\$ 4,306,479	\$ 0	\$ 4,306,479
County Buildings	1,750,000	1,750,000	1,750,000	37,502	1,787,502
Total	<u>\$ 4,750,000</u>	<u>\$ 4,750,000</u>	<u>\$ 6,056,479</u>	<u>\$ 37,502</u>	<u>\$ 6,093,981</u>
<u>2004 Issue</u>					
Roads, Streets, and Bridges	\$ 4,120,000	\$ 4,120,000	\$ 4,761,148	\$ 41,375	\$ 4,802,523
Administrative and Detention Facilities	2,185,000	2,185,000	1,198,536	0	1,198,536
Industrial Building	2,000,000	2,000,000	2,000,000	0	2,000,000
Recreation and Cultural Facilities	1,300,000	1,300,000	1,365,439	0	1,365,439
Public Safety Facilities and Equipment	1,195,000	1,195,000	2,349,868	0	2,349,868
Hospital Facility	2,000,000	2,000,000	2,000,000	0	2,000,000
City of Byron	1,250,000	1,250,000	1,305,865	0	1,305,865
City of Fort Valley	1,250,000	1,250,000	1,305,865	0	1,305,865
Total	<u>\$ 15,300,000</u>	<u>\$ 15,300,000</u>	<u>\$ 16,286,721</u>	<u>\$ 41,375</u>	<u>\$ 16,328,096</u>
<u>2008 Issue</u>					
Georgia Environmental Facilities Loan - 2007	\$ 1,125,000	\$ 1,125,000	\$ 1,133,361	\$ 0	\$ 1,133,361
Previously Incurred Debt for Byron Redevelopment Authority	200,000	200,000	223,228	0	223,228
Road, Street, and Bridge Purposes	3,000,000	3,000,000	817,088	22,710	839,798
County Buildings	550,000	550,000	128,604	0	128,604
Improvements and Expansion of Peach Recreation Parks	700,000	700,000	500,841	0	500,841
Public Safety Facilities and Equipment	10,477,000	10,477,000	10,952,647	0	10,952,647
Interest and Costs of Issuance of Debt	1,398,000	1,398,000	3,194,858	0	3,194,858
City of Byron	3,475,000	3,475,000	2,582,417	0	2,582,417
City of Fort Valley	3,075,000	3,075,000	2,860,380	0	2,860,380
Total	<u>\$ 24,000,000</u>	<u>\$ 24,000,000</u>	<u>\$ 22,393,424</u>	<u>\$ 22,710</u>	<u>\$ 22,416,134</u>

PEACH COUNTY, GEORGIA
SCHEDULE OF PROJECTS FINANCED WITH SPECIAL
PURPOSE LOCAL OPTION SALES TAX
For the fiscal year ended September 30, 2017

Project	Estimated Cost *		Expenditures		
	Original	Current	Prior Years	Current Year	Total
<u>2015 Issue</u>					
Road, Street, and Bridge Purposes	\$ 3,800,000	\$ 3,800,000	\$ 258,347	\$ 148,332	\$ 406,679
Construction, Renovation and/or Upgrade of Courthouse and Administrative Facilities	1,000,000	1,000,000	21,700	51,578	73,278
Solid Waste/Recycling Equipment	140,000	140,000	0	33,378	33,378
Construction of Workforce Development Center	3,000,000	3,000,000	3,988,341	0	3,988,341
Library Computers	50,000	50,000	0	0	0
Administrative Vehicles	25,000	25,000	0	0	0
Sewer Project - Southwest Peach County	2,000,000	2,000,000	74,228	58,648	132,876
Recreation Park Improvements	400,000	400,000	0	0	0
Public Safety Facilities and Equipment	3,348,000	3,348,000	119,593	537,106	656,699
Elections Equipment	125,000	125,000	0	11,358	11,358
City of Byron	3,906,000	3,906,000	891,085	604,099	1,495,184
City of Fort Valley	3,906,000	3,906,000	891,084	604,099	1,495,183
Total	\$ 21,700,000	\$ 21,700,000	\$ 6,244,378	\$ 2,048,598	\$ 8,292,976
Repayment of Principal on Debt; Proceeds Included in Projects Above Expenditures Financed by Other Revenues				224,270	80,978
Total 2015 SPLOST Fund Expenditures				\$ 2,353,846	

NOTE: Prior years expenditures for Road, Street, and Bridge Purposes has been reduced \$32,197 to reflect expenditures financed by other revenues that were received in the current fiscal year.

* Estimated cost represents the portion of these projects to be financed with Special Purpose Local Option Sales Tax. Actual costs that are in excess of these amounts have been financed through alternative funds.

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