

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
of Columbia County, Georgia
Evans, Georgia

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Columbia County, Georgia as of and for the year ended June 30, 2011, which collectively comprise Columbia County, Georgia's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Columbia County, Georgia's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the 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 Columbia County, Georgia as of June 30, 2011, the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 1, Columbia County, Georgia implemented Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, as of July 1, 2010.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 6, 2011, on our consideration of Columbia County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 13 through 28) and the Schedule of Funding Progress (on page 83) 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.

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Columbia County, Georgia's financial statements as a whole. The combining and individual nonmajor fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedules of expenditures of special purpose local option sales tax proceeds are presented for purposes of additional analysis as required by the Official Code of Georgia 48-8-21, and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations, and is also not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Columbia County, Georgia's financial statements. The introductory section and statistical tables are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Mauldin & Jenkins, LLC

Macon, Georgia
December 6, 2011

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion & Analysis

The Management's Discussion and Analysis of the Comprehensive Annual Financial Report (CAFR) of Columbia County, Georgia (the Government) provides an overall narrative and analysis of the Government's financial statements for the fiscal year ended June 30, 2011. This discussion and analysis is designed to look at the Government's financial performance as a whole. Readers should also review the additional information provided in the transmittal letter, which can be found preceding this narrative, and the complete financial statements, with notes, which follow this narrative, to enhance their understanding of the Government's financial performance.

Financial Highlights

Key financial highlights of the Primary Government for the year ended June 30, 2011, are as follows:

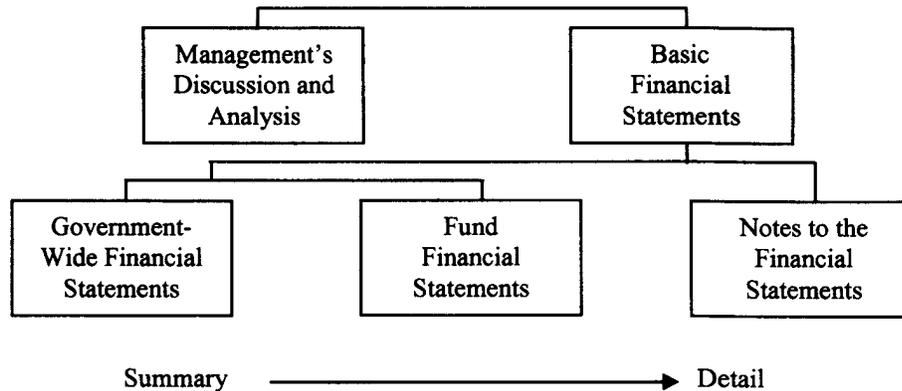
- The Government's combined net assets totaled \$452.7 million.
- The Government's total net assets increased by \$36.8 million, primarily due to the continued diligence of County departments in controlling their expenditures.
- As of the close of the current fiscal year, the Government's governmental funds reported combined ending fund balances of \$120.2 million, a decrease of approximately \$20.4 million from the prior year, primarily due to the completion of capital projects during the year. Approximately 14.1% of this total amount, or \$16.9 million, is available for spending at the government's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$17.8 million, or 34.1% of total General Fund expenditures for the fiscal year and 52.5% of total General Fund fund balance.
- Combined revenue totaled \$148.1 million of which governmental activities totaled \$104.4 million and business-type activities totaled \$43.7 million.
- Overall expenses totaled \$111.4 million of which governmental activities totaled \$86.6 million and business-type activities totaled \$24.8 million.
- Expenses of governmental activities exceeded program revenue, resulting in the use of \$64.7 million in general revenues (mostly taxes).
- Total outstanding long-term debt, excluding compensated absences, the OPEB obligation and the liability for landfill closure/postclosure care costs, increased approximately \$20.5 million primarily due to the issuance of the 2010 Water and Sewerage Refunding Revenue Bonds.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Government's basic financial statements. The basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. The basic financial statements present two different views of the Government through the use of government-wide statements and fund financial statements. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the financial condition of the Government.

Required Components of Annual Financial Report

Figure 1



Basic Financial Statements

The first two statements in the basic financial statements are the **Government-Wide Financial Statements**. They provide both short and long-term information about the Government's financial status.

The next statements are **Fund Financial Statements**. These statements focus on the activities of the individual parts of Columbia County, Georgia's government. These statements provide more detail than the government-wide statements. There are four parts to the Fund Financial Statements: 1) the governmental funds statements; 2) the budgetary comparison statements; 3) the proprietary fund statements; and 4) the fiduciary fund statements.

The next section of the basic financial statements is the **Notes to the Financial Statements**. The notes explain in detail some of the data contained in those statements. After the notes, **supplemental information** is provided to show details about the Government's non-major funds and internal service funds, all of which are added together in one column on the appropriate basic financial statements.

Government-wide Financial Statements

The Government-wide financial statements provide a broad view of the Government's operations in a manner similar to a private-sector business. The statements provide both short-term and long-term information about the Government's financial position, which assists in assessing the economic condition at the end of the fiscal year. These statements are prepared using the flow of economic resources measurement focus and the accrual basis of accounting. This means the statements take into account all revenues and expenses connected with the fiscal year even if cash involved has not been received or paid. The government-wide financial statements include the following two statements:

The **Statement of Net Assets** presents information on all of the Government's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Government is improving or deteriorating.

The **Statement of Activities** presents information showing how the Government's net assets changed during the most recent fiscal year. All changes in net assets 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 not result in cash flows until future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave). This statement also presents a comparison between direct expense and program revenues for each function of the Government.

The government-wide statements are divided into three categories: 1) governmental activities, 2) business-type activities and 3) component units. The governmental activities include most of the Government's basic services such as general administration, judicial services, public safety, public works, health and welfare, culture and recreation, and housing and development. Property taxes, local option sales taxes and state and federal grant funds finance most of these activities. The business-type activities are those services that the Government charges a fee to customers in order to provide. These include solid waste management, water and sewer, storm water, rental facilities, and broadband communications. The final category is component units. The Development Authority of Columbia County serves to promote, pursue and implement economic development in the county. The Columbia County Board of Health is a public health department. Although legally separate from the Government, the Government appoints a voting majority of the boards for the Development Authority and the Board of Health.

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. The Government, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The fund financial statements focus on individual parts of the Government, reporting the Government's operations in more detail than the government-wide statements. All of the funds of the Government can be divided into three categories: governmental funds, proprietary funds and fiduciary funds. These fund categories use different accounting approaches and should be interpreted differently.

Governmental Funds

Most of the basic services provided by the Government are financed through governmental funds. Governmental funds are used to account for essentially the same functions reported as government activities in the government-wide financial statements. However, unlike the government-wide statements, these funds focus on how assets can readily be converted into cash and the amount of funds left at year-end that will be available for spending in the next year. Governmental funds are reported using an accounting method called *modified accrual accounting*, which focuses on current financial resources. Such information may be useful in evaluating the government's short-term financing requirements. These statements provide a detailed short-term view of the Government's finances that assists in determining whether there will be adequate financial resources available to meet the Government's current needs. The relationship between government activities in the government-wide financial statements and the governmental funds financial statements is described in a reconciliation that is a part of the fund financial statements.

The Government has four governmental fund types: the General Fund, Special Revenue Funds, Debt Service Funds and the Capital Projects Funds. Only three individual funds are being considered major funds – the General Fund, the 2006-2010 Special Purpose Local Option Sales Tax Fund (SPLOST), and the 2009 Capital Improvements Plan Fund.

Proprietary Funds

The Government has two types of proprietary funds used to account for activities that operate similar to commercial enterprises found in the private sector. Funds that charge fees for services provided to outside customers including other local governments are known as Enterprise Funds. These funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Funds that charge fees for services provided to departments within the reporting government are known as Internal Service Funds. Proprietary funds use the accrual basis of accounting, thus the only reconciling items needed between the government-wide financial statements for business-type activities and the proprietary fund financial statements relate to the elimination of internal service fund activity and interfund indirect cost allocations.

The Government has five enterprise funds: Water and Sewerage Fund, Storm Water Utility Fund, Solid Waste Management Fund, Rental Facilities Fund and Communications Utility Fund. The Government has four internal service funds: Employee Medical Fund, Risk Management Fund, Customer Service Information Center Fund, and Fleet Replacement Fund. The Water and Sewerage Fund, Storm Water Utility Fund, and Solid Waste Management Fund are the only funds being considered major funds for presentation purposes.

Fiduciary Funds

The Fiduciary Funds are used to account for assets held by the Government as an agent for individuals, private organizations, other governments and other Columbia County departments. The Government is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and only by those to whom the assets belong. These funds are not reflected in the government-wide financial statements because the resources are not available to support the Government's operations or programs.

Government-wide Financial Analysis

Net Assets

Net assets may serve over time as one useful indicator of a government's financial condition. The assets of the Government exceeded liabilities by \$452.7 million as of June 30, 2011.

The largest portion of the Government's net assets, \$314.0 million or 69.4%, reflects its investment in capital assets such as land, buildings, equipment and infrastructure (road, bridges, sidewalks, water lines and sewer lines) less any related debt used to acquire those assets that is still outstanding. The Government uses these capital assets to provide services to its citizens; therefore, these assets are not available for future spending. Although the Government'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.

An additional portion of the Government's net assets, \$56.3 million or 12.4%, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$82.4 million or 18.2%, may be used to meet the Government's ongoing obligations to citizens and creditors.

Several particular aspects of the Government's financial operations positively influenced the total *unrestricted governmental net assets*:

- Continued diligence in the collection of property taxes by maintaining a collection percentage of 99% for real and personal property.
- Continued low cost of debt due to the Government's high bond rating.
- Continued diligence in the maintenance of a 75 – 100 day (25% of operating expenditures) minimum fund balance policy in the General Fund.

The Government's Net Assets
June 30
Figure 2

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Current and other assets	\$ 130,591,766	\$ 150,716,197	\$ 105,055,444	\$ 60,808,487	\$ 235,647,210	\$ 211,524,684
Capital assets	228,277,125	210,807,749	210,693,844	191,325,668	438,970,969	402,133,417
Total assets	<u>358,868,891</u>	<u>361,523,946</u>	<u>315,749,288</u>	<u>252,134,155</u>	<u>674,618,179</u>	<u>613,658,101</u>
Long-term liabilities outstanding	105,493,226	114,255,517	102,115,895	72,306,472	207,609,121	186,561,989
Other liabilities	11,196,249	10,045,766	3,146,430	1,169,326	14,342,679	11,215,092
Total liabilities	<u>116,689,475</u>	<u>124,301,283</u>	<u>105,262,325</u>	<u>73,475,798</u>	<u>221,951,800</u>	<u>197,777,081</u>
Net assets:						
Invested in capital assets, net of related debt	161,092,916	158,886,085	152,937,813	129,726,175	314,030,729	288,612,260
Restricted	54,805,026	10,585,848	1,496,982	1,395,586	56,302,008	11,981,434
Unrestricted	26,281,474	67,750,730	56,052,168	47,536,596	82,333,642	115,287,326
Total net assets	<u>\$ 242,179,416</u>	<u>\$ 237,222,663</u>	<u>\$ 210,486,963</u>	<u>\$ 178,658,357</u>	<u>\$ 452,666,379</u>	<u>\$ 415,881,020</u>

Changes in Net Assets

Governmental Activities. Governmental activities increased the Government's net assets by \$5.2 million, thereby accounting for 14.0% of the total growth in the net assets of the Government. Key elements of this increase are as follows:

Governmental Revenues. Taxes continue as the main source of revenue for governmental activities of the Primary Government amounting to 78.0% of total governmental revenues for the year ended June 30, 2011. Although the Government continues to experience steady growth in the county from new development, property tax revenues for fiscal year 2011 decreased by \$1.1 million due to a decline in the market values of existing properties and a millage rate rollback approved by the Government. However, sales tax revenues increased by \$1.1 million as a result of growth in the county and the opening of several new commercial sites. Capital grants and contributions increased by \$3.1 million primarily due to donated infrastructure from new development and donated fire stations valued at \$5.1 million and \$1.1 million, respectively.

Governmental Functional Expenses: As reflected in the summary of Changes in Net Assets, the Government expended 50.0% of the governmental appropriations for judicial and public safety expenditures, which is comparable to the 49.0% expended in the prior year. Thus, the Government continues to commit substantial financial resources for the safety of its citizens.

Business-type activities: Business-type activities increased the Government's net assets by approximately \$31.6 million, accounting for 86.0% of the total growth in the Government's net assets. Key elements of this increase are as follows:

- The Water and Sewerage Fund reported an increase in net assets of \$19.9 million due to continued operating efficiency of the Fund. Also, capital assets with a net book value of \$8.8 million were transferred from governmental activities to the Water and Sewerage Fund. As the system continues to expand, management is able to control operating costs in connection with establishing rates sufficient to ensure an increase in net assets. 1,866 customers were added to the system during the fiscal year, representing a 2.7% increase in customers.
- The Solid Waste Management Fund reported a decrease in net assets of \$408,455. In October 2008, the Government approved to officially dissolve the Solid Waste Management Authority and to transfer all remaining assets to the Solid Waste Management Fund. The landfill has two cells, both of which are currently closed and no longer accepting waste. Due to revised estimates and closure of the landfill, the liability for closure and post-closure care costs of the D cell decreased by \$202,542. Net assets will continue to decrease as the closed landfill continues its post-closure monitoring.
- The Storm Water Utility Fund reported an increase in net assets of \$2.3 million primarily due to capital contributions of \$2.4 million.

Transfers: Capital assets with a net book value of \$12.7 million, which were funded with general obligation bond funds and/or sales tax revenues, but will be operated and maintained by enterprise funds, were transferred from governmental activities to business-type activities.

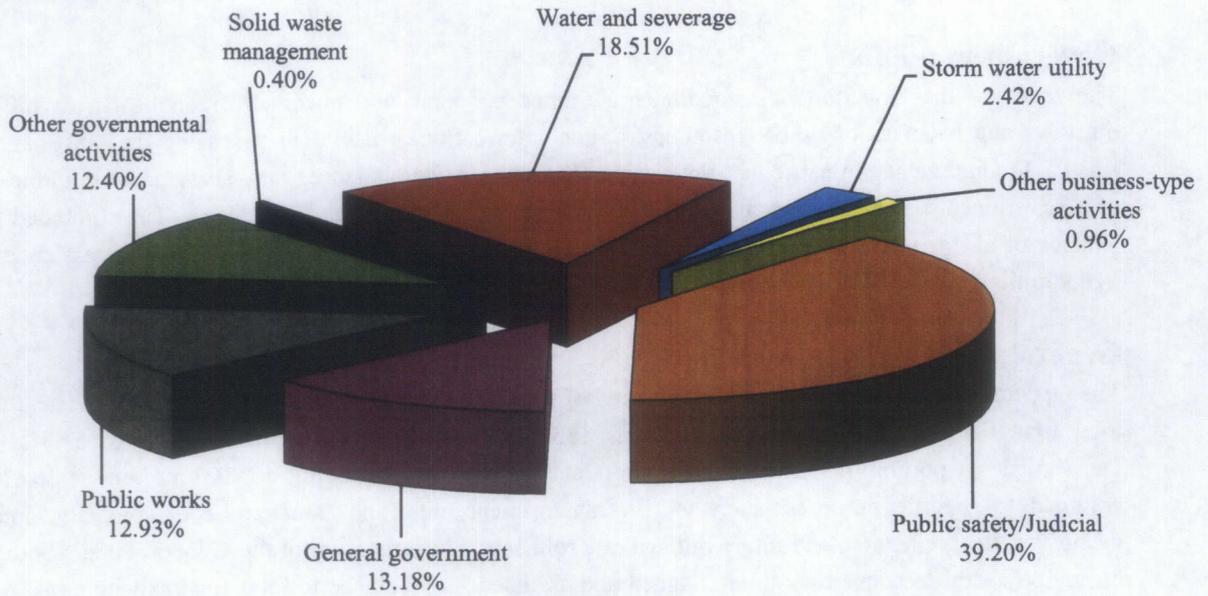
Prior period restatements: The County has determined that restatements of beginning net assets of governmental activities and business-type activities are required to reflect implementation of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. For detail about these restatements, please refer to Note 19 of the notes to the financial statements of this report.

**The Government's Changes in Net Assets
For the Year Ended June 30**

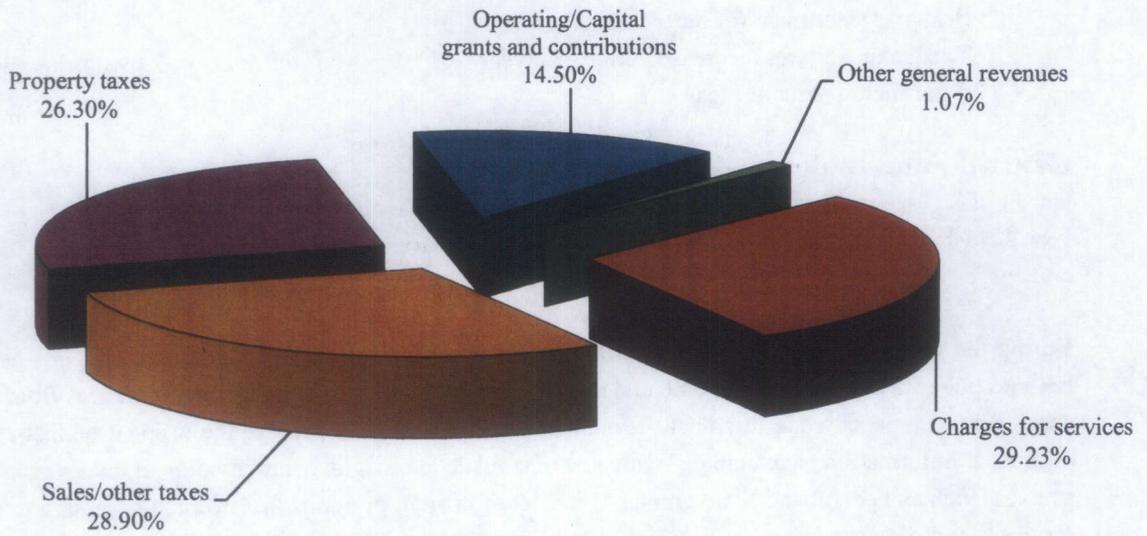
Figure 3

	Governmental Activities		Business-type Activities		Total	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Revenues:						
Program revenues:						
Charges for services	\$ 12,239,570	\$ 12,201,490	\$ 31,068,695	\$ 28,328,633	\$ 43,308,265	\$ 40,530,123
Operating grants and contributions	600,336	1,244,360	-	-	600,336	1,244,360
Capital grants and contributions	9,020,958	5,869,902	11,863,594	4,493,441	20,884,552	10,363,343
General revenues:						
Property taxes	38,970,607	40,039,176	-	-	38,970,607	40,039,176
Sales/other taxes	42,807,248	41,781,679	-	-	42,807,248	41,781,679
Revenues from use of money	303,142	311,757	618,207	704,428	921,349	1,016,185
Gain on sale of assets	67,083	149,545	-	48,510	67,083	198,055
Miscellaneous	412,580	489,726	184,085	9,178	596,665	498,904
Total revenues	104,421,524	102,087,635	43,734,581	33,584,190	148,156,105	135,671,825
Expenses:						
General government	14,683,014	16,505,598	-	-	14,683,014	16,505,598
Judicial system	5,434,425	5,314,220	-	-	5,434,425	5,314,220
Public safety	38,220,194	36,901,852	-	-	38,220,194	36,901,852
Public works	14,395,157	13,161,939	-	-	14,395,157	13,161,939
Health and welfare	1,400,502	1,842,626	-	-	1,400,502	1,842,626
Culture and recreation	5,194,324	5,033,259	-	-	5,194,324	5,033,259
Housing and development	3,409,385	3,642,024	-	-	3,409,385	3,642,024
Interest on long-term debt	3,806,892	4,060,110	-	-	3,806,892	4,060,110
Water and sewerage	-	-	20,618,775	20,076,869	20,618,775	20,076,869
Storm water utility	-	-	2,692,608	2,765,989	2,692,608	2,765,989
Solid waste management	-	-	450,062	561,377	450,062	561,377
Rental facilities	-	-	643,547	-	643,547	-
Communications utility	-	-	421,861	437,503	421,861	437,503
Total expenses	86,543,893	86,461,628	24,826,853	23,841,738	111,370,746	110,303,366
Increase in net assets before transfers	17,877,631	15,626,007	18,907,728	9,742,452	36,785,359	25,368,459
Transfers	(12,720,447)	(1,000,000)	12,720,447	1,000,000	-	-
Increase in net assets	5,157,184	14,626,007	31,628,175	10,742,452	36,785,359	25,368,459
Net assets, beginning	237,222,663	222,596,656	178,658,357	167,915,905	415,881,020	390,512,561
Restatement of beginning net assets	(200,431)	-	200,431	-	-	-
Net assets, ending	\$ 242,179,416	\$ 237,222,663	\$ 210,486,963	\$ 178,658,357	\$ 452,666,379	\$ 415,881,020

Government-Wide Expenses



Government-Wide Revenues



Financial Analysis of the Government's Individual Funds

The Government uses fund accounting to demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the Government's governmental funds is to provide information on near-term inflows, outflows and balances of usable resources. Such information is useful in assessing the Government's financial requirements. In particular, the assigned/unassigned fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The combined fund balance of all the governmental funds is \$120.2 million, of which \$9.0 million, or 7.5%, is assigned and \$16.9 million, or 14.1%, is unassigned.

General Fund

The General Fund is the primary operating fund of the Government. At the end of the current fiscal year, total fund balance of the General Fund was \$33.9 million, of which \$17.8 million, or 52.5%, was unassigned. A portion of fund balance in the General Fund in the amount of \$9.0 million, or 26.6%, is assigned to specific purposes, such as risk management, interfund transfers, economic development incentives, debt reduction, and future millage rate rollbacks. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned and assigned fund balance to total fund expenditures. As of June 30, 2011, the total of unassigned and assigned fund balance represents 51.4% of total General Fund expenditures.

The total fund balance of the General Fund increased by \$3.8 million (12.6%) during the current fiscal year. Key factors contributing to this increase are as follows:

- ◆ Total revenue decreased from prior year revenue by \$531,877, or 0.9%, primarily due to the decrease of \$476,070 in property taxes as a result of a decline in market values of existing properties and a millage rate rollback approved by the Government and a decrease in intergovernmental revenues of \$625,375 due to a decrease in work performed by the Roads & Bridges Department for other funds.
- ◆ Total expenditures decreased in fiscal year 2011 by \$1.1 million, or 2.0%, primarily due to department restructurings.

General Fund Budgetary Highlights

During the year ended June 30, 2011, the Government's financial picture remains impressive. The fiscal year 2011 budget was balanced with no millage rate increase and no reduction in services provided to the citizens.

During the year, the Government revised the budget on several occasions. Generally, budget amendments fall into one of five categories: 1) amendments to appropriate fund balance for encumbrances from the prior year; 2) amendments made to adjust the estimates that are used to prepare the original budget resolution once exact information is available; 3) amendments made to recognize new funding amounts from external sources, such as Federal and State grants; 4) increases in appropriations that become necessary to maintain services; and 5) amendments to transfer appropriations between departments. The fifth category has no effect on the final budget and, therefore, is not addressed in this narrative. For example, included in the original budget for the general government function was a contingency in the amount of \$1,561,256. During the year, the Government transferred these funds to other functions as needed, but this had no impact on the total budget.

Amendments to the General Fund budget increased revenues, expenditures and other financing sources/uses by \$93,000. Amendments consisted of the following:

- An increase in intergovernmental revenue and public works expenditures of \$93,000 due to work performed by the Roads & Bridges Department at the landfill;

The actual operating revenues for the General Fund were \$1.9 million more than the final budgeted amount primarily due to an increase in sales tax revenues. Due to uncertainty with the economy, the budget was prepared using a 5% decrease in sales tax revenues. The individual sources within the revenues fluctuated both positively and negatively. Except for the sales tax revenues as previously mentioned, no individual source materially varied from the final budget.

As a result of superior budget management by all departments of the Government, actual operating expenditures were less than the budgeted amount by \$1.9 million. For the year, actual revenues and other financing sources exceeded actual expenditures and other financing uses by \$3.8 million.

Capital Projects Funds

The Government uses Capital Projects Funds to account for the acquisition and construction of major capital facilities that are not financed by Proprietary Funds. Two major funds included in the fund financial statements are the 2006-2010 SPLOST Fund and the 2009 Capital Improvements Plan (CIP) Fund. The proceeds of the 2006-2010 SPLOST, the 2011-2016 SPLOST, and the 2009 GO bond issue are accounted for in these capital projects funds until improvement projects are completed. Although the previous SPLOST program expired in December 2010, it was renewed for another six years and is accounted for within the 2009 CIP Fund, along with the 2009 GO bond. The fund balances as of June 30, 2011, for the 2006-2010 SPLOST Fund and the 2009 CIP Fund total \$41.6 million and \$15.4 million, respectively, all of which is held for specific construction and improvement projects and capital acquisitions. The increase in fund balance in the 2006-2010 SPLOST Fund and the decrease in fund balance in the 2009 CIP Fund is due to interfund transfers and the timing of the collection of revenues as compared to project expenditures. During fiscal year 2011, sales tax revenues grew by 3.2% from the previous year.

Proprietary Funds

The activities of the Government that render services to the general public on a user charge basis, or that require periodic determination of revenues for public policy, are accounted for as Enterprise Funds. The Government's proprietary funds provide the same type of information found in the government-wide statements but in more detail. Unrestricted net assets of major proprietary funds at the end of the year were as follows: Water and Sewerage Fund, \$43.4 million; Solid Waste Management Fund, \$517,521; Storm Water Utility Fund, \$6.6 million. The total growth (reduction) in net assets for previously mentioned funds was \$19.9 million, \$(408,455), and \$2.3 million, respectively. Factors concerning the finances of these funds have already been addressed in the discussion of the Government's business-type activities.

Capital Assets and Debt Administration

Capital Assets

The Government's investment in capital assets for its governmental and business-type activities as of June 30, 2011, amounts to \$439.0 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, equipment, infrastructure and construction in progress. Infrastructure assets are items that are normally immovable and of value only to the Government, such as roads, bridges, streets and sidewalks, drainage systems and other similar items.

Major capital asset transactions during the year include:

- Completion of \$15.5 million of infrastructure and \$5.3 million of building projects.
- Addition of water and sewer systems of \$4.0 million.
- Net increase in construction in progress for business-type activities of \$8.2 million.
- Net increase in construction in progress for governmental activities of \$16.1 million.
- Transfer of assets from governmental activities to business-type activities of \$12.7 million.

Additional information on the Government's capital assets can be found in Note 6 of the notes to the financial statements of this report.

The Government's Capital Assets
(net of depreciation)
June 30
Figure 4

	Governmental Activities		Business-type Activities		Total	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Land	\$ 35,956,287	\$ 34,678,866	\$ 1,605,310	\$ 1,470,680	\$ 37,561,597	\$ 36,149,546
Buildings	57,148,891	58,270,150	6,210,565	1,071,294	63,359,456	59,341,444
Improvements other than buildings	14,274,961	21,155,825	625,611	667,610	14,900,572	21,823,435
Utility plant and distribution systems	-	-	106,538,221	101,907,662	106,538,221	101,907,662
Donated subdivisions	-	-	75,089,787	55,588,645	75,089,787	55,588,645
Storm water systems	-	-	1,673,657	19,426,806	1,673,657	19,426,806
Infrastructure	72,136,432	64,070,578	-	-	72,136,432	64,070,578
Vehicles, machinery and equipment	6,315,843	6,251,513	953,592	1,371,958	7,269,435	7,623,471
Construction in progress	42,444,711	26,380,817	17,997,101	9,821,013	60,441,812	36,201,830
Total	\$ 228,277,125	\$ 210,807,749	\$ 210,693,844	\$ 191,325,668	\$ 438,970,969	\$ 402,133,417

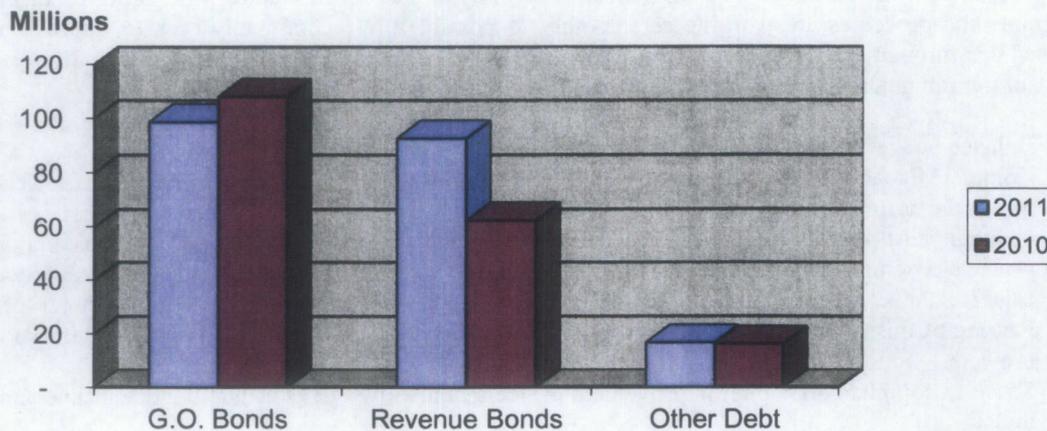
Long-Term Debt

As of June 30, 2011, the Government had a total of \$207.6 million in outstanding long-term debt. Of this amount, \$98.5 million consists of general obligation debt backed by the full faith and credit of the Government, \$92.5 million consists of revenue bonds backed by the revenues of the water and sewer system, \$7.9 million consists of the liability for landfill closure, and \$8.7 million in other liabilities. The Government retired \$39.9 million of outstanding bonds and issued \$60.73 million of new bonds during the year ended June 30, 2011.

The Government's Outstanding Debt General Obligation and Revenue Bonds June 30

Figure 5

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
General obligation bonds	\$ 98,519,453	\$ 107,925,343	\$ -	\$ -	\$ 98,519,453	\$ 107,925,343
Revenue bonds	-	-	92,459,466	62,395,255	92,459,466	62,395,255
Other debt	6,973,773	6,330,174	9,656,429	9,911,217	16,630,202	16,241,391
Total debt	\$ 105,493,226	\$ 114,255,517	\$ 102,115,895	\$ 72,306,472	\$ 207,609,121	\$ 186,561,989



In August 2010, the Government prepared comprehensive presentations for Fitch IBCA, Standard & Poor's, and Moody's Investors Service rating agencies in an effort to upgrade the current uninsured ratings applied to the Government's general obligation bonds and water and sewerage revenue bonds in anticipation of issuing approximately \$60 million in water and sewerage revenue bonds. The Government received an upgrade from Fitch to AAA from AA and an upgrade from Moody's Investor Services to Aa1 from Aa2 and maintains a rating of AA+ from Standard and Poor's for the general obligation debt. The Government received upgrades from all three rating agencies for the water and sewerage debt. Standard and Poor's upgraded from AA to AA+, Fitch upgraded from AA- to AA+, and Moody's Investor Services upgraded from Aa3 to Aa2. The water and sewerage debt ratings were reaffirmed in August 2011 in

anticipation of issuing \$17.125 million in water and sewerage refunding revenue bonds. These bond ratings are clear indications of the sound financial condition of the Government. These high ratings are a primary factor in keeping interest costs low on the Government's outstanding debt.

The State of Georgia limits the amount of general obligation debt that a unit of government can issue to 10% of the net assessed value of taxable property located within that government's boundaries. The legal debt limit for the Government is \$413.9 million and the legal debt margin is \$319.5 million.

Additional information regarding the Government's long-term debt can be found in Note 7 of the notes to the financial statements of this report.

Economic Factors

The Columbia County Board of Commissioners (BOC) have continued to aggressively address the current and future needs of the Government by focusing on sound financial management, financial policies, the use of current resources for capital expenditures and the development of capital improvement plans. With a growing, diverse population, the challenge is to continue to improve the quality of life by concentrating on the demands placed on the public infrastructure such as transportation, water supply, wastewater treatment, the demands of revitalization of many business areas and the demands of greenspace conservation. Although the nation and surrounding counties are facing financial difficulties, the Government is able to maintain low property tax rates and low debt levels and has increased the reserves so that we can remain a leader and provide the best place to live, work and play.

Budget Highlights for the Fiscal Year Ending June 30, 2012

Every year, the Government's overall goal is to provide essential services to our citizens as cost effectively and professionally as possible. The BOC works diligently to plan for the future while ensuring that current programs and processes are working as smoothly as possible. We continually seek to improve and are pleased that through our fiscal responsibility we are able to make some dreams come into reality. Here are a few of our top goals:

1. Balance budget with no reduction in services and lower the millage rate.
2. Complete Broadband construction (\$18 million Stimulus project) and begin marketing of towers/fiber.
3. Finish the design and right-of-way for the \$39 million Washington Road widening project.
4. Continue cost-savings initiatives such as the Management Review Team to reduce costs and promote projects/programs that increase sales tax so the County can become less dependent on property taxes.
5. Educate the citizens on the upcoming regional T-SPLOST referendum in the summer of 2012. Passing of this referendum could greatly lower the County's cost share of future large transportation projects.
6. Strive to complete all capital improvement projects funded by SPLOST and bonds on time and under budget.
7. Open a fire station to cover citizens south of I-20 and coordinate with fire department to transfer deeds for the remaining fire stations to the County.
8. Complete and open the new consolidated Health Department building, Animal Services facility, Building C expansion, Recycle Center at Riverside Park, Fleet facility, Maintenance/Broadband building, and Evans Towne Center Park.
9. Finish and open Family Y/Event Center at the Gateway as well as the Gateway Blvd Extension.
10. Finalize plans for independent library system.

Below are additional budget highlights:

- Total General Fund expenditures increased by 1.85% from the FY 2010/2011 adopted budget, including a contingency of \$1,130,247, or 2.09% of proposed expenditures.
- The increase in General Fund expenditures consists of an increase in personnel costs of 1.93%, an increase in new personnel hires and promotions of 100.00%, an increase in operating expenditures of 4.75%, and a decrease in capital requests of 20.39%.
- No interfund transfers were included in the General Fund for FY 2011/2012.
- New personnel requests within the General Fund include 4 new positions in the Sheriff's Office in the amount of \$92,007, reclassifications and promotions in the amount of \$20,235, a 35 day delay in replacement of vacancies for a savings of \$235,000, no merit increase, funding for recommendations included within the salary study in the amount of \$15,000, funding for a "Healthy Lifestyle" program in the amount of \$25,000, funding to increase the employer contribution of basic life insurance to 100% in the amount of \$9,300, and funding for wellness physicals in the amount of \$90,000. New hires are budgeted at a rate of "entry only" and include various effective dates. The combined cost/(savings) of these additional personnel and benefit requests is (\$95,700).
- New personnel requests within other funds include 1 new Building Inspector, 1 new Marketing Coordinator, 4 new positions in the Water Utility, and reclassifications and promotions in the amount of \$30,687. The combined cost of these additional personnel requests is \$276,925.
- Growth in the property tax digest is projected to be flat. Therefore, the budget was prepared and balanced using a 0.0% increase in property tax revenues due to the economic uncertainty and ongoing changes in state legislation. Any actual growth in the property tax revenues will be added to the contingency fund.
- Uncertainty still surrounds Local Option Sales Tax revenues. Although we experienced an annualized increase of 14.38 % for calendar year 2010, the annualized increase for calendar year 2011 is only 1.85% as of June 2011. Therefore, the budget was prepared and balanced using a 5% increase in sales tax revenues.
- At the Management and Financial Services Committee meeting held on July 12, 2011, staff recommended that the BOC evaluate a proposal to reduce the millage rate for debt service by 0.25 mills due to the strength of our fund balance. At the BOC meeting held on July 19, 2011, the BOC approved this proposal. This requires an adjustment to the property tax revenues of -\$1,040,487. This revenue reduction will be offset by the use of General Fund fund balance.
- As part of the millage rate proposal, staff recommended transferring 0.366 mills from the debt service millage rate to the fire services millage rate to cover the increased cost of providing fire services. This revenue reduction for debt service, along with the increase in debt service requirements for fiscal year 2012, will be offset by the use of General Fund fund balance in the amount of \$2,735,237. Due to the strength of our fund balance, the increased cost of fire services and the increase in debt service requirements can be covered without an increase in the overall millage rate.

Requests for Information

This report is designed to provide an overview of the Government's finances for those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be directed to the Finance Director, Columbia County, Georgia, 630 Ronald Reagan Drive, Evans, Georgia 30809.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Columbia County, Georgia
Statement of Net Assets
June 30, 2011

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Development Authority	Board of Health
Assets					
Cash and cash equivalents	\$ 32,398,548	\$ 31,082,322	\$ 63,480,870	\$ 324,949	\$ 203,218
Investments	1,147,952	22,615,901	23,763,853	-	-
Taxes receivable	821,374	-	821,374	-	-
Accounts receivable	873,989	5,334,495	6,208,484	-	53,906
Intergovernmental receivable	3,261,967	1,708,039	4,970,006	-	-
Investment in Spec Building	-	-	-	308,750	-
Internal balances	(4,910,104)	4,910,104	-	-	-
Inventories	6,299,365	585,986	6,885,351	-	-
Prepaid items	145,573	15,162	160,735	-	-
Deferred charges	800,008	1,673,638	2,473,646	-	-
Restricted cash	69,325,840	7,050,496	76,376,336	-	-
Restricted investments	20,427,254	30,079,301	50,506,555	-	-
Land and construction in progress	78,400,998	19,602,411	98,003,409	112,041	-
Other capital assets, net of acc dep	149,876,127	191,091,433	340,967,560	-	-
Total assets	358,868,891	315,749,288	674,618,179	745,740	257,124
Liabilities					
Accounts payable	6,557,800	2,531,798	9,089,598	2,706	24,740
Claims payable	1,237,699	-	1,237,699	-	-
Accrued payroll	1,484,002	-	1,484,002	354	-
Unearned revenue	-	113,040	113,040	-	-
Intergovernmental payable	250,480	-	250,480	22,801	-
Accrued interest payable	1,666,268	344,392	2,010,660	-	-
Customer deposits	-	157,200	157,200	-	-
Long-term liabilities:					
Liabilities due within one year	12,098,000	5,248,411	17,346,411	-	81,743
Liabilities due in greater than one year	93,395,226	96,867,484	190,262,710	-	-
Total liabilities	116,689,475	105,262,325	221,951,800	25,861	106,483
Net Assets					
Invested in capital assets, net of related debt	161,092,916	152,937,813	314,030,729	112,041	-
Restricted for:					
Debt service	8,431,984	1,496,982	9,928,966	-	-
Capital projects	40,985,135	-	40,985,135	-	-
Public safety	4,445,100	-	4,445,100	-	-
Health and welfare	-	-	-	-	168,480
Culture and recreation	408,477	-	408,477	-	-
Judicial	534,330	-	534,330	-	-
Unrestricted	26,281,474	56,052,168	82,333,642	607,838	(17,839)
Total net assets	\$ 242,179,416	\$ 210,486,963	\$ 452,666,379	\$ 719,879	\$ 150,641

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

Columbia County, Georgia
Statement of Activities
For the Year Ended June 30, 2011

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 14,683,014	\$ 1,969,668	\$ 193,099	\$ 402,759
Judicial	5,434,425	3,172,739	48,889	-
Public safety	38,220,194	2,974,002	47,811	1,203,635
Public works	14,395,157	1,661,405	16,131	7,359,160
Health and welfare	1,400,502	59,131	212,462	-
Culture and recreation	5,194,324	663,326	81,944	55,404
Housing and development	3,409,385	1,739,299	-	-
Debt service - interest and fees	3,806,892	-	-	-
Total governmental activities	<u>86,543,893</u>	<u>12,239,570</u>	<u>600,336</u>	<u>9,020,958</u>
Business-type Activities:				
Water and sewerage	20,618,775	28,064,404	-	3,447,307
Storm water utility	2,692,608	2,636,555	-	2,423,775
Solid waste management	450,062	-	-	-
Rental facilities	643,547	367,736	-	-
Communications utility	421,861	-	-	5,992,512
Total business-type	<u>24,826,853</u>	<u>31,068,695</u>	<u>-</u>	<u>11,863,594</u>
Total primary government	\$ 111,370,746	\$ 43,308,265	\$ 600,336	\$ 20,884,552
Component units:				
Development Authority	248,842	10,731	263,370	-
Board of Health	1,258,954	256,956	1,006,403	-
Total component units	\$ 1,507,796	\$ 267,687	\$ 1,269,773	\$ -

General revenues:	
Taxes, general property	
Taxes, sales	
Taxes, franchise	
Taxes, business	
Taxes, real estate transfer and intangibles	
Taxes, lodging and alcohol	
Taxes, other property	
Revenues from use of money and property	
Gain on sale of capital assets	
Miscellaneous	
Transfers	
Total general revenues and transfers	
Change in net assets	
Net assets - beginning, restated	
Net assets - ending	

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

**Net(Expense) Revenue and
Changes in Net Assets**

Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total	Development Authority	Board of Health
\$ (12,117,488)	\$ -	\$ (12,117,488)		
(2,212,797)	-	(2,212,797)		
(33,994,746)	-	(33,994,746)		
(5,358,461)	-	(5,358,461)		
(1,128,909)	-	(1,128,909)		
(4,393,650)	-	(4,393,650)		
(1,670,086)	-	(1,670,086)		
(3,806,892)	-	(3,806,892)		
<u>(64,683,029)</u>	<u>-</u>	<u>(64,683,029)</u>		
-	10,892,936	10,892,936		
-	2,367,722	2,367,722		
-	(450,062)	(450,062)		
-	(275,811)	(275,811)		
-	5,570,651	5,570,651		
<u>-</u>	<u>18,105,436</u>	<u>18,105,436</u>		
<u>(64,683,029)</u>	<u>18,105,436</u>	<u>(46,577,593)</u>		
			25,259	-
			-	4,405
			<u>25,259</u>	<u>4,405</u>
38,970,607	-	38,970,607	-	-
34,522,078	-	34,522,078	-	-
685,582	-	685,582	-	-
4,736,362	-	4,736,362	-	-
1,017,596	-	1,017,596	-	-
1,836,221	-	1,836,221	-	-
9,409	-	9,409	-	-
303,142	618,207	921,349	3,562	-
67,083	-	67,083	-	-
412,580	184,085	596,665	-	39,538
(12,720,447)	12,720,447	-	-	-
<u>69,840,213</u>	<u>13,522,739</u>	<u>83,362,952</u>	<u>3,562</u>	<u>39,538</u>
<u>5,157,184</u>	<u>31,628,175</u>	<u>36,785,359</u>	<u>28,821</u>	<u>43,943</u>
<u>237,022,232</u>	<u>178,858,788</u>	<u>415,881,020</u>	<u>691,058</u>	<u>106,698</u>
<u>\$ 242,179,416</u>	<u>\$ 210,486,963</u>	<u>\$ 452,666,379</u>	<u>\$ 719,879</u>	<u>\$ 150,641</u>

FUND FINANCIAL STATEMENTS

Columbia County, Georgia
Balance Sheet
Governmental Funds
June 30, 2011

	General Fund	Special Local Option Sales Tax Fund 2006-2010	2009 Capital Improvements Plan Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets					
Cash and cash equivalents	\$ 29,960,555	\$ 32,655,577	\$ 9,011,882	\$ 27,775,349	\$ 99,403,363
Investments	1,147,952	10,012,060	10,012,060	403,134	21,575,206
Taxes receivable	589,061	-	-	232,313	821,374
Accounts receivable	325,552	-	-	544,589	870,141
Intergovernmental receivable	1,608,633	-	1,653,334	-	3,261,967
Due from other funds	5,892,019	-	-	8,701,022	14,593,041
Advances to other funds	645,271	-	-	-	645,271
Inventories	6,299,365	-	-	-	6,299,365
Prepaid items	134,831	1,293	584	7,973	144,681
Total assets	\$ 46,603,239	\$ 42,668,930	\$ 20,677,860	\$ 37,664,380	\$ 147,614,409
Liabilities and fund balances					
Liabilities:					
Accounts payable	\$ 1,132,977	\$ 903,425	\$ 2,069,839	\$ 2,360,889	\$ 6,467,130
Claims payable	477,264	-	-	-	477,264
Accrued payroll	1,484,002	-	-	-	1,484,002
Deferred revenue	488,231	-	-	196,816	685,047
Due to other funds	9,120,183	135,084	2,935,343	5,205,428	17,396,038
Advances from other funds	-	-	-	645,271	645,271
Due to other governments	-	-	250,480	-	250,480
Total liabilities	12,702,657	1,038,509	5,255,662	8,408,404	27,405,232
Fund balances:					
Nonspendable:					
Long-term interfund receivable	645,271	-	-	-	645,271
Inventories	6,299,365	-	-	-	6,299,365
Prepaid items	134,831	1,293	584	7,973	144,681
Restricted for:					
Judicial	-	-	-	555,588	555,588
Public safety	-	-	-	4,717,278	4,717,278
Culture and recreation	-	-	-	1,215,753	1,215,753
Housing and development	-	-	-	807,279	807,279
Capital projects	-	41,629,128	15,421,614	15,076,123	72,126,865
Debt service	-	-	-	7,207,844	7,207,844
Committed to:					
Public safety	-	-	-	406,227	406,227
Culture and recreation	-	-	-	129,968	129,968
Assigned to:					
Risk management	1,000,000	-	-	-	1,000,000
Interfund transfers	1,735,510	-	-	-	1,735,510
Economic development incentives	2,500,000	-	-	-	2,500,000
Debt reduction	2,735,237	-	-	-	2,735,237
Millage rate rollback	1,040,487	-	-	-	1,040,487
Unassigned	17,809,881	-	-	(868,057)	16,941,824
Total fund balances	33,900,582	41,630,421	15,422,198	29,255,976	120,209,177
Total liabilities and fund balances	\$ 46,603,239	\$ 42,668,930	\$ 20,677,860	\$ 37,664,380	\$ 147,614,409

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

Columbia County, Georgia
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Assets
June 30, 2011

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

Ending fund balances - governmental funds	\$	120,209,177
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Total capital assets, governmental activities		228,277,125
Less capital assets recorded in internal service funds		(1,700,742)
		226,576,383
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.		
		685,047
Bond issuance costs, net of amortization, are not financial resources and, therefore, are not reported in the funds.		
		800,008
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Total long-term debt, governmental activities		(105,493,226)
Less compensated absences reported in internal service funds		24,567
		(105,468,659)
Interest payable on long-term debt does not require current financial resources. Therefore, interest payable is not reported as a liability in the governmental funds balance sheet.		
		(1,666,268)
Internal service funds are used by management to charge the costs of risk management, handling citizen complaints, and employee health benefits activity to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.		
		5,966,349
Certain activities between funds, including indirect costs and reimbursements, are recorded as revenues and expenditures in the respective funds. These interfund transactions have been eliminated in the statement of net assets.		
		(4,922,621)
Net assets of governmental activities	\$	242,179,416

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

Columbia County, Georgia
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2011

	<u>General Fund</u>	<u>Special Local Option Sales Tax Fund 2006-2010</u>	<u>2009 Capital Improvements Plan Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues					
Taxes - property	\$ 27,188,307	\$ -	\$ -	\$ 12,157,719	\$ 39,346,026
Taxes - sales	16,135,031	9,101,465	9,285,582	-	34,522,078
Taxes - other	3,496,183	-	-	4,788,987	8,285,170
Licenses and permits	341,437	-	-	1,227,540	1,568,977
Charges for services	4,329,410	-	-	4,005,599	8,335,009
Intergovernmental	1,893,507	111,434	-	2,406,457	4,411,398
Fines and forfeitures	1,869,059	-	-	466,523	2,335,582
Investment income	225,706	221,952	91,055	85,941	624,654
Contributions and donations	967	-	-	118,133	119,100
Other	395,505	-	-	17,075	412,580
Total revenues	55,875,112	9,434,851	9,376,637	25,273,974	99,960,574
Expenditures					
Current:					
General government	11,007,039	-	-	324,667	11,331,706
Judicial	5,225,679	-	-	114,598	5,340,277
Public safety	24,254,792	-	-	11,298,681	35,553,473
Public works	4,394,756	-	-	3,431,136	7,825,892
Health and welfare	1,283,655	-	-	-	1,283,655
Culture and recreation	3,823,292	-	-	685,195	4,508,487
Housing and development	2,201,477	-	-	1,177,757	3,379,234
Intergovernmental	-	772,270	340,319	-	1,112,589
Capital outlay	-	7,902,541	15,384,496	13,545,142	36,832,179
Debt service:					
Principal	-	-	-	8,440,000	8,440,000
Interest	-	169,385	-	4,584,738	4,754,123
Other	-	-	-	3,854	3,854
Total expenditures	52,190,690	8,844,196	15,724,815	43,605,768	120,365,469
Excess (deficiency) of revenues over (under) expenditures	3,684,422	590,655	(6,348,178)	(18,331,794)	(20,404,895)
Other financing sources (uses)					
Sale of property	29,755	-	-	-	29,755
Transfers in	175,000	5,659,056	-	13,333,874	19,167,930
Transfers out	(69,670)	(1,373,493)	(9,960,360)	(7,764,407)	(19,167,930)
Total other financing sources and uses	135,085	4,285,563	(9,960,360)	5,569,467	29,755
Net change in fund balances	3,819,507	4,876,218	(16,308,538)	(12,762,327)	(20,375,140)
Fund balances -- beginning, restated	30,081,075	36,754,203	31,730,736	42,018,303	140,584,317
Fund balances -- ending	\$ 33,900,582	\$ 41,630,421	\$ 15,422,198	\$ 29,255,976	\$ 120,209,177

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

Columbia County, Georgia
**Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds to the Statement of Activities**
For the Year Ended June 30, 2011

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

Net change in fund balances - total governmental funds \$ (20,375,140)

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. The amount by which capital outlay exceeded depreciation in the current year is detailed below:

Capital expenditures	37,671,977	
Less capital assets purchased in internal service funds	(574,999)	
Capital contributions	6,284,324	
Depreciation expense	(13,751,721)	
Less depreciation expense in internal service funds	723,110	
Net book value of disposals	(14,757)	
Less net book value of disposals in internal service funds	<u>14,757</u>	
		30,352,691

The reassignment of general government capital assets to an enterprise fund is reported as a transfer in the statement of activities but is not reported in governmental funds. (12,720,447)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (375,419)

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Below are the amounts of these differences in treatment of long-term debt and related items.

Current year amortization of premium	965,890	
Current year amortization of bond issuance costs	(206,231)	
Current year principal repayments	8,440,000	
Net change in OPEB obligation	(417,205)	
Net changes in compensated absences, less amounts reported in funds	<u>(232,040)</u>	
		8,550,414

In the fund financial statements, interest expense on long-term debt is reported in the period that the current financial resources are used. In the statement of activities, interest expense on long-term debt is recorded as the expense is incurred. This amount is the difference between recording interest as accrued rather than as paid. 191,426

The net revenue of certain activities of the internal service funds is reported with governmental activities. 91,997

Certain activities between funds, including indirect costs and reimbursements, are recorded as revenues and expenditures in the respective funds. These interfund transactions have been eliminated in the statement of activities. (558,338)

Change in net assets of governmental activities \$ 5,157,184

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

Columbia County, Georgia
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes - property	\$ 26,941,328	\$ 26,941,328	\$ 27,188,307	\$ 246,979
Taxes - sales	14,740,000	14,740,000	16,135,031	1,395,031
Taxes - other	3,570,400	3,570,400	3,496,183	(74,217)
Licenses and permits	356,000	356,000	341,437	(14,563)
Charges for services	4,020,588	4,020,588	4,329,410	308,822
Intergovernmental	1,700,334	1,793,334	1,893,507	100,173
Fines and forfeitures	2,019,200	2,019,200	1,869,059	(150,141)
Investment income	200,000	200,000	225,706	25,706
Contributions and donations	10,500	10,500	967	(9,533)
Other	290,608	290,608	395,505	104,897
Total revenues	<u>53,848,958</u>	<u>53,941,958</u>	<u>55,875,112</u>	<u>1,933,154</u>
Expenditures				
Current:				
General government	15,163,244	12,220,979	11,007,039	1,213,940
Judicial	4,974,734	5,368,762	5,225,679	143,083
Public safety	22,722,721	24,539,127	24,254,792	284,335
Public works	4,152,452	4,532,876	4,394,756	138,120
Health and welfare	1,197,967	1,305,712	1,283,655	22,057
Culture and recreation	3,593,228	3,862,660	3,823,292	39,368
Housing and development	2,319,812	2,317,172	2,201,477	115,695
Total expenditures	<u>54,123,958</u>	<u>54,147,288</u>	<u>52,190,690</u>	<u>1,956,598</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(275,000)</u>	<u>(205,330)</u>	<u>3,684,422</u>	<u>3,889,752</u>
Other financing sources (uses)				
Sale of property	100,000	100,000	29,755	(70,245)
Transfers in	175,000	175,000	175,000	-
Transfers out	-	(69,670)	(69,670)	-
Total other financing sources (uses)	<u>275,000</u>	<u>205,330</u>	<u>135,085</u>	<u>(70,245)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>3,819,507</u>	<u>\$ 3,819,507</u>
Fund balance -- beginning, restated			30,081,075	
Fund balance -- ending			<u>\$ 33,900,582</u>	

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

Columbia County, Georgia
Statement of Net Assets
Proprietary Funds
June 30, 2011

	Business-type Activities - Enterprise Funds					Governmental
	Water and Sewerage Fund	Storm Water Utility Fund	Solid Waste Management Fund	Nonmajor Enterprise Funds	Total	Activities - Internal Service Funds
Assets						
Current assets:						
Cash and cash equivalents	\$ 20,992,388	\$ 6,218,509	\$ 3,837,647	\$ 33,778	\$ 31,082,322	\$ 2,321,025
Investments	17,720,853	-	4,895,048	-	22,615,901	-
Accounts receivable	5,051,615	269,894	265	12,721	5,334,495	3,848
Intergovernmental receivable	-	-	-	1,708,039	1,708,039	-
Due from other funds	-	312,382	-	345,839	658,221	2,994,432
Inventories	585,986	-	-	-	585,986	-
Prepaid items	12,149	1,464	361	1,188	15,162	892
Rest cash/investments to pay current liab	37,129,797	-	-	-	37,129,797	-
Total current assets	81,492,786	6,802,249	8,733,321	2,101,565	99,129,923	5,320,197
Noncurrent assets:						
Deferred charges	1,673,638	-	-	-	1,673,638	-
Capital assets, net of acc dep	178,433,552	21,645,794	815,104	9,799,394	210,693,844	1,700,742
Total noncurrent assets	180,107,190	21,645,794	815,104	9,799,394	212,367,482	1,700,742
Total assets	261,599,978	28,448,043	9,548,425	11,900,959	311,497,405	7,020,939
Liabilities						
Current liabilities:						
Accounts payable	896,901	8,463	51,755	1,574,679	2,531,798	90,670
Claims payable	-	-	-	-	-	760,435
Accrued compensated absences	554,551	32,800	33,861	10,336	631,548	12,282
Unearned revenue	-	-	-	113,040	113,040	-
Due to other funds	630,092	62,726	140,896	13,340	847,054	2,602
Revenue bonds payable	4,200,000	-	-	-	4,200,000	-
Accrued interest payable	344,392	-	-	-	344,392	-
Customer deposits	139,610	-	-	17,590	157,200	-
Current portion of notes payable	132,741	-	-	-	132,741	-
Current portion of est closure/post closure costs	-	-	284,122	-	284,122	-
Total current liabilities	6,898,287	103,989	510,634	1,728,985	9,241,895	865,989
Noncurrent liabilities:						
Notes payable	51,983	-	-	-	51,983	-
Accrued compensated absences	554,557	32,803	33,863	10,337	631,560	12,285
OPEB obligation	223,791	29,381	-	-	253,172	-
Estimated closure/post closure costs	-	-	7,671,303	-	7,671,303	-
Revenue bonds	88,259,466	-	-	-	88,259,466	-
Total noncurrent liabilities	89,089,797	62,184	7,705,166	10,337	96,867,484	12,285
Total liabilities	95,988,084	166,173	8,215,800	1,739,322	106,109,379	878,274
Net assets						
Invested in capital assets, net of related debt	120,677,521	21,645,794	815,104	9,799,394	152,937,813	1,700,742
Restricted for debt service	1,496,982	-	-	-	1,496,982	-
Unrestricted net assets	43,437,391	6,636,076	517,521	362,243	50,953,231	4,441,923
Total net assets	\$ 165,611,894	\$ 28,281,870	\$ 1,332,625	\$ 10,161,637	205,388,026	\$ 6,142,665

Adjustment to reflect the consolidation of internal service fund activities related to business-type activities	176,316
Adjustment to reflect the elimination of interfund indirect cost allocations.	4,922,621
Net assets of business-type activities	\$ 210,486,963

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

Columbia County, Georgia
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended June 30, 2011

Business-type Activities - Enterprise Funds						Governmental Activities - Internal Service Funds
	Water and Sewerage Fund	Storm Water Utility Fund	Solid Waste Management Fund	Nonmajor Enterprise Funds	Total	
Operating revenues						
Charges for services	\$ 28,236,016	\$ 2,636,555	\$ -	\$ 367,736	\$ 31,240,307	\$ 6,160,589
Intergovernmental	-	-	-	-	-	1,348,308
Rental income	96,825	-	-	-	96,825	-
Other	12,828	-	8,680	65,752	87,260	93,490
Total operating revenues	<u>28,345,669</u>	<u>2,636,555</u>	<u>8,680</u>	<u>433,488</u>	<u>31,424,392</u>	<u>7,602,387</u>
Operating expenses						
Personal services	5,512,780	650,345	134,988	490,084	6,788,197	365,417
Purchased/contract services	2,591,850	81,218	91,312	212,811	2,977,191	6,459,682
Supplies and materials	4,216,374	64,395	17,766	134,797	4,433,332	17,760
Interfund charges	491,246	406,391	-	-	897,637	-
Depreciation/amortization	6,872,782	1,560,912	11,238	227,646	8,672,578	723,110
Other costs	10,971	-	2,720	-	13,691	-
Landfill clos/post clos costs	-	-	192,032	-	192,032	-
Total operating expenses	<u>19,696,003</u>	<u>2,763,261</u>	<u>450,056</u>	<u>1,065,338</u>	<u>23,974,658</u>	<u>7,565,969</u>
Operating income (loss)	<u>8,649,666</u>	<u>(126,706)</u>	<u>(441,376)</u>	<u>(631,850)</u>	<u>7,449,734</u>	<u>36,418</u>
Nonoperating revenues (expenses)						
Interest earned	551,895	29,894	32,921	3,497	618,207	16,973
Interest expense	(1,580,867)	-	-	-	(1,580,867)	-
Gain on sale of capital assets	-	-	-	-	-	37,328
Total nonoperating revenue (expenses)	<u>(1,028,972)</u>	<u>29,894</u>	<u>32,921</u>	<u>3,497</u>	<u>(962,660)</u>	<u>54,301</u>
Income (loss) before contributions	<u>7,620,694</u>	<u>(96,812)</u>	<u>(408,455)</u>	<u>(628,353)</u>	<u>6,487,074</u>	<u>90,719</u>
Capital contributions	12,295,581	2,423,775	-	9,864,685	24,584,041	-
Change in net assets	<u>19,916,275</u>	<u>2,326,963</u>	<u>(408,455)</u>	<u>9,236,332</u>	<u>31,071,115</u>	<u>90,719</u>
Total net assets -- beginning	<u>145,695,619</u>	<u>25,954,907</u>	<u>1,741,080</u>	<u>925,305</u>	<u>173,316,911</u>	<u>6,051,946</u>
Total net assets -- ending	<u>\$ 165,611,894</u>	<u>\$ 28,281,870</u>	<u>\$ 1,332,625</u>	<u>\$ 10,161,637</u>	<u>\$ 185,377,026</u>	<u>\$ 6,142,665</u>
Adjustment to reflect the consolidation of internal service fund activities related to business-type activities					(1,278)	
Adjustment to reflect the elimination of interfund indirect cost allocations.					558,338	
Change in net assets of business-type activities					<u>\$ 31,628,175</u>	

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

Columbia County, Georgia
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2011

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Water and Sewerage Fund	Storm Water Utility Fund	Solid Waste Management Fund	Nonmajor Enterprise Funds	Total	
Operating activities						
Cash received from customers	\$ 27,840,414	\$ 2,603,586	\$ 14,462	\$ 477,218	\$ 30,935,680	\$ 7,601,454
Cash paid to suppliers and others	(6,778,849)	(430,113)	(820,845)	(394,656)	(8,424,463)	(6,645,517)
Cash paid to employees	(5,390,574)	(645,134)	(133,215)	(488,411)	(6,657,334)	(371,063)
Net cash provided by (used in) operating activities	15,670,991	1,528,339	(939,598)	(405,849)	15,853,883	584,874
Capital and related financing activities						
Acquisition and construction of capital assets	(1,475,860)	(94,092)	-	(4,010,770)	(5,580,722)	(574,999)
Proceeds from sale of capital assets	-	-	-	-	-	52,085
Proceeds from capital grants	754,448	-	-	4,408,740	5,163,188	-
Proceeds from issuing bonds	65,375,870	-	-	-	65,375,870	-
Principal paid on revenue bonds	(31,445,000)	-	-	-	(31,445,000)	-
Principal paid on notes / capital leases	(191,395)	-	-	-	(191,395)	-
Interest paid on revenue bonds, notes and capital leases	(7,456,912)	-	-	-	(7,456,912)	-
Net cash provided by (used in) capital and related financing activities	25,561,151	(94,092)	-	397,970	25,865,029	(522,914)
Investing activities						
Interest on investments	551,895	29,894	32,921	3,497	618,207	16,973
Net cash provided (used) in investing activities	551,895	29,894	32,921	3,497	618,207	16,973
Net increase (decrease) in cash and cash equivalents / investments	41,784,037	1,464,141	(906,677)	(4,382)	42,337,119	78,933
Cash and cash equivalents / investments						
Beginning of year	34,059,001	4,754,368	9,639,372	38,160	48,490,901	2,242,092
End of year	\$ 75,843,038	\$ 6,218,509	\$ 8,732,695	\$ 33,778	\$ 90,828,020	\$ 2,321,025
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities						
Operating income (loss)	\$ 8,649,666	\$ (126,706)	\$ (441,376)	\$ (631,850)	\$ 7,449,734	\$ 36,418
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:						
Depreciation and amortization	6,872,782	1,560,912	11,238	227,646	8,672,578	723,110
Change in assets and liabilities						
Accounts receivable	(552,773)	(32,969)	5,782	6,872	(573,088)	(933)
Inventory	(43,348)	-	-	-	(43,348)	-
Deferred charges / prepaid expense	388,868	(24)	1	(621)	388,224	(124)
Due from other funds	21,791	130,439	-	(44,572)	107,658	(71,144)
Accounts payable	188,651	(14,811)	9,107	(15,195)	167,752	(97,121)
Accrued liabilities	122,206	13,497	1,773	1,673	139,149	(5,646)
Customer deposits	47,518	-	-	17,590	65,108	-
Due to other funds	(24,370)	(1,999)	(323,581)	13,340	(336,610)	314
Unearned revenue	-	-	-	19,268	19,268	-
Estimated liability for landfill closure and postclosure care cost	-	-	(202,542)	-	(202,542)	-
Total adjustments	7,021,325	1,655,045	(498,222)	226,001	8,404,149	548,456
Net cash provided by (used in) operating activities	\$ 15,670,991	\$ 1,528,339	\$ (939,598)	\$ (405,849)	\$ 15,853,883	\$ 584,874
Noncash investing, capital, and financing activities:						
Capital contributions from developers	\$ 2,725,128	\$ 2,423,775	\$ -	\$ -	\$ 9,021,076	\$ -
Capital contributions from general government	\$ 8,848,274	\$ -	\$ -	\$ 3,872,173	\$ 12,720,447	\$ -
	\$ 11,573,402	\$ 2,423,775	\$ -	\$ 3,872,173	\$ 21,741,523	\$ -

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

Columbia County, Georgia
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2011

	Pension Trust Fund	
	Employees' Retirement Fund	Agency Funds
Assets		
Cash and cash equivalents	\$ 6,425,240	\$ 2,358,482
Investments, mutual funds	19,239,284	-
Total assets	25,664,524	2,358,482
Liabilities		
Due to others	-	2,358,482
Total liabilities	-	\$ 2,358,482
Net Assets		
Held in trust for pension benefits	\$ 25,664,524	

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

Columbia County, Georgia
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Year Ended June 30, 2011

	Pension Trust Fund Employees' Retirement Fund
Additions	
Employer contributions	\$ 2,309,968
Investment earnings:	
Net appreciation in fair value	3,752,095
Interest	185,642
Total investment earnings	3,937,737
Total additions	6,247,705
Deductions	
Benefits	830,640
Administrative expenses	54
Total deductions	830,694
Change in net assets	5,417,011
Total net assets-- beginning	20,247,513
Total net assets -- ending	\$ 25,664,524

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

NOTES TO FINANCIAL STATEMENTS

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 1 - Summary of significant accounting policies

Introduction

The financial statements of Columbia County, Georgia (the "County") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The County has implemented GASB Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments* and related standards. These standards provide for significant changes in terminology and presentation and for the inclusion of Management’s Discussion and Analysis as required supplementary information.

As permitted by accounting principles generally accepted in the United States of America, the County has elected to apply only applicable Financial Accounting Standards Board (FASB) Accounting Standards Codification issued on or before November 30, 1989 that do not contradict GASB pronouncements in its accounting and reporting practices for its government-wide and proprietary operations. The more significant of the County’s accounting policies are described below.

Reporting entity

Columbia County, Georgia, established in 1790 and named in honor of Christopher Columbus, is located in the Central Savannah River Area of Georgia approximately 135 miles east of Atlanta and five miles northwest of Augusta-Richmond County. The 290 square mile county is bounded on the north by Thurmond Lake and the Savannah River (separating Columbia County from Lincoln County, Georgia, and McCormick and Edgefield Counties, South Carolina), on the south and east by Augusta-Richmond County, and on the west by McDuffie County. The County operates under an elected Commission form of government. The County is governed by a board of five elected County Commissioners (the "Board").

As required by accounting principles generally accepted in the United States of America, these financial statements present the County (the primary government) and its component units. The component units discussed below are included in the County’s reporting entity because of the significance of the operational or financial relationships with the County.

Based upon the application of the GASB Statement No. 14, *The Financial Reporting Entity*, criteria, the following funds are included in the reporting entity.

Discretely presented component units:

Development Authority of Columbia County – The component unit column in the government-wide financial statements includes the financial data of the Development Authority of Columbia County. It is reported in a separate column to emphasize that it is legally separate from the County. The Development Authority is governed by a nine member Board of Directors appointed by the Board of Commissioners. The Development Authority serves to promote, pursue and implement economic development in the County. The Development Authority entered into an intergovernmental agreement with the County to subsidize its operations through the General Fund. Because the financial statements of the Development Authority include only one fund, the fund level is the same as the government-wide level. Therefore, no fund level financial statements are included in this report.

Columbia County Board of Health – The component unit column in the government-wide financial statements includes the financial data of the Columbia County Board of Health. It is reported in a separate column to emphasize that it is legally separate from the County. The Board of Health is comprised of seven members, four of which are appointed by the Board of Commissioners. The operations of the Board of Health are subsidized through the County’s General Fund.

Complete financial statements of the Columbia County Board of Health may be obtained at the County’s administrative office. The address is as follows:

Columbia County, Georgia
630 Ronald Reagan Drive
Evans, Georgia 30809

No separately issued financial statements are available for the Development Authority of Columbia County.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 1 - Summary of significant accounting policies (Continued)

Certain County elected officials collect and disburse taxes, fees, fines, etc. Separate records of accountability are maintained for such transactions, which are recorded as agency funds of the County. Receipts transferred from these funds to the County's General Fund, Debt Service Fund and Special Revenue Funds are included as revenues in these funds. Operating costs for these officials are included as expenditures in the General Fund. These elected officials are as follows:

Tax Commissioner
Probate Court Judge
Magistrate Court Judge
Clerk of Superior Court
Sheriff

Basis of Presentation

Government-wide statements: The statement of net assets and the statement of activities display information about the primary government. These statements include the financial activities of the overall government. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental* and *business-type* activities of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the County and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this rule are interfund services provided and used. Elimination of these changes would distort the direct costs reported for the various functions concerned. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund financial statements: The fund financial statements provide information about the County's funds. 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.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

Fiduciary funds are used to account for resources held for the benefit of parties outside the County. 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 County reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the County. The General Fund accounts for all financial resources except those that are required to be accounted for in another fund. The primary revenue sources are ad valorem taxes, local option sales taxes, and various other taxes and licenses. The primary expenditures are for general government, the judicial system, public safety, and street maintenance and improvements.

Special Local Option Sales Tax Fund 2006-2010 - to account for the property acquisition and construction of projects designated to be funded by revenue from the special purpose local option sales tax collected during 2006 through 2010.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 1 - Summary of significant accounting policies (Continued)

2009 Capital Improvements Plan Fund – to account for the property acquisition and construction of projects to be funded with proceeds received from the issuance of the 2009 General Obligation Bonds and revenue from the special purpose local option sales tax collected from 2011 through 2016.

The County reports the following nonmajor governmental funds:

Building Standards Fund - to account for building permits and inspection fees in accordance with OCGA 48-13-9.

Library Board Fund - to account for the activity of the Columbia County Library Board in accordance with OCGA 20-5-41.

Recreation Advisory Board Fund - to account for various projects sponsored by the Recreation Advisory Board to raise funds for recreation equipment in accordance with Columbia County Code of Ordinance 62-42 (b) (c) & (d).

Street Lights Fund - to account for the street light assessments used for maintenance of street lights in certain subdivisions in accordance with Columbia County Code of Ordinance 7, Article VI.

911 Fund - to account for the 911 fees assessed on landline and cellular telephones used for the maintenance and operations of the 911 service in accordance with OCGA 46-5-134.

Drug Court Fund – to account for grants, donations, and participant fees associated with drug testing, counseling, and treatment services for substance abuse intervention in accordance with OCGA 15-1-15.

Drug Abuse Treatment Fund - to account for fines charged by the County to be used for drug abuse treatment and prevention in accordance with OCGA 15-21-101.

Supplemental Juvenile Services Fund - to account for fines charged to juvenile offenders to be used for juvenile services in accordance with OCGA 15-11-71.

Jail Fund – to account for fines charged by the County to be used for jail improvements in accordance with OCGA 15-21-94 & 95.

Federal Asset Sharing – to account for assets seized or confiscated by federal courts in accordance with the Department of Justice Equitable Sharing Program.

State Condemnation Fund – to account for assets seized or confiscated by state courts in accordance with OCGA 16-13-49.

Lodging Tax Fund - to account for hotel/motel tax collections, pursuant to OCGA 48-13-50 et seq.

Multiple Grant Fund - to account for all grants not meeting the 2% materiality test (projected expenditures do not exceed 2% of the General Fund's budgeted total operating expenditures), and not used to finance General Fund operations in accordance with the Georgia Department of Community Affairs.

Fire Services Fund - to account for taxes collected in special service districts within the unincorporated area for the purpose of providing fire services in accordance with Columbia County ordinance 38-40.

Sheriff's Gift/Donations Fund - to account for funds donated to the Sheriff's office from external persons or entities in accordance with Resolution No. 11-912 of the Board of Commissioners of Columbia County, GA.

Insurance Premium Tax Fund - to account for services funded by insurance premium taxes, pursuant to OCGA 33-8-8.3 et seq.

Community Events Fund - to account for special events funded by sponsor fees and ticket sales in accordance with Resolution No. 11-913 of the Board of Commissioners of Columbia County, GA.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 1 – Summary of significant accounting policies (Continued)

Georgia Superior Court Clerks' Cooperative Authority Fund - to account for funds mandated to be used to administer a statewide index for real estate and personal property records, pursuant to OCGA 15-6-94.

Law Library Fund – to account for the activity of the Columbia County Law Library in accordance with OCGA 36-15-7.

Special Local Option Sales Tax Fund 2001-2005 - to account for the property acquisition and construction of projects designated to be funded by revenue from the special purpose local option sales tax collected during 2001 through 2005.

2004 General Obligation Bond Fund - to account for the property acquisition and construction of projects funded with proceeds received from the issuance of the 2004 General Obligation Bonds. This fund was closed during the fiscal year.

2007 General Obligation Bond Fund – to account for the property acquisition and construction of projects to be funded with proceeds received from the issuance of the 2007B Various Purpose General Obligation Bonds. This fund was previously named the 2006 Capital Improvements Projects Fund.

Debt Service Fund – 2004 General Obligation Bond - to account for special purpose local option sales tax funds designated to be used for principal and interest payments on governmental fund debt, specifically the 2004 General Obligation Bonds. This fund was closed during the fiscal year.

Debt Service Fund - 2007 General Obligation Bond - to account for property tax funds designated to be used for principal and interest payments on governmental fund debt, specifically the 2007 General Obligation Bonds.

Debt Service Fund – 2009 General Obligation Bond – to account for special purpose local option sales tax funds designated to be used for principal and interest payments on governmental fund debt, specifically the 2009 General Obligation Bonds.

The County reports the following major enterprise funds:

Water and Sewerage Fund - to account for water and sewer operations as well as construction and maintenance of water and sewerage projects.

Storm Water Utility Fund – to account for the cost of providing storm water management services and maintaining and improving the County's storm water infrastructure.

Solid Waste Management Fund – to account for the cost of operating and maintaining the landfill facility.

The County reports the following nonmajor enterprise funds:

Communications Utility Fund – to account for the cost of building, operating and maintaining the Columbia County Community Broadband Network, of which construction is to be funded 75% with proceeds from the American Recovery and Reinvestment Act grant.

Rental Facilities Fund – to account for the operations and maintenance of all County rental facilities and revenues and expenses associated with promoting and executing events within the County.

Additionally, the County reports the following fund types:

Internal Service Funds - Internal Service Funds are used to account for the operations that provide services to other departments or agencies of the government on a cost-reimbursement basis. The County has four internal service funds:

Employee Medical Fund - to account for employer and employee contributions to the County's medical plan.

Risk Management Fund - to account for the County's risk management program.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 1 - Summary of significant accounting policies (Continued)

Customer Service/Information Center Fund - to account for operations of the County's customer service/information center.

Fleet Replacement Fund – to account for the County's vehicle/equipment replacement program.

Employees' Retirement Pension Trust Fund - This fund accounts for the employer's contributions to the retirement program, together with interest and dividend income which are used to fund the program.

Agency Funds - Agency funds are custodial in nature and do not involve the measurement of operating results. Agency funds are used to account for assets the County holds on behalf of others. The County maintains the following agency funds:

Clerk of Superior Court - to account for the receipt and disbursement of court ordered fines and fees made on behalf of third parties.

Probate Court - to account for the receipt and disbursement of funds held on behalf of others and fees for services provided under State law.

Magistrate Court - to account for the receipt and disbursement of bonds and court ordered fines and fees made on behalf of third parties.

Sheriff's Office - to account for the receipt and disbursement of fees and services provided under State law.

Tax Commissioner - to account for tax billings, collections, and remittances held by the Tax Commissioner on behalf of other governmental agencies.

Measurement Focus and Basis of Accounting

Government-wide, Proprietary and Fiduciary Fund Financial Statements – The government-wide, proprietary fund and fiduciary fund financial statements are reported using the economic resources measurement focus, except for agency funds which have no measurement focus. The government-wide, proprietary fund and fiduciary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County enterprise funds are charges to customers for sales and services. The County also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise 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 nonoperating revenues and expenses.

Governmental Fund Financial Statements – Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when 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 are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 1 - Summary of significant accounting policies (Continued)

Those revenues susceptible to accrual are property taxes, licenses, interest revenues and charges for services. State-shared revenues collected and held by the state at year-end on behalf of the County also are recognized as revenue. Fines, fees and permits are not susceptible to accrual because generally they are not measurable until received in cash.

Grant revenues which are unearned at year-end are recorded as unearned revenues. Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, both restricted and unrestricted net assets are available to finance the program. The County's policy is to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then general revenues.

Cash and cash equivalents

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, deposits with insignificant early withdrawal penalties, and short-term investments with an original maturity of three months or less.

The County follows GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Nonparticipating interest-earning investment contracts (investments whose value is not affected by interest rate or other market changes), including savings accounts, certificates of deposit, repurchase agreements, money market investments (short-term, highly liquid debt instruments including commercial paper, banker's acceptances and U.S. Treasury and agency obligations) and participating interest-bearing investment contracts, that have a remaining maturity at purchase of one year or less are reported at cost or amortized cost assuming their fair value has not been impacted by changes in the credit worthiness of the issuer or similar factors. All other investments are reported at fair value (the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale).

Investments

Investments are reported at fair value, which is determined as follows: short-term investments are reported at cost, which approximates fair value; securities traded on national exchanges are valued at current prices or current prices of similar securities; securities for which an established market does not exist are reported at estimated fair value using selling prices for similar investments for which there is an active market. There are no investments reported at amortized cost.

Receivables

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Allowance for bad debt

The allowance for bad debt covers amounts owed from individuals, companies and other entities which have purchased services from County owned entities or which have been provided services from the County. The allowance was determined by analysis of the year-end receivable balances for those accounts which the County believes will not be collected based on past history.

Interfund receivables/payables and internal balances

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet of the fund financial statements and as "internal balances" on the statement of net assets in the government-wide financial statements.

Inventories and prepaid items

Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Prepaid items are accounted for using the allocation method whereby an asset is established at the time of payment and subsequently amortized over the accounting periods that are expected to benefit from the initial payment.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 1 - Summary of significant accounting policies (Continued)

Restricted assets

Proceeds from debt and funds set aside for payment of Enterprise Fund revenue bonds are classified as restricted assets since their use is limited by applicable bond indebtedness. Other cash funds available for use for specific purposes are classified as restricted.

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

Capital assets

Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. This minimum capitalization cost is applicable for all categories of capital assets. Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. General infrastructure assets acquired prior to July 1, 2002, consist of the streets network that was acquired or that received substantial improvements subsequent to July 1, 1980. The streets network is reported at estimated historical cost using deflated replacement cost. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are expensed as incurred.

Depreciation is computed using the straight-line method. A summary of the estimated useful lives is as follows:

Vehicles	3 to 8 years
Furniture and fixtures	3 to 8 years
Machinery and equipment	5 to 10 years
Utility plant and distribution systems	10 to 50 years
Storm water systems	10 to 50 years
Land improvements	10 to 50 years
Buildings and improvements	10 to 50 years
Donated subdivisions	25 to 75 years
Infrastructure	25 to 75 years

Construction cost - capitalization

In the proprietary funds, construction costs include costs incurred in the construction of assets, engineering fees and capitalized net interest costs as defined in FASB ASC 835-20-20 and FASB ASC 835-20-30, for specified projects. Capitalized interest totaling approximately \$ 2,103,551 was recorded for the year ended June 30, 2011.

Compensated absences

The County's policy is to permit employees to accumulate earned but unused leave benefits. The County's government-wide and proprietary funds include an accrual for the estimated compensation costs attributable to employee earned but unused leave benefits.

Long-term obligations

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

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

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 1 - Summary of significant accounting policies (Continued)

Fund equity

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

Fund equity in government-wide and proprietary fund financial statements is classified as net assets. Net assets are classified as follows:

- Invested in capital assets, net of related debt - This classification represents capital assets, net of accumulated depreciation, reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted - Restricted net assets represent constraints on resources that are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through state statute.
- Unrestricted - Unrestricted net assets consist of net assets that do not meet the definition of the other classifications.

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

- Nonspendable – Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
- Restricted – Fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through state statute.
- Committed – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the Board through the adoption of a formal policy. Only the Board may modify or rescind the commitment.
- Assigned – Fund balances are reported as assigned when amounts are constrained by the Board's intent to be used for specific purposes, but are neither restricted nor committed. Through policy, authorization to assign fund balance remains with the Board.
- Unassigned – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The County reports positive unassigned fund balance in the general fund only. Negative unassigned fund balances may be reported in all governmental funds.

Flow assumptions

When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, the County's policy is to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, the County's policy is to use fund balance in the following order:

- Committed
- Assigned
- Unassigned

Minimum fund balance

The Board has adopted a financial policy to maintain a General Fund unassigned fund balance of 100 days of operations. This minimum fund balance, which may only be used as required by authority of the Board, is to provide for operating contingencies in either revenues or expenditures, and to provide adequate funds to operate without short-term borrowing.

Use of 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 amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues, expenses and expenditures during the reporting period. Actual results could differ from those estimates.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 2 - Stewardship, compliance, and accountability

Budgetary information

Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual appropriated budgets are adopted for the general fund, special revenue funds, and debt service funds. The County adopts a project length budget for each capital project fund.

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

1. Prior to June 1, the Director of Financial Services begins receiving various departmental and agency budget requests for the fiscal year commencing July 1.
2. The County Administrator, Director of Financial Services, Board of Commissioners and other administrative personnel review in detail the budget requests with the departments and agencies.
3. Along with the budget review, public hearings are conducted to obtain citizen comments.
4. The proposed operating budgets are formally adopted by the Board in June for the fiscal year commencing July 1.
5. The legal level of budgetary control is the department level.
6. All appropriations lapse at year-end.
7. The operating budgets originally adopted may be amended throughout the year as presented below:
 - a. Transfers within departments, except salary line items, \$5,000 or less may be authorized by the Finance Director.
 - b. Transfers within departments, except salary line items, in excess of \$5,000 may be authorized by the County Administrator.
 - c. The following must be reviewed by the Management and Financial Services Committee and approved by the Board:
 - Transfers between departments or funds
 - Increase or decrease in the total fund appropriation
 - Increase or decrease in salary appropriation within any department
 - Appropriation of fund balances in excess of established reserve requirements

Excess of expenditures over appropriations in individual departments

During the year, County expenditures did not exceed the total budget authorization.

Deficit fund balances or net assets

The following funds had deficits at June 30, 2011:

- **Street Lights Fund** – The fund deficit of \$785,712 is due primarily to an increase in the number of subdivisions developed within the County and the timing and amount of fees assessed. In April 2009, the internal auditors evaluated the current fee structure of the assessment included on the property tax bills to fund operations of the Street Lights Fund as well as disbursements made from this fund. Based on this review, staff determined that revenues received do not cover the expenses incurred and, therefore, the rate should be increased from \$43 to \$54 effective with the 2009 property tax assessments. On June 15, 2010, the BOC voted to further increase the rate to \$57 effective with the 2010 property tax assessments. On May 3, 2011, the BOC voted to further increase the rate to \$60 effective with the 2011 property tax assessments.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 2 - Stewardship, compliance, and accountability (Continued)

- **Multiple Grant Fund** – The fund deficit of \$69,039 is due to grant reimbursement requests of expenditures previously incurred that have not yet been submitted to the grantor agency/agencies. This deficit is expected to be recovered during the next fiscal year.
- **Insurance Premium Tax Fund** – The fund deficit of \$12,489 is primarily due to a 3% decrease in actual taxes received from original projections. This deficit is expected to be recovered through future revenues.

Note 3 - Deposits and investments

Deposits: Deposits and investments as of June 30, 2011, are classified in the accompanying financial statements as follows:

Statement of net assets:

Cash and cash equivalents – unrestricted	\$ 63,480,870
Investments – unrestricted	23,763,853
Cash and cash equivalents – restricted	76,376,336
Investments – restricted	50,506,555
Fiduciary funds:	
Cash and cash equivalents – unrestricted	8,783,722
Investments – unrestricted	<u>19,239,284</u>
	<u>\$ 242,150,620</u>

Component units – Deposits consisted of cash deposits with financial institutions, cash on hand, and deposits with brokerage houses. The amounts are classified in the accompanying balance sheet as follows:

Cash and cash equivalents – unrestricted – Development Authority	324,949
Cash and cash equivalents – unrestricted – Board of Health	<u>203,218</u>
	<u>\$ 528,167</u>

Investments: As of June 30, 2011, the County had the following investments and maturities.

<u>Investment</u>	<u>Maturities</u>	<u>Fair Value</u>
Fannie Mae Global Notes	11/9/2012	\$ 30,036,180
 <u>U.S. Government Agencies</u>		
Federal Home Loan Bank	8/15/2011-12/3/2013	9,419,359
 <u>Bond Mutual Funds</u>		
PIMCO Total Return	6.07 years average	941,499
American Funds High Income	4.80 years average	<u>480,014</u>
		40,877,052
Other Mutual Funds		17,817,770
Certificates of Deposit		<u>34,814,870</u>
Total Investments from Financial Statements		<u>\$ 93,509,692</u>

Interest Rate Risk. The County's formal investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 3 - Deposits and investments (Continued)

Credit Risk. The Official Code of Georgia Annotated (OCGA) Section 36-80-3 authorizes the County to invest in obligations of the State of Georgia, other states, or the United States Government; obligations fully insured or guaranteed by the United States Government or an agency or corporation of the United States Government; and/or repurchase agreements and certificates of deposit which are secured by direct obligations of Georgia or the United States Government. The County's investment policy further limits its investment choices to not include repurchase agreements or obligations of other states. The County's investments in US Agencies (Federal Home Loan Bank) are rated AAA by Standard & Poor's and AAA by Moody's Investors Service. The Pension Trust Fund had investments in the bond mutual funds PIMCO Total Return Fund and American Funds High Income, which had an average credit rating of B. Average credit quality for PIMCO Total Return is no longer reported.

Custodial Credit Risk. For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County's investment policy requires collateralization of all deposits in accordance with the OCGA. To provide for adequate safekeeping of securities, the securities shall be delivered to the County's depository bank unless the deposit being secured is with that bank, in which event the collateral securities will be delivered to a third party bank with which the County has a fully executed and approved safekeeping agreement. As of June 30, 2011, all of the deposits of the County and the component units were properly insured and collateralized as required by the OCGA Section 45-8-12(c) and as defined by GASB pronouncements.

Concentration of Credit Risk. The County's formal investment policy places limits on the amount that the County may invest in any one issuer and in any one security/instrument.

Note 4 - Receivables

Property taxes are an enforceable lien on property owned as of January 1. The tax rate is normally set by the end of August, and property taxes may be paid after receipt of the tax bill. Taxes are delinquent sixty-one days after mailing by the Tax Commissioner. Property tax revenues are recognized when they become measurable and available. Available revenues include those property tax receivables expected to be collected within sixty days.

Vehicles become subject to property tax on January 1 following the year of purchase. The tax is due on the registered owner's date of birth. Tax is determined based on the assessed value of the vehicle as of January 1.

Property taxes are recorded as receivables when levied. Property taxes receivable, reduced by an allowance for doubtful accounts and amounts collected within sixty days of the statement date (the amount "available"), is recorded as deferred revenue until collected. Such revenue is deferred because the amount is measurable, although not available.

Property taxes were levied on August 13, 2010. Tax bills were mailed on August 13, 2010, and were due upon receipt. Property taxes were delinquent if not paid by November 15, 2010.

The receivable amounts on the accompanying statements are net of an allowance for doubtful accounts. The allowances are as follows:

<u>Receivable</u>	<u>Fund</u>	<u>Allowance Amount</u>
Taxes receivable	General Fund	\$ 75,000
Accounts receivable	Water and Sewerage Fund	\$ 1,125,001
Accounts receivable	Storm Water Utility Fund	\$ 146,835

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 5 - Interfund balances and activities

Due From/To Other Funds

The composition of interfund balances as of June 30, 2011, is as follows:

Payable Fund	Receivable Fund					Total
	General	Storm Water Utility	Nonmajor Governmental	Nonmajor Enterprise	Internal Service	
General	\$ -	\$ -	\$ 5,779,912	\$ 345,839	\$ 2,994,432	\$ 9,120,183
SPLOST 2006-2010	135,084	-	-	-	-	135,084
2009 Capital Imp Plan Fund	14,233	-	2,921,110	-	-	2,935,343
Water and Sewerage	317,710	312,382	-	-	-	630,092
Storm Water Utility	62,726	-	-	-	-	62,726
Solid Waste Management	140,896	-	-	-	-	140,896
Nonmajor Governmental	5,205,428	-	-	-	-	5,205,428
Nonmajor Enterprise	13,340	-	-	-	-	13,340
Employee Med Internal Service	2,602	-	-	-	-	2,602
	\$ 5,892,019	\$ 312,382	\$ 8,701,022	\$ 345,839	\$ 2,994,432	\$ 18,245,694

The County uses Due-To / Due-From accounts to account for short-term loans between funds for cash management purposes.

Transfers To/From Other Funds

Transfers in (out) for the year ended June 30, 2011, is summarized below:

Transfers out:	Transfers in:			
	General	SPLOST 2006-2010	Nonmajor Governmental	Total
General	\$ -	\$ -	\$ 69,670	\$ 69,670
SPLOST 2006-2010	-	-	1,373,493	1,373,493
2009 Capital Imp Plan Fund	-	-	9,960,360	9,960,360
Nonmajor Governmental	175,000	5,659,056	1,930,351	7,764,407
Total transfers	\$ 175,000	\$ 5,659,056	\$ 13,333,874	\$ 19,167,930

Transfers between funds were primarily to support the operations of the funds and to account for the total cost of capital projects with multiple funding sources.

Advances To/From Other Funds

Advances to/from other funds for the year ended June 30, 2011, is summarized below:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental	\$645,271

These balances represent long-term loans made to other funds.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 6 – Capital assets

During the year ended June 30, 2011, assets with a net book value of \$12,720,447 were transferred from governmental activities to business-type activities. A summary of changes in the capital assets is as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balances</u>
Governmental Activities:					
Capital assets not being depreciated:					
Land	\$ 13,584,352	\$ 1,177,872	\$ -	\$ (134,630)	\$ 14,627,594
Infrastructure - Right of way land	21,094,514	234,179	-	-	21,328,693
Construction in progress	<u>26,380,817</u>	<u>26,173,037</u>	<u>(7,442,103)</u>	<u>(2,667,040)</u>	<u>42,444,711</u>
Total capital assets not being depreciated	<u>61,059,683</u>	<u>27,585,088</u>	<u>(7,442,103)</u>	<u>(2,801,670)</u>	<u>78,400,998</u>
Capital assets being depreciated:					
Buildings	99,313,080	5,274,389	-	(5,217,207)	99,370,262
Improvements other than buildings	23,536,635	336,205	-	(7,562,945)	16,309,895
Infrastructure	216,553,861	15,543,441	-	-	232,097,302
Vehicles, machinery and equipment	<u>27,527,466</u>	<u>2,659,281</u>	<u>(545,375)</u>	<u>(43,319)</u>	<u>29,598,053</u>
Total capital assets being depreciated	<u>366,931,042</u>	<u>23,813,316</u>	<u>(545,375)</u>	<u>(12,823,471)</u>	<u>377,375,512</u>
Less accumulated depreciation for:					
Buildings	(41,042,930)	(3,227,990)	-	2,049,549	(42,221,371)
Improvements other than buildings	(2,380,810)	(468,672)	-	814,548	(2,034,934)
Infrastructure	(152,483,283)	(7,477,587)	-	-	(159,960,870)
Vehicles, machinery and equipment	<u>(21,275,953)</u>	<u>(2,577,472)</u>	<u>530,618</u>	<u>40,597</u>	<u>(23,282,210)</u>
Total accumulated depreciation	<u>(217,182,976)</u>	<u>(13,751,721)</u>	<u>530,618</u>	<u>2,904,694</u>	<u>(227,499,385)</u>
Total capital assets being depreciated, net	<u>149,748,066</u>	<u>10,061,595</u>	<u>(14,757)</u>	<u>(9,918,777)</u>	<u>149,876,127</u>
Governmental activities capital assets, net	<u>\$ 210,807,749</u>	<u>\$ 37,646,683</u>	<u>\$ (7,456,860)</u>	<u>\$ (12,720,447)</u>	<u>\$ 228,277,125</u>

Depreciation expense was charged to functions as follows:

Governmental activities:

General government	\$ 2,481,984
Judicial	42,412
Public safety	2,710,518
Housing and development	34,825
Public works	7,725,520
Recreation and parks	648,364
Health and welfare	<u>108,098</u>
	<u>\$ 13,751,721</u>

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 6 – Capital assets (Continued)

	Beginning Balances	Increases	Decreases	Transfers	Ending Balances
Business-type Activities:					
<i>Water and Sewerage Fund</i>					
Capital assets not being depreciated:					
Land	\$ 472,141	\$ -	\$ -	\$ -	\$ 472,141
Construction in progress	9,658,657	3,498,856	(1,315,279)	-	11,842,234
Total capital assets not being depreciated	<u>10,130,798</u>	<u>3,498,856</u>	<u>(1,315,279)</u>	<u>-</u>	<u>12,314,375</u>
Capital assets being depreciated:					
Land Improvements	15,345	-	-	-	15,345
Buildings	1,507,005	37,745	-	1,654,102	3,198,852
Utility plant and distribution systems	146,140,641	1,315,279	-	7,954,334	155,410,254
Donated subdivisions	82,544,043	2,725,128	-	-	85,269,171
Machinery and equipment	4,295,710	18,750	(213,607)	-	4,100,853
Furniture	239,825	-	(13,684)	-	226,141
Vehicles	3,039,822	24,060	(116,140)	-	2,947,742
Total capital assets being depreciated	<u>237,782,391</u>	<u>4,120,962</u>	<u>(343,431)</u>	<u>9,608,436</u>	<u>251,168,358</u>
Less accumulated depreciation for:					
Land Improvements	(3,371)	(611)	-	-	(3,982)
Buildings	(709,159)	(51,234)	-	-	(760,393)
Utility plant and distribution systems	(44,232,979)	(3,878,892)	-	(760,162)	(48,872,033)
Donated subdivisions	(26,955,398)	(2,021,292)	-	-	(28,976,690)
Machinery and equipment	(3,713,523)	(223,493)	227,291	-	(3,709,725)
Furniture	(44,733)	(40,510)	-	-	(85,243)
Vehicles	(2,605,895)	(151,360)	116,140	-	(2,641,115)
Total accumulated depreciation	<u>(78,265,058)</u>	<u>(6,367,392)</u>	<u>343,431</u>	<u>(760,162)</u>	<u>(85,049,181)</u>
Total capital assets being depreciated, net	<u>159,517,333</u>	<u>(2,246,430)</u>	<u>-</u>	<u>8,848,274</u>	<u>166,119,177</u>
Water and Sewerage Fund capital assets, net	<u>\$ 169,648,131</u>	<u>\$ 1,252,426</u>	<u>\$ (1,315,279)</u>	<u>\$ 8,848,274</u>	<u>\$ 178,433,552</u>
<i>Storm Water Utility Fund</i>					
Capital assets not being depreciated:					
Land	\$ 445,645	\$ -	\$ -	\$ -	\$ 445,645
Capital assets being depreciated:					
Land improvements	847,568	-	-	-	847,568
Machinery and equipment	637,743	14,750	-	-	652,493
Furniture and fixtures	8,449	-	-	-	8,449
Vehicles	192,602	-	-	-	192,602
Storm water systems	2,249,415	79,341	-	-	2,328,756
Donated subdivisions	27,717,089	2,423,776	-	-	30,140,865
Total capital assets being depreciated	<u>31,652,866</u>	<u>2,517,867</u>	<u>-</u>	<u>-</u>	<u>34,170,733</u>
Less accumulated depreciation for:					
Land improvements	(191,932)	(41,388)	-	-	(233,320)
Machinery and equipment	(516,837)	(41,730)	-	-	(558,567)
Furniture and fixtures	(8,449)	-	-	-	(8,449)
Vehicles	(152,754)	(18,836)	-	-	(171,590)
Storm water systems	(543,875)	(111,224)	-	-	(655,099)
Donated subdivisions	(9,995,825)	(1,347,734)	-	-	(11,343,559)
Total accumulated depreciation	<u>(11,409,672)</u>	<u>(1,560,912)</u>	<u>-</u>	<u>-</u>	<u>(12,970,584)</u>
Total capital assets being depreciated, net	<u>20,243,194</u>	<u>956,955</u>	<u>-</u>	<u>-</u>	<u>21,200,149</u>
Storm Water Utility Fund capital assets, net	<u>\$ 20,688,839</u>	<u>\$ 956,955</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,645,794</u>

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 6 – Capital assets (Continued)

	Beginning Balances	Increases	Decreases	Transfers	Ending Balances
Business-type Activities - continued:					
<i>Solid Waste Management Fund</i>					
Capital assets not being depreciated:					
Land	\$ 552,894	\$ -	\$ -	\$ -	\$ 552,894
Capital assets being depreciated:					
Land improvements	96,101	-	-	-	96,101
Buildings	315,770	-	-	-	315,770
Improvements other than buildings	6,350,218	-	-	-	6,350,218
Machinery and equipment	327,896	-	-	-	327,896
Vehicles	46,887	-	-	-	46,887
Total capital assets being depreciated	<u>7,136,872</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,136,872</u>
Less accumulated depreciation for:					
Land improvements	(96,101)	-	-	-	(96,101)
Buildings	(42,322)	(11,238)	-	-	(53,560)
Improvements other than buildings	(6,350,218)	-	-	-	(6,350,218)
Machinery and equipment	(327,896)	-	-	-	(327,896)
Vehicles	(46,887)	-	-	-	(46,887)
Total accumulated depreciation	<u>(6,863,424)</u>	<u>(11,238)</u>	<u>-</u>	<u>-</u>	<u>(6,874,662)</u>
Total capital assets being depreciated, net	<u>273,448</u>	<u>(11,238)</u>	<u>-</u>	<u>-</u>	<u>262,210</u>
Solid Waste Management Fund capital assets, net	<u>\$ 826,342</u>	<u>\$ (11,238)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 815,104</u>
<i>Rental Facilities Fund</i>					
Capital assets not being depreciated:					
Land	\$ -	\$ -	\$ -	\$ 134,630	\$ 134,630
Capital assets being depreciated:					
Buildings	-	-	-	5,838,756	5,838,756
Vehicles	-	-	-	23,360	23,360
Machinery and equipment	-	-	-	19,959	19,959
Total capital assets being depreciated	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,882,075</u>	<u>5,882,075</u>
Less accumulated depreciation for:					
Buildings	-	(224,925)	-	(2,103,935)	(2,328,860)
Vehicles	-	-	-	(23,360)	(23,360)
Machinery and equipment	-	(2,721)	-	(17,237)	(19,958)
Total accumulated depreciation	<u>-</u>	<u>(227,646)</u>	<u>-</u>	<u>(2,144,532)</u>	<u>(2,372,178)</u>
Total capital assets being depreciated, net	<u>-</u>	<u>(227,646)</u>	<u>-</u>	<u>3,737,543</u>	<u>3,509,897</u>
Rental Facilities Fund capital assets, net	<u>\$ -</u>	<u>\$ (227,646)</u>	<u>\$ -</u>	<u>\$ 3,872,173</u>	<u>\$ 3,644,527</u>
<i>Communications Utility Fund</i>					
Capital assets not being depreciated:					
Construction in progress	\$ 162,356	\$ 5,992,511	\$ -	\$ -	\$ 6,154,867
Business-type activities capital assets, net	<u>\$ 191,325,668</u>	<u>\$ 7,963,008</u>	<u>\$ (1,315,279)</u>	<u>\$ 12,720,447</u>	<u>\$ 210,693,844</u>

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 6 – Capital assets (Continued)

	Beginning Balances	Increases	Decreases	Transfers	Ending Balances
Discretely presented component units:					
<i>Development Authority</i>					
Capital assets not being depreciated:					
Land	\$ 112,041	\$ -	\$ -	\$ -	\$ 112,041
Development Authority capital assets, net	<u>\$ 112,041</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 112,041</u>

Note 7 - Long-term and short-term obligations

A. General obligation bonds

General Obligation Bonds Series 2004 – serviced by special purpose local option sales taxes

On November 4, 2004, the County issued the \$22,750,000 Columbia County, Georgia, General Obligation Sales Tax Bonds Series 2004. The Series 2004 Bonds were issued to (a) finance County, public safety, and recreation facilities, (b) pay capitalized interest and (c) pay expenses incident to the issuance of the Bonds. The face amount of \$21,432,395 was recorded in the 2004 General Obligation Bond Fund, a capital projects fund, to account for the proceeds to be used for capital expenditures. The face amount of \$1,317,605 was recorded in the 2004 General Obligation Bond Debt Service Fund to account for the capitalized interest proceeds to be used for future interest payments.

Interest on the General Obligation Sales Tax Bonds, Series 2004 was paid semi-annually on January 1 and July 1 of each year and principal was paid January 1 of each year. The final principal payment of \$4,805,000 was paid on January 1, 2011. As a result, the Series 2004 bonds are no longer a liability of the County and have no outstanding principal at June 30, 2011.

General Obligation Refunding Bonds, Series 2007A – serviced by property taxes dedicated for debt service

On February 14, 2007, in connection with the refunding of the General Obligation Bonds Series 1998, the County issued \$26,750,000 in general obligation refunding bonds with interest rates ranging between 3.75% and 4.5%. The Series 2007A bonds were issued to advance refund \$25,740,000 of the outstanding Series 1998 General Obligation Bonds with interest rates ranging between 4.15% and 5.625%. The County used the net proceeds to purchase U.S. government securities, which were deposited in an escrow fund to provide for all future debt service on the 1998 Series Bonds. As a result, the 1998 Series Bonds are considered defeased, and the County has removed the liability from its accounts.

Interest on the General Obligation Refunding Bonds, Series 2007A is to be paid semi-annually on January 1 and July 1 of each year and principal is paid January 1 of each year as follows:

Governmental Activities				
General Obligation Refunding Bonds, Series 2007A				
June 30,	Principal	Interest	Total	Coupon Rate
2012	\$ 1,205,000	\$ 931,419	\$ 2,136,419	4.25
2013	1,290,000	880,206	2,170,206	4.00
2014	1,370,000	828,606	2,198,606	4.50
2015	1,460,000	766,956	2,226,956	3.75
2016	1,545,000	712,206	2,257,206	3.88
2017 - 2021	9,070,000	2,487,938	11,557,938	4.00 - 4.25
2022 - 2024	6,715,000	578,544	7,293,544	4.13 - 4.25
	<u>\$ 22,655,000</u>	<u>\$ 7,185,875</u>	<u>\$ 29,840,875</u>	

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 7 – Long-term and short-term obligations (Continued)

Various Purpose General Obligation Bonds, Series 2007B – serviced by property taxes dedicated for debt service

On February 14, 2007, the County issued \$41,905,000 in various purpose general obligation bonds with interest rates ranging between 4.0% and 5.0%. The Series 2007B Bonds were issued for the purpose of financing the costs of planning, acquiring, constructing and equipping (a) certain water, sewerage and storm water facilities and infrastructure (the “Water Project”); (b) certain streets, roads, bridges and sidewalks (the “Transportation Project”); (c) certain park and recreational facilities (the “Recreation Project”); (d) certain public safety buildings and the acquisition of public safety equipment (the “Public Safety Project”); and (e) paying capitalized interest and costs of issuance of the Bonds.

Interest on the Various Purpose General Obligation Bonds, Series 2007B is to be paid semi-annually on January 1 and July 1 of each year and principal is paid January 1 of each year as follows:

Governmental Activities					
<u>Various Purpose General Obligation Bonds, Series 2007B</u>					
<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Coupon</u>	
				<u>Rate</u>	
2012	\$ 2,820,000	\$ 1,541,219	\$ 4,361,219	4.50	
2013	3,165,000	1,414,319	4,579,319	4.00	
2014	3,520,000	1,287,719	4,807,719	5.00	
2015	3,930,000	1,121,818	5,051,818	5.00	
2016	4,355,000	950,319	5,305,319	4.50	
2017 - 2019	15,935,000	765,625	16,700,625	4.50 - 5.00	
	<u>\$ 33,725,000</u>	<u>\$ 7,081,019</u>	<u>\$ 40,806,019</u>		

General Obligation Bonds Series 2009 – serviced by special purpose local option sales taxes

On March 5, 2009, the County issued the \$38,000,000 Columbia County, Georgia, General Obligation Sales Tax Bonds, Series 2009, with interest rates ranging between 4.0% and 5.0%. The Series 2009 Bonds were issued to (a) finance County, public safety, and recreation facilities, (b) finance improvements to the water and storm water systems, (c) pay capitalized interest and (d) pay expenses incident to the issuance of the Bonds.

Interest on the General Obligation Sales Tax Bonds, Series 2009 is to be paid semi-annually on April 1 and October 1 of each year, commencing October 1, 2009, and principal is paid April 1 of each year as follows:

Governmental Activities					
<u>General Obligation Sales Tax Bonds, Series 2009</u>					
<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Coupon</u>	
				<u>Rate</u>	
2012	\$ 5,310,000	\$ 1,729,250	\$ 7,039,250	4.00	
2013	5,685,000	1,516,850	7,201,850	4.00	
2014	6,080,000	1,289,450	7,369,450	4.00	
2015	6,510,000	1,046,250	7,556,250	5.00	
2016	6,965,000	720,750	7,685,750	5.00	
2017	7,450,000	372,500	7,822,500	5.00	
	<u>\$ 38,000,000</u>	<u>\$ 6,675,050</u>	<u>\$ 44,675,050</u>		

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 7 – Long-term and short-term obligations (Continued)

B. Revenue Bonds – serviced by the Water and Sewerage Fund (the “System”)

The Water and Sewerage Revenue Bond Ordinances provide that certain funds be established and maintained while the bonds are outstanding. The funds required and the purpose of each, are as follows:

1. Revenue Fund - To receive all revenue of the water and sewer operation, and fund the other required funds.
2. Sinking Funds - To provide a means for payment of principal and interest.
3. Renewal and Extension Fund - To make replacements, additions, extensions and improvements to the system, and to pay principal and interest on bonds and any obligations payable from the sinking fund.
4. Operation, Maintenance and Repair Fund - To pay reasonable and necessary costs of operating, maintaining and repairing the system.
5. Arbitrage Rebate Fund - To assure compliance with the provisions of the Internal Revenue Code.

The ordinance specifies the minimum levels of funding required to be maintained in the sinking funds and the Renewal and Extension fund. Each bond is secured by a first lien on and pledge of the net revenues of the System. The following is a schedule of the outstanding revenue bonds in the System:

Series 1996A

In connection with the refunding of the 1991A Water and Sewerage Revenue Bonds, the System issued Series 1996A Water and Sewerage Refunding Revenue Bonds in the aggregate principal amount of \$6,970,000. In connection with the issuance of the Series 2010 Water and Sewer Refunding Revenue Bonds, the System refunded the remaining Series 1996A in the amount of \$670,000. As a result, the Series 1996A bonds are no longer a liability of the System and have no outstanding principal at June 30, 2011.

Series 2000

On March 1, 2000, the System issued \$25,000,000 Water & Sewerage Revenue Bonds Series 2000. In connection with the issuance of the Series 2001A Water and Sewerage Refunding Revenue Bonds, the System partially refunded Series 2000 in the amount of \$8,510,000. In connection with the issuance of the Series 2010 Water and Sewer Refunding Revenue Bonds, the System partially refunded Series 2000 in the amount of \$9,860,000.

The Series 2000 Bonds were issued to provide funds, together with other funds of the County available therefore, to (a) finance, in whole or in part, the cost of adding to, improving, extending and equipping the Water and Sewerage System of said County, and (b) pay certain expenses necessary to accomplish the foregoing.

The Series 2000 Bonds are secured by a first lien on and pledge of the net revenues of the Water and Sewerage System. Payment of the principal and interest on the Series 2000 Bonds is insured by a municipal bond insurance policy which was issued by Financial Guaranty Insurance Company simultaneously with the delivery of the Series 2000 Bonds.

Interest is to be paid semi-annually on June 1 and December 1 of each year and principal is to be paid annually on June 1 of each year.

Series 2001

In connection with the refunding of the 1992 Water and Sewerage Revenue Bonds, the System issued Series 2001 Water and Sewerage Refunding Revenue Bonds in the aggregate principal amount of \$12,155,000.

Interest is to be paid semi-annually on June 1 and December 1 of each year and principal is to be paid annually on June 1 of each year.

Series 2001A

In connection with the refunding of the 1996 Water and Sewerage Revenue Bonds and 2000 Water and Sewerage Revenue Bonds, the System issued Series 2001A Water and Sewerage Refunding Revenue Bonds in the aggregate principal amount of \$21,020,000.

Interest is to be paid semi-annually on June 1 and December 1 of each year and principal is to be paid annually on June 1 of each year.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 7 – Long-term and short-term obligations (Continued)

Series 2004

In connection with the refunding of the 1993 Water & Sewerage Refunding Revenue Bonds, the System issued Series 2004 Water and Sewerage Revenue Bonds in the aggregate principal amount of \$28,940,000. In connection with the issuance of the Series 2010 Water and Sewer Refunding Revenue Bonds, the System partially refunded Series 2004 in the amount of \$16,875,000.

\$25,785,000 of the Series 2004 Bonds were issued for the purpose of (a) paying the costs of the acquisition, construction and equipping of improvements to the Water and Sewerage System of said County, (b) paying the premium for a municipal bond insurance policy and the premium for a municipal bond debt service reserve insurance policy and (c) paying the costs of issuing the Series 2004 Bonds. \$3,155,000 of the Series 2004 Bonds were issued for the purpose of refunding the Water and Sewerage Revenue Bonds, Series 1993 maturing on December 1, 2008.

The Series 2004 Bonds are secured by a pledge of and lien on the net revenues of the Water and Sewerage System. Payment of the principal and interest on the Series 2004 Bonds is insured by a municipal bond insurance policy which was issued by Financial Security Assurance Inc. simultaneously with the delivery of the Series 2004 Bonds.

Interest is to be paid semi-annually on June 1 and December 1 of each year and principal is to be paid annually on June 1 of each year.

Series 2010

In connection with the refunding of the 1996A Water & Sewerage Refunding Revenue Bonds, the 2000 Water & Sewerage Revenue Bonds, and the 2004 Water & Sewerage Refunding Revenue Bonds, the System issued Series 2010 Water and Sewerage Refunding Revenue Bonds in the aggregate principal amount of \$60,730,000.

\$34,785,000 of the Series 2010 Bonds were issued for the purpose of (a) financing certain improvements to its water and sewerage system and (b) paying the costs of issuing the Series 2010 Bonds. \$25,945,000 of the Series 2010 Bonds were issued for the purpose of refunding (i) its Water and Sewerage Revenue Bonds, Series 1996A maturing in 2011, (ii) its Water and Sewerage Revenue Bonds, Series 2000 maturing in 2021 through 2025 and (iii) a portion of its Water and Sewerage Revenue Bonds, Series 2004 maturing in 2017 through 2024 .

The Series 2010 Bonds are secured by a pledge of and lien on the net revenues of the Water and Sewerage System.

Interest is to be paid semi-annually on June 1 and December 1 of each year and principal is to be paid annually on June 1 of each year.

C. Summary of Revenue Bonds outstanding

A summary of revenue bond indebtedness as of June 30, 2011, is as follows:

Water and Sewerage Refunding Revenue Bonds, Series 2000	\$ 3,205,000
Water and Sewerage Unrefunded Revenue Bonds, Series 2001	1,425,000
Water and Sewerage Refunding Revenue Bonds, Series 2001A	18,645,000
Water and Sewerage Refunding Revenue Bonds, Series 2004	8,910,000
Water and Sewerage Revenue Bonds, Series 2010	<u>59,695,000</u>
Total Outstanding Revenue Debt	<u>91,880,000</u>
Bond issue premiums	4,763,690
Bond issue discounts	(37,140)
Deferred loss on refunding	<u>(4,147,084)</u>
	 \$ <u>92,459,466</u>

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 7 - Long-term and short-term obligations (Continued)

The annual requirements of principal and interest to amortize each of the County's outstanding revenue debt as of June 30, 2011, are as follows:

Business-type Activities				
Revenue Bond Debt				
June 30,	Principal	Interest	Total	Coupon Rate
<u>Water and Sewerage Unrefunded Revenue Bonds, Series 2000</u>				
2012	\$ -	\$ 192,300	\$ 192,300	4.20
2013	-	192,300	192,300	4.20
2014	-	192,300	192,300	4.30
2015	-	192,300	192,300	4.30
2016	-	192,300	192,300	4.30
2017-2020	3,205,000	675,900	3,880,900	4.30
	\$ 3,205,000	\$ 1,637,400	\$ 4,842,400	
 <u>Water and Sewerage Refunding Revenue Bonds, Series 2001</u>				
2012	\$ 1,425,000	\$ 60,562	\$ 1,485,562	4.25
	\$ 1,425,000	\$ 60,562	\$ 1,485,562	
 <u>Water and Sewerage Refunding Revenue Bonds, Series 2001A</u>				
2012	\$ 2,775,000	\$ 818,475	\$ 3,593,475	4.50
2013	4,375,000	693,600	5,068,600	4.20
2014	4,450,000	509,850	4,959,850	4.30
2015	2,875,000	318,500	3,193,500	4.40
2016	1,290,000	192,000	1,482,000	4.50
2017-2018	2,880,000	203,040	3,083,040	4.60 - 4.70
	\$ 18,645,000	\$ 2,735,465	\$ 21,380,465	
 <u>Water and Sewerage Revenue Bonds, Series 2004</u>				
2012	\$ -	\$ 390,563	\$ 390,563	--
2013	-	390,563	390,563	--
2014	-	390,563	390,563	--
2015	400,000	390,563	790,563	3.50
2016	2,125,000	376,562	2,501,562	3.63
2017 - 2021	1,770,000	1,363,655	3,133,655	4.50 - 5.00
2022 - 2025	4,615,000	706,406	5,321,406	5.00
	\$ 8,910,000	\$ 4,008,875	\$ 12,918,875	

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 7 - Long-term and short-term obligations (Continued)

Revenue Bond Debt - continued				
June 30,	Principal	Interest	Total	Coupon Rate
Water and Sewerage Revenue Bonds, Series 2010				
2012	\$ -	\$ 2,669,275	\$ 2,669,275	--
2013	-	2,669,275	2,669,275	--
2014	-	2,669,275	2,669,275	--
2015	-	2,669,275	2,669,275	--
2016	-	2,669,275	2,669,275	--
2017 - 2021	10,905,000	12,585,675	23,490,675	4.00 - 5.00
2022 - 2026	16,865,000	9,021,375	25,886,375	5.00
2027 - 2031	16,250,000	5,411,375	21,661,375	4.00 - 4.50
2032 - 2035	15,675,000	1,657,300	17,332,300	4.00 - 4.50
	\$ 59,695,000	\$ 42,022,100	\$ 101,717,100	

D. Notes Payable

The Water and Sewerage System has entered into agreements with the Georgia Environmental Facilities Authority (GEFA) whereby the System receives a loan for each agreement to assist in various pre-approved construction projects. Notes payable to the Georgia Environmental Facilities Authority are as follows:

The \$226,569 note payable to GEFA, with quarterly payments of \$4,728, including principal and interest at 6.8%.	\$ 22,480
The \$1,000,000 note payable to GEFA, with quarterly payments of \$21,985, including principal and interest at 6.25%.	21,647
The \$1,569,027 note payable to GEFA, under the State of Georgia Revolving Loan Fund Program with quarterly payments of \$23,845, including principal and interest at 2.0%.	140,597
	\$ 184,724

The annual requirements of principal and interest to amortize each of the County's outstanding notes payable as of June 30, 2011, are as follows:

Notes Payable			
Year ending June 30,	Principal	Interest	Total
2012	\$ 132,741	\$ 3,534	\$ 136,275
2013	51,983	434	52,417
	\$ 184,724	\$ 3,968	\$ 188,692

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 7 - Long-term and short-term obligations (Continued)

E. Refunding and Advance Refunding

In 1996, the Water and Sewerage System advance refunded the Series 1991A, Water and Sewerage Revenue Bonds with the \$6,970,000 Series 1996A, Water and Sewerage Refunding Revenue Bonds. The System issued bonds to provide resources to purchase direct obligations of the United States of America which were placed in an irrevocable escrow account with an escrow agent to defease the maturities.

The escrow obligations, together with the earnings thereon, were sufficient to pay the redemption price of the bonds on June 1, 2001. As a result, the refunded bonds are no longer a liability of the System and have no outstanding principal at June 30, 2011.

On September 26, 2001, the County issued Water and Sewerage Refunding Revenue Bonds in the aggregate principal amount of \$12,155,000, with interest rates ranging from 3% - 4.25%, to refund \$11,850,000 of outstanding 1992 Water and Sewerage Revenue Bonds with interest rates ranging from 5.7% to 6.25%. The net proceeds of \$12,022,027 (after payment of \$190,901 of underwriting fees and other issuance costs) plus an additional \$430,053 of the 1992 Series sinking fund monies were used to repay the 1992 Water and Sewerage Revenue Bonds.

The current refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$955,029. This difference, reported in the accompanying financial statements as a deduction from bonds payable, is being charged to operations through the year 2012 using the straight-line method, which is not significantly different from the effective-interest method. The County completed the refunding to reduce its total debt service payments over the next 11 years by approximately \$1.3 million and to obtain an economic gain (difference between present values of the old and new debt service payments) of approximately \$1.4 million.

On October 17, 2001, the County issued Water and Sewerage Refunding Revenue Bonds in the aggregate principal amount of \$21,020,000 with interest rates ranging from 3% to 4.7%, to advance refund a portion (\$10,395,000) of outstanding 1996 Water and Sewerage Revenue Bonds with interest rates ranging from 5.15% to 5.7%, and to advance refund a portion (\$8,510,000) of outstanding 2000 Water and Sewerage Revenue Bonds with interest rates ranging from 5% to 6.25%. The net proceeds of \$20,629,262 (after payment of \$307,173 of underwriting fees and other issuance costs) plus an additional \$366,112 of the debt service fund monies were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for the refunded portions' debt service payments on the 1996 Series bonds and the 2000 Series bonds. As a result, the refunded portions of the 1996 Series bonds and the 2000 Series bonds are considered to be defeased and the liability for those bonds have been reduced by the refunded portions.

The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$2,512,970. This difference, reported in the accompanying financial statements as a deduction from bonds payable, is being charged to operations through the year 2018 using the straight-line method, which is not significantly different from the effective-interest method. The advance refunding increased the County's total debt service payments over the next 24 years by approximately \$775,000 and resulted in an economic loss (difference between present values of the old and new debt service payments) of approximately \$2.5 million guaranteed under an insurance policy issued with the delivery of the Series 1994 Bonds by Municipal Bond Investors Assurance Corporation.

On November 1, 2004, included in the Series 2004 Water and Sewerage Revenue Bonds, the County issued Water and Sewerage Revenue Bonds in the aggregate principal amount of \$3,155,000 with an interest rate of 2.5% to refund \$3,125,000 of outstanding 1993 Water and Sewerage Refunding Revenue Bonds with an interest rate of 5.55%. The net proceeds associated with the refunding bonds of \$3,139,453 (after payment of \$15,547 of underwriting fees and other issuance costs) plus an additional \$72,266 of the debt service fund monies were used to purchase U.S. government securities. Those securities were deposited in an escrow fund with an escrow agent to provide sufficient money to pay when due the debt service on the Series 1993 refunded bonds and to call the Series 1993 refunded bonds on December 1, 2004. The unrefunded portion of the Series 1993 bonds in the principal amount of \$830,000 matured on December 1, 2004. As a result, the Series 1993 bonds are no longer a liability of the System and have no outstanding principal at June 30, 2011.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 7 - Long-term and short-term obligations (Continued)

The current refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$86,308. This difference, reported in the accompanying financial statements as a deduction from bonds payable, was charged to operations during the year 2007 using the straight-line method, which is not significantly different from the effective-interest method. The County completed the refunding to reduce its total debt service payments over the next 5 years by approximately \$233,156 and to obtain an economic gain (difference between present values of the old and new debt service payments) of approximately \$277,133.

On February 14, 2007, the County issued \$26,750,000 in general obligation refunding bonds with interest rates ranging between 3.75% and 4.5%. The Series 2007A bonds were issued to advance refund \$25,740,000 of the outstanding Series 1998 General Obligation Bonds with interest rates ranging between 4.15% and 5.625%. The net proceeds were used to purchase U.S. government securities, which were deposited in an escrow fund with an escrow agent to provide sufficient money to pay when due all future debt service on the 1998 Series Bonds. As a result, the 1998 Series Bonds are considered defeased, and the County has removed the liability from its accounts.

The advance refunding reduced total debt-service payments over the next 17 years by approximately \$2 million, resulting in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$1.4 million.

On September 30, 2010, included in the Series 2010 Water and Sewerage Revenue Bonds, the County issued Water and Sewerage Refunding Revenue Bonds in the aggregate principal amount of \$9,080,000, with interest rates ranging from 2% - 5%, to refund all outstanding 1996A Water and Sewerage Revenue Bonds in the amount of \$670,000 with an interest rate of 5.4% and a portion of outstanding 2000 Water and Sewerage Revenue Bonds in the amount of \$9,860,000 with an interest rate of 5.5%. The net proceeds of \$10,305,060 (after payment of \$122,317 of underwriting fees and other issuance costs) plus an additional \$416,160 of the 1996A and 2000 Series sinking fund monies were used to repay all of the outstanding 1996A Series bonds and the outstanding 2000 Series bonds maturing in 2021 through 2025. As a result, the Series 1996A bonds are no longer a liability of the System and have no outstanding principal at June 30, 2011.

Also, on September 30, 2010, included in the Series 2010 Water and Sewerage Revenue Bonds, the County issued Water and Sewerage Refunding Revenue Bonds in the aggregate principal amount of \$16,865,000, with interest rates ranging from 2% - 5%, to advance refund a portion of outstanding 2004 Water and Sewerage Revenue Bonds in the amount of \$16,875,000 with interest rates ranging from 4.5% to 5.0%. The net proceeds of \$19,299,533 (after payment of \$227,160 of underwriting fees and other issuance costs) plus an additional \$278,058 of the 2004 Series sinking fund monies were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for the refunded portions' debt service payments on the 2004 Series bonds. As a result, the refunded portions of the 2004 Series bonds are considered to be defeased and the liability for those bonds have been reduced by the refunded portions.

The total refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$11,759 for the 1996A Series, \$140,934 for the 2000 Series, and \$3,397,209 for the 2004 Series. These differences, reported in the accompanying financial statements as a deduction from bonds payable, are being charged to operations through the year 2011, 2025, and 2024, respectively, using the straight-line method, which is not significantly different from the effective-interest method. The County completed the refunding to reduce its total debt service payments over the next 15 years by approximately \$3.9 million and to obtain an economic gain (difference between present values of the old and new debt service payments) of approximately \$3.0 million.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 7 - Long-term and short-term obligations (Continued)

F. Changes in long-term liabilities

The following is a summary of long-term debt transactions for the year ended June 30, 2011:

	Beginning Balances	Additions	Reductions	Ending Balances	Current Portion
Governmental activities:					
Bonds payable:					
General Obligation Bonds:					
Series 2004	\$ 4,805,000	\$ -	\$ (4,805,000)	\$ -	\$ -
Series 2007A	23,775,000	-	(1,120,000)	22,655,000	1,205,000
Series 2007B	36,240,000	-	(2,515,000)	33,725,000	2,820,000
Series 2009	38,000,000	-	-	38,000,000	5,310,000
Deferred amounts:					
For bond issuance premiums	5,105,343	-	(965,890)	4,139,453	-
Total bonds payable	<u>107,925,343</u>	<u>-</u>	<u>(9,405,890)</u>	<u>98,519,453</u>	<u>9,335,000</u>
Other liabilities:					
OPEB obligation	1,030,039	417,205	-	1,447,244	-
Compensated absences	5,300,135	2,526,674	(2,300,280)	5,526,529	2,763,000
Total other liabilities	<u>6,330,174</u>	<u>2,943,879</u>	<u>(2,300,280)</u>	<u>6,973,773</u>	<u>2,763,000</u>
Governmental activities long-term liabilities	<u>\$ 114,255,517</u>	<u>\$ 2,943,879</u>	<u>\$ (11,706,170)</u>	<u>\$ 105,493,226</u>	<u>\$ 12,098,000</u>
Business-type activities:					
Revenue debt:					
Water and Sewerage Refunding Bonds:					
Series 1996A	\$ 670,000	\$ -	\$ (670,000)	\$ -	\$ -
Series 2000	13,065,000	-	(9,860,000)	3,205,000	-
Series 2001	3,550,000	-	(2,125,000)	1,425,000	1,425,000
Series 2001A	19,525,000	-	(880,000)	18,645,000	2,775,000
Series 2004	25,785,000	-	(16,875,000)	8,910,000	-
Series 2010	-	60,730,000	(1,035,000)	59,695,000	-
Deferred amounts:					
For bond issuance premiums	1,020,843	4,645,870	(903,023)	4,763,690	-
For bond issuance discounts	(43,093)	-	5,953	(37,140)	-
For deferred loss on refunding	(1,177,495)	(3,549,902)	580,313	(4,147,084)	-
Total revenue debt	<u>62,395,255</u>	<u>61,825,968</u>	<u>(31,761,757)</u>	<u>92,459,466</u>	<u>4,200,000</u>
Other liabilities:					
Water and Sewerage Notes Payable to GEFA	376,119	-	(191,395)	184,724	132,741
OPEB obligation	182,988	70,184	-	253,172	-
Compensated absences	1,194,143	494,058	(425,093)	1,263,108	631,548
Liability for landfill closure and postclosure care costs	8,157,967	-	(202,542)	7,955,425	284,122
Total other liabilities	<u>9,911,217</u>	<u>564,242</u>	<u>(819,030)</u>	<u>9,656,429</u>	<u>1,048,411</u>
Business-type activities long-term liabilities	<u>\$ 72,306,472</u>	<u>\$ 62,390,210</u>	<u>\$ (32,580,787)</u>	<u>\$ 102,115,895</u>	<u>\$ 5,248,411</u>

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 7 - Long-term and short-term obligations (Continued)

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year end, \$24,567 of internal service funds compensated absences is included in the above amounts. Also, for the governmental activities, compensated absences and the OPEB obligation are generally liquidated by the general fund.

G. Discretely presented component units

Development Authority Notes Payable

On May 24, 2006, the Development Authority of Columbia County obtained a promissory note from Jefferson Energy Cooperative through the US Department of Agriculture Rural Economic Development Loan and Grant Program in the amount of \$450,000. The proceeds from this loan, combined with a \$140,000 local assistance grant, were used to finance the Development Authority's obligations under a contract to participate in the construction of a building suitable for use as a manufacturing facility containing approximately 50,000 square feet. The Development Authority's total investment in the building was \$590,000. The interest free loan was secured by a letter of credit in the amount of \$450,000 issued to Jefferson Energy Cooperative by Georgia Bank and Trust of Augusta on behalf of the Development Authority. The loan was further secured with payments received under an Intergovernmental Agreement for industrial development between the Development Authority and Columbia County.

The Development Authority was required to make monthly installments of \$4,687.50 on the last day of the month beginning June 24, 2008, and continuing on the last day of each month of each year thereafter until the principal sum of \$450,000, without interest, has been paid in full on or before the final maturity date, which was ten years after execution of the promissory note. The Development Authority had the option to prepay the obligation in whole or in part at any time without penalty.

On June 15, 2011, the remaining outstanding balance of \$281,250 was paid in full by another investor, thereby releasing the Development Authority from further obligation under the terms of the loan. The obligation is no longer a liability of the Development Authority. Following the payoff of the loan by the other investor, the Development Authority's total investment in the building was reduced to \$308,750.

The following is a summary of long-term debt transactions for the discretely presented component units for the year ended June 30, 2011:

	Beginning Balances	Additions	Reductions	Ending Balances	Current Portion
Development Authority					
Note payable to Jefferson Energy Cooperative	332,812	-	(332,812)	-	-
Development Authority long-term liabilities	<u>\$ 332,812</u>	<u>\$ -</u>	<u>\$ (332,812)</u>	<u>\$ -</u>	<u>\$ -</u>
Board of Health					
Compensated absences	\$ 87,020	-	\$ (5,277)	\$ 81,743	\$ 81,743
Board of Health long-term liabilities	<u>\$ 87,020</u>	<u>\$ -</u>	<u>\$ (5,277)</u>	<u>\$ 81,743</u>	<u>\$ 81,743</u>

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 8 – Deferred/unearned revenues

The balance of deferred revenues and unearned revenues in the fund financial statements (includes both the deferred and unearned amounts disclosed below) and unearned revenues in the government-wide financial statements at year-end are composed of the following elements:

	Deferred Revenue	Unearned Revenue
Taxes receivable net of allowance, unavailable - General Fund	\$ 488,231	\$ -
Taxes receivable net of allowance, unavailable - Special Revenue Fund	117,093	-
Taxes receivable net of allowance, unavailable - Debt Service Fund	79,723	-
Rental income received in advance of being earned - Enterprise Fund	-	113,040
	\$ 685,047	\$ 113,040

Note 9 - Landfill closure and postclosure care cost

State and Federal laws and regulations require that the County place a final cover on its landfill when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date the landfill stops accepting waste, the County is required to report a portion of these costs as operating expense in each period based on landfill capacity used as of each balance sheet date. After the initial calculation of the current closure and postclosure care costs, these costs are required to be adjusted annually for the effects of inflation or deflation, technology, or applicable laws or regulations. The County has two cells at the landfill, both of which are currently closed and no longer accepting waste. As of June 30, 2011, the County has a remaining 28 years of monitoring. The estimated liabilities for landfill closure and postclosure costs as of June 30, 2011, are as follows:

Cell	Usage	Estimated Liability
Unlined cell	100%	\$ 1,519,527
D Cell	100%	6,435,898
Total		\$ 7,955,425

Adequate funding is available in the Solid Waste Management Fund to support closure and post-closure operations.

Note 10 – Conduit debt obligations

From time to time, the Development Authority of Columbia County has issued tax exempt industrial revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. Neither the Development Authority, the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of June 30, 2011, there were two series of Development Authority tax exempt industrial revenue bonds outstanding, with an aggregate principal amount of \$11,515,000.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 11 - Risk management

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; losses resulting from providing accident and health benefits to employees, retirees, and their dependents; and natural disasters. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. An excess coverage insurance policy covers individual claims. Liabilities include an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs and other economic and social factors. The County established internal service funds for the employee group health program and property/general liability claims. Workers' compensation claims are accounted for within the General Fund since payment is expected to be made within one year. The County made no reduction in its insurance coverage during the year ended June 30, 2011. During the past three years claims have not exceeded insurance coverage. The County believes that the insurance coverage is adequate.

The County provides a self-funded employee group health program in which a third party administrator is employed to process claims. Specific stop loss coverage in the amount of \$125,000 per covered individual is maintained to reduce the exposure from catastrophic claims. IBNR claims are accounted for as accrued expenses in the Employee Medical Plan Internal Service Fund in accordance with FASB ASC 450-20-50. Contributions are paid into the Employee Medical Fund by all other participating funds and are available to pay claims, claim reserves and administrative costs of the program. Management continues to monitor the performance of this fund to ensure that contributions charged to the funds and employees of the County are adequate.

The County accounts for the employee flexible spending account within the Employee Medical Fund. The balance in accounts payable for this fund shown in the accompanying financial statements includes a flexible spending account payable of \$46,511.

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

As a participant in the ACCG-GSIWCF, which also provides claims administration and loss control services, the County has a \$250,000 loss retention level, which means that the County retains the first \$250,000 (in the form of a deductible) on its workers' compensation claims. Premiums are paid into the General Fund by all other participating funds and are available to pay claims, claim reserves and administrative costs of the program. These interfund premiums are used to reduce the amount of claims expenditure reported in the General Fund.

During 1994, Columbia County entered into an agreement with the ACCG-IRMA to provide coverage for property, automobile, general liability, law enforcement liability, public officials' liability, crime and boiler and machinery exposures. The County has a loss retention level of \$100,000 per occurrence, which means that the County retains the first \$100,000 (in the form of a deductible) on such claims. The County separately budgets funds for claims for which no governmental immunity exists, and other claims which the County deems appropriate for payment. Premiums are paid into the Risk Management Fund by all other participating funds and are available to pay claims, claim reserves and administrative costs of the program.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 11 - Risk management (Continued)

IBNR claims have been accrued as claims liabilities based primarily upon the fund's third party administrator's claims projections and are included in current year claims estimates. Changes in the balances of claims payable in the respective funds during fiscal years 2011 and 2010 are as follows:

	General Fund	Employee Medical	Risk Management	Total
2011				
Unpaid claims, beginning	\$ 213,152	\$ 282,875	\$ 613,957	\$ 1,109,984
Incurred claims	643,857	5,417,627	194,894	6,256,378
Claims paid	<u>(379,745)</u>	<u>(5,356,414)</u>	<u>(392,504)</u>	<u>(6,128,663)</u>
Unpaid claims, ending	<u>\$ 477,264</u>	<u>\$ 344,088</u>	<u>\$ 416,347</u>	<u>\$ 1,237,699</u>
2010				
Unpaid claims, beginning	\$ 263,762	\$ 279,233	\$ 275,178	\$ 818,173
Incurred claims	316,276	4,656,739	476,522	5,449,537
Claims paid	<u>(366,886)</u>	<u>(4,653,097)</u>	<u>(137,743)</u>	<u>(5,157,726)</u>
Unpaid claims, ending	<u>\$ 213,152</u>	<u>\$ 282,875</u>	<u>\$ 613,957</u>	<u>\$ 1,109,984</u>

Note 12 - Pension plans

Defined Contribution Plan

The County and its qualified employees participate in the Columbia County Money Purchase Retirement Plan, in accordance with Section 401(a) of the Internal Revenue Code. On November 21, 2006, the County adopted the administrative services agreement with the International City/County Management Association Retirement Corporation (ICMA-RC), the Plan Administrator, and repealed the previously existing administrative services agreements with GEBCorp. The ICMA-RC is to act as the public plan sponsor for employees participating in the 401(a) retirement plan of the County with the responsibility to obtain investment alternatives and services for employees participating in the plan. ICMA-RC provides at least 15 investment options covering a variety of asset classes ranging from aggressive growth equity mutual funds to bond mutual funds to stable value and money market funds. Although this plan includes employer contributions only, employees determine into which funds the contributions are invested. Contributions can be invested in one or all of the funds.

Compensation as defined by the plan and trust document is all of each participant's W-2 earnings which are actually paid to the employee (working at least 1,000 hours per year) during the plan year by Columbia County for services rendered to the Employer, plus any contributions made pursuant to a salary reduction agreement which are not includible in the gross income of the Participant under section 125, 132(f)(4), 402(e)(3), 402(h)(1)(B), 406(b), 414(h)(2) or 457(b) of the Internal Revenue Code. Plan provisions and contribution requirements are established and may be amended by the Columbia County Board of Commissioners.

The maximum contribution by the County to an employee's retirement account is 8%, which consists of (a) a base amount equal to 4% of the annual salary of an employee plus (b) a matching contribution equal to one half of the amount an employee voluntarily contributes into the deferred compensation plan, up to a maximum of 4% of the employee's annual salary. The vesting schedule for the employer portion of the contribution is as follows:

Year 1	0%
Year 2	25%
Year 3	50%
Year 4	75%
Year 5	100%

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 12 - Pension plans (Continued)

The payroll for all employees for the year ended June 30, 2011, amounted to \$34,963,190. All regular employees who work more than 1,000 hours during the calendar year are eligible to participate by receiving contributions from the County into the plan. At June 30, 2011, 98.7% or 846 of the County's 857 employees were eligible to receive employer contributions into the plan. The payroll for eligible employees amounted to \$34,905,990 for the year ended June 30, 2011. During the year ended June 30, 2011, the County contributed \$2,309,968 to the defined contribution plan, or approximately 7% of the covered payroll. The defined contribution plan assets at June 30, 2011, are as follows (reported at fair value for financial reporting purposes):

Money Funds	\$	6,425,240
Mutual Funds		<u>19,239,284</u>
 Total assets	 \$	 <u>25,664,524</u>

Deferred Compensation Plan

The County has adopted a deferred compensation plan, the Columbia County Deferred Compensation Plan, in accordance with Section 457 of the Internal Revenue Code. The plan allows any employee participant to defer gross compensation in an amount not to exceed \$16,500 per year. Any employee participant who reaches age 50 before the end of the calendar year is eligible to contribute an additional amount not to exceed \$5,500 per year. All administration costs of the plan are deducted from the participants' accounts. Benefit payments are payable upon termination of employment, unforeseeable emergency, retirement or death. The Custodial Account Agreement requires the County set aside assets and income from the plan in trust for the exclusive benefit of the participants and their beneficiaries. The County is in compliance with the agreement.

The County believes that it has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

Investments are managed by the Plan Administrator, the International City/County Management Association Retirement Corporation (ICMA-RC). ICMA-RC provides at least 15 investment options covering a variety of asset classes ranging from aggressive growth equity mutual funds to bond mutual funds to stable value and money market funds. Employees can invest in one or all of the funds.

At June 30, 2011, 90.5% or 776 of the County's 857 employees were participants in the deferred compensation plan.

The employees of the County contributed \$2,195,676 to the deferred compensation plan during the year ended June 30, 2011. No other contributions are made into this plan.

The County has amended its plan to comply with the requirements of subsection (g) of Internal Revenue Code Section 457 and it has adopted GASB Statement No. 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. All assets and income of the plan described in subsection (b)(6) are held in trust for the exclusive benefit of the participants and their beneficiaries.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 13 – Post employment benefits

In accordance with GASB 45 requirements, the County is required to attribute the cost of post-employment benefits to the time during which the employee is working for the County. GASB 45 requires allocation of the costs of the post-employment benefit plan to the years of active employment; it does not require the funding of such benefits. GASB 45 requirements have been implemented by the County for the year ended June 30, 2011. The County has elected not to establish a separate trust fund to account for other post-employment benefits.

Plan Description

On January 18, 2005, the Board amended the Columbia County Employee Medical Plan Trust Agreement to offer continuation of health insurance to all employees with fifteen or more years of service after separation from County employment. The *Columbia County Postretirement Benefit Program*, a single-employer defined benefit OPEB plan, states that these employees shall be entitled after leaving employment to continue to participate in and be covered by the health insurance plan by the County for county employees, provided that such employee must have served at least 15 years of employment, and provided, further, that such employee pays the total costs of such participation including both the employee and employer contributions associated with such participation. The County currently contracts with United Healthcare to administer the post-employment health care benefits. The plan does not issue a separate stand-alone report and is not included in the report of another entity.

Membership

The following schedule (derived from the most recent actuarial valuation report) reflects membership for the OPEB Health Care Plan as of June 30, 2011.

Active participants	821
Retirees	9
Spouses & other dependents	<u>5</u>
Total participants	<u>835</u>

Annual OPEB Cost and Contributions

The County provides a self-funded employee group health program in which a third party administrator is employed to process claims. Specific stop loss coverage in the amount of \$125,000 per covered individual is maintained to reduce the exposure from catastrophic claims. When retiree claims paid from the plan are in excess of retiree contributions into the plan, the County is deemed to have made contributions to the plan on behalf of retirees and/or beneficiaries. For the fiscal year ended June 30, 2011, retiree claims paid were in excess of retiree contributions. Therefore, the County contributed \$46,516 to the OPEB Health Care Plan during the fiscal year. The annual required contribution (ARC) is determined using actuarial methods and assumptions approved by the Board. The Board established and may amend the funding policy for the OPEB Health Care Plan.

	<u>6/30/2011</u>	<u>6/30/2010</u>
Annual required contribution	\$548,406	\$556,005
Interest on Net OPEB obligation	60,651	33,249
Adjustment to annual required contribution	<u>(75,152)</u>	<u>(41,197)</u>
Annual OPEB cost	533,905	548,057
Actual contributions	<u>(46,516)</u>	<u>0</u>
Increase in Net OPEB obligation	487,389	548,057
Net OPEB obligation, beginning of year	<u>1,213,027</u>	<u>664,970</u>
Net OPEB obligation, end of year	<u>\$1,700,416</u>	<u>\$1,213,027</u>
Percentage of ARC contributed	8.70%	0.00%

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 13 – Post employment benefits (Continued)

Funded Status and Actuarial Valuations

As of the most recent valuation date, June 30, 2011, the funded status of the OPEB Plan was as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
6/30/2011	\$0	\$3,319,775	\$3,319,775	0.00%	\$32,318,402	10.27%

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continued revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the plan in effect at July 1, 2010. The assumptions used in the June 30, 2011, actuarial valuation is as follows:

Cost Method	Projected Unit Credit
Discount Rate for Benefit Obligation	5.0% per year
Payroll Inflation Rate	4.0% per year
Medical Cost Trend Rate	9.5%
Ultimate Medical Cost Trend Rate	5.5%
Amortization Method	Level dollar
Remaining Amortization Period	Open over 30 years

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

Note 14 - Construction commitments

The County has active construction projects as of June 30, 2011. The projects include construction of water facilities, County technology improvements, office expansions, road improvements, and recreation improvements. At year end the County's commitments with contractors are as follows:

Project	Spent-to-Date	Remaining Commitment
Betty's Branch Restoration & Culvert	\$ 388,480	\$ 107,474
Reed Creek Filter Press	100,971	941,749
Whiteoak to Wrightsboro Water	2,089,587	109,978
Wynngate Court Stormwater	150,829	260,380
Intermediate Road	-	149,636
Hereford Farm Road Water Line	2,113,814	129,394
Bill Dom Water	328,145	105,251
Public Safety Facilities	4,651,547	560,253
County Facilities	3,470,427	861,244
County Computer and Communication Systems	2,127,061	219,106
Recreation Improvements	3,813,931	1,077,779
Road Improvement Construction	2,455,729	642,242
Road Paving Construction	9,919,947	4,355,651
Total	<u>\$ 31,610,468</u>	<u>\$ 9,520,137</u>

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 15 - Lodging tax

Columbia County has levied a 5% lodging tax pursuant to Official Code of Georgia Annotated (O.C.G.A.) 48-13-51. The County entered into a contract with the Columbia County Convention and Visitors Bureau (CCCVB) to be the principal provider of convention and tourist promotion services as of January 1, 2006. Prior to that date, the County contracted with the Augusta Metropolitan CVB for convention and tourist promotion services. The receipts and disbursements of the 5% lodging tax are accounted for in a nonmajor special revenue fund, the Lodging Tax Fund, within the primary government. A summary of the transactions for the year ended June 30, 2011, follows:

Lodging tax receipts	\$	631,962
Other		5,460
Total revenues	\$	<u>637,422</u>
Paid to CCCVB (40%)	\$	252,785
Other		272,306
Total disbursements	\$	<u>525,091</u>

Note 16 - Joint venture

Under Georgia law, the County, in conjunction with other cities and counties in the Central Savannah River Area, is a member of the Central Savannah River Area Regional Commission (CSRA RC) and is required to pay annual dues thereto. During its year ended June 30, 2011, the County paid \$98,457 in such dues. Membership in the CSRA RC is required by the O.C.G.A. Section 50-8-34 which provides for the organizational structure of the CSRA RC in Georgia. The CSRA RC Board membership includes the chief elected official of each county and municipality of the area. O.C.G.A. 50-8-39.1 provides that the member governments are liable for any debts or obligations of the CSRA RC. Separate financial statements may be obtained from:

CSRA Regional Commission
3023 Riverwatch Parkway Suite A
Augusta, Georgia 30907

Note 17 - Significant contingencies

Federal and State assisted programs

The County has received proceeds from several federal and state grants. Periodic audits of these grants are required and certain costs may be questioned as not being appropriate expenditures under the grant agreements. Such audits could result in the refund of grant monies to the grantor agencies. Management believes that any required refunds will be immaterial. No provision has been made in the accompanying financial statements for the refund of grant monies.

Claims and judgments

The County is a defendant in various lawsuits. In the opinion of the County's management and the County attorney, the ultimate effect of these matters will not have a material adverse effect on the financial condition of the County.

Arbitrage

The County's bond issues are subject to federal arbitrage regulations, and the County has elected to review its potential arbitrage liability annually on the bond issue dates. The arbitrage rebate payments are payable on the fifth anniversary of the bond issue date and every fifth year subsequent to that date. Although the actual amount to be paid is not presently determinable, the County believes that arbitrage payables are not significant.

Note 18 - Subsequent events

Subsequent to June 30, 2011, the County has issued Water & Sewerage refunding revenue bonds in the approximate amount of \$17 million for the purpose of refunding existing Water & Sewerage bonds.

COLUMBIA COUNTY, GEORGIA
Notes to Financial Statements - Continued
June 30, 2011

Note 19 – Prior period restatements

The County has determined that restatements of beginning fund balance in the General Fund and beginning net assets of governmental activities and business-type activities are required to reflect implementation of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. The interpretations of certain terms within the definition of the special revenue fund type have affected the activities the County chooses to report in its special revenue funds. Thus, the County has chosen to combine activities previously reported in the Economic Incentive Fund with the General Fund and change the fund type of the Community Centers Fund from a special revenue fund to an enterprise fund. The fund name was also changed to Rental Facilities Fund. The restatements are as follows:

<i>Fund statements:</i>	<u>General Fund</u>	<u>Economic Incentive Fund</u>
Fund balance as previously reported	\$ 29,564,045	\$ 517,030
Adjustment needed to properly state the County's fund balance	<u>517,030</u>	<u>(517,030)</u>
Fund balance as restated	<u>\$ 30,081,075</u>	<u>\$ -</u>

<i>Government-wide statements:</i>	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Net assets as previously reported	\$237,222,663	\$ 178,658,357
Adjustment needed to properly state the County's net assets	<u>(200,431)</u>	<u>200,431</u>
Net assets as restated	<u>\$237,022,232</u>	<u>\$ 178,858,788</u>

Columbia County, Georgia
Required Supplementary Information
Schedule of Funding Progress - OPEB Health Care Plan
For the fiscal year ended June 30, 2011

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Annual Covered Payroll	(6) UAAL as a Percentage of Covered Payroll
6/30/2009 **	\$ -	\$ 3,736,297	0.00%	\$ 3,736,297	\$ 29,791,000	12.54%
6/30/2010	\$ -	\$ 3,225,881	0.00%	\$ 3,225,881	\$ 32,354,322	9.97%
6/30/2011	\$ -	\$ 3,319,775	0.00%	\$ 3,319,775	\$ 32,318,402	10.27%

**First year of implementation

Note: For actuarial assumptions used in the valuation above, refer to Note 13 of the financial statements.

COMBINING AND INDIVIDUAL FUND STATEMENTS

GENERAL FUND

COLUMBIA COUNTY, GEORGIA

General Fund by Object

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual**

For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance with Final Budget - Positive (Negative)
Revenues			
Taxes - property			
Property tax	\$ 24,290,731	\$ 24,226,454	\$ (64,277)
Motor vehicle tax and penalties	2,414,740	2,582,433	167,693
Mobile home tax	67,085	53,937	(13,148)
Timber tax	18,772	13,913	(4,859)
Interest and penalties	150,000	311,570	161,570
	<u>26,941,328</u>	<u>27,188,307</u>	<u>246,979</u>
Taxes - sales			
Sales tax	14,740,000	16,135,031	1,395,031
Taxes - other			
Occupation tax	920,400	857,132	(63,268)
Real estate transfer tax	150,000	82,382	(67,618)
Alcohol tax	1,000,000	1,204,259	204,259
Recording intangibles	800,000	657,419	(142,581)
Cablevision	700,000	685,582	(14,418)
Other	-	9,409	9,409
	<u>3,570,400</u>	<u>3,496,183</u>	<u>(74,217)</u>
Licenses and permits			
Alcohol licenses	325,000	329,939	4,939
Land disturbing permit	30,000	11,498	(18,502)
Other	1,000	-	(1,000)
	<u>356,000</u>	<u>341,437</u>	<u>(14,563)</u>
Charges for services			
Commissions	2,000,000	1,934,867	(65,133)
Sheriff	105,588	236,731	131,143
Recreation	446,800	371,137	(75,663)
Clerk of Superior Court	800,000	860,541	60,541
Probate Court	100,000	210,445	110,445
Magistrate Court	150,000	226,266	76,266
Wildwood Park	160,000	186,131	26,131
Planning and Development	93,200	138,114	44,914
Other	165,000	165,178	178
	<u>4,020,588</u>	<u>4,329,410</u>	<u>308,822</u>
Intergovernmental			
General overhead	767,124	779,482	12,358
Juvenile Court	48,500	48,889	389
Emergency Services	26,786	26,786	-
Roads and Bridges	674,116	825,888	151,772
Public Transit	276,808	212,462	(64,346)
	<u>1,793,334</u>	<u>1,893,507</u>	<u>100,173</u>

COLUMBIA COUNTY, GEORGIA
General Fund by Object - Continued
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance with Final Budget - Positive (Negative)
Revenues (Continued)			
Fines and forfeitures			
Clerk of Superior Court	\$ 400,000	\$ 331,831	\$ (68,169)
Probate Court	1,400,000	1,272,594	(127,406)
Magistrate Court	150,000	136,487	(13,513)
Other	69,200	128,147	58,947
	<u>2,019,200</u>	<u>1,869,059</u>	<u>(150,141)</u>
Investment income			
Interest	200,000	225,706	25,706
Contributions and donations			
Developer reimbursements	10,000	-	(10,000)
Donations	500	967	467
	<u>10,500</u>	<u>967</u>	<u>(9,533)</u>
Other			
Rental	203,458	251,704	48,246
Other	87,150	143,801	56,651
	<u>290,608</u>	<u>395,505</u>	<u>104,897</u>
Total revenues	\$ 53,941,958	\$ 55,875,112	\$ 1,933,154
Expenditures			
General government			
Board of Commissioners			
Personal service	\$ 205,365	\$ 202,744	\$ 2,621
Operating	3,104,202	2,258,669	845,533
	<u>3,309,567</u>	<u>2,461,413</u>	<u>848,154</u>
Finance			
Personal service	511,417	509,907	1,510
Operating	217,323	218,823	(1,500)
	<u>728,740</u>	<u>728,730</u>	<u>10</u>
Human Resources			
Personal service	299,459	292,774	6,685
Operating	438,430	220,419	218,011
	<u>737,889</u>	<u>513,193</u>	<u>224,696</u>
Procurement/Distribution			
Personal service	404,964	403,580	1,384
Operating	60,075	61,373	(1,298)
	<u>465,039</u>	<u>464,953</u>	<u>86</u>
Information Technology			
Personal service	1,217,209	1,311,270	(94,061)
Operating	1,519,782	1,424,544	95,238
Capital improvements	134,780	107,479	27,301
	<u>2,871,771</u>	<u>2,843,293</u>	<u>28,478</u>

COLUMBIA COUNTY, GEORGIA

General Fund by Object - Continued

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance with Final Budget - Positive (Negative)
Expenditures (Continued)			
General government (Continued)			
County Administrator			
Personal service	\$ 382,474	\$ 397,585	\$ (15,111)
Operating	237,166	153,277	83,889
	<u>619,640</u>	<u>550,862</u>	<u>68,778</u>
Tax Commissioner			
Personal service	1,368,787	1,314,081	54,706
Operating	315,579	326,632	(11,053)
	<u>1,684,366</u>	<u>1,640,713</u>	<u>43,653</u>
Tax Assessor			
Personal service	1,022,072	1,018,108	3,964
Operating	211,032	214,935	(3,903)
	<u>1,233,104</u>	<u>1,233,043</u>	<u>61</u>
Board of Elections			
Personal service	230,042	243,056	(13,014)
Operating	340,821	327,783	13,038
	<u>570,863</u>	<u>570,839</u>	<u>24</u>
Total general government	<u>12,220,979</u>	<u>11,007,039</u>	<u>1,213,940</u>
Judicial system			
Superior Court			
Personal service	1,133,627	1,131,132	2,495
Operating	1,160,501	1,051,844	108,657
	<u>2,294,128</u>	<u>2,182,976</u>	<u>111,152</u>
Probate Court			
Personal service	715,197	722,106	(6,909)
Operating	171,836	173,733	(1,897)
Capital improvements	8,842	-	8,842
	<u>895,875</u>	<u>895,839</u>	<u>36</u>
Juvenile Court/Youth			
Personal service	602,805	483,215	119,590
Operating	114,517	232,962	(118,445)
	<u>717,322</u>	<u>716,177</u>	<u>1,145</u>

COLUMBIA COUNTY, GEORGIA

General Fund by Object - Continued

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual**

For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance with Final Budget - Positive (Negative)
Expenditures (Continued)			
Judicial system (Continued)			
Magistrate Court			
Personal service	\$ 785,404	\$ 762,332	\$ 23,072
Operating	134,183	126,553	7,630
	<u>919,587</u>	<u>888,885</u>	<u>30,702</u>
District Attorney			
Operating	541,850	541,802	48
	<u>541,850</u>	<u>541,802</u>	<u>48</u>
Total judicial system	<u>5,368,762</u>	<u>5,225,679</u>	<u>143,083</u>
Public safety			
Sheriff			
Personal service	11,137,541	11,446,071	(308,530)
Operating	3,485,967	3,132,947	353,020
Capital improvements	36,838	-	36,838
	<u>14,660,346</u>	<u>14,579,018</u>	<u>81,328</u>
Emergency Services			
Personal service	299,710	295,638	4,072
Operating	71,916	65,866	6,050
	<u>371,626</u>	<u>361,504</u>	<u>10,122</u>
Jail			
Personal service	6,052,900	5,966,250	86,650
Operating	2,225,930	2,189,107	36,823
	<u>8,278,830</u>	<u>8,155,357</u>	<u>123,473</u>
Emergency Medical Service			
Operating	500,000	500,000	-
	<u>500,000</u>	<u>500,000</u>	<u>-</u>
Animal Services			
Personal service	450,773	407,184	43,589
Operating	134,893	109,108	25,785
	<u>585,666</u>	<u>516,292</u>	<u>69,374</u>
Coroner			
Personal service	81,794	83,744	(1,950)
Operating	60,865	58,877	1,988
	<u>142,659</u>	<u>142,621</u>	<u>38</u>
Total public safety	<u>24,539,127</u>	<u>24,254,792</u>	<u>284,335</u>

COLUMBIA COUNTY, GEORGIA

General Fund by Object - Continued

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual

For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance with Final Budget - Positive (Negative)
Expenditures (Continued)			
Public works			
Roads and Bridges			
Personal service	\$ 2,091,790	\$ 2,013,586	\$ 78,204
Operating	901,003	890,786	10,217
	<u>2,992,793</u>	<u>2,904,372</u>	<u>88,421</u>
Fleet Services			
Personal service	649,793	622,438	27,355
Operating	137,286	116,201	21,085
	<u>787,079</u>	<u>738,639</u>	<u>48,440</u>
Facility Maintenance			
Personal service	642,930	645,847	(2,917)
Operating	110,074	105,898	4,176
	<u>753,004</u>	<u>751,745</u>	<u>1,259</u>
Total public works	<u>4,532,876</u>	<u>4,394,756</u>	<u>138,120</u>
Health and welfare			
Public Health			
Operating	434,614	434,614	-
Family and Children Services			
Operating	72,884	72,884	-
Senior Center			
Personal service	177,470	152,882	24,588
Operating	171,931	174,519	(2,588)
	<u>349,401</u>	<u>327,401</u>	<u>22,000</u>
Public Transit			
Personal service	320,608	319,993	615
Operating	128,205	128,763	(558)
	<u>448,813</u>	<u>448,756</u>	<u>57</u>
Total health and welfare	<u>1,305,712</u>	<u>1,283,655</u>	<u>22,057</u>
Culture and recreation			
Recreation			
Personal service	1,290,376	1,284,084	6,292
Operating	731,343	737,209	(5,866)
Capital improvements	10,000	9,965	35
	<u>2,031,719</u>	<u>2,031,258</u>	<u>461</u>

COLUMBIA COUNTY, GEORGIA

General Fund by Object - Continued

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual**

For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance with Final Budget - Positive (Negative)
Expenditures (Continued)			
Culture and recreation (Continued)			
Wildwood Park			
Personal service	\$ 81,616	\$ 82,333	\$ (717)
Operating	75,929	73,178	2,751
	<u>157,545</u>	<u>155,511</u>	<u>2,034</u>
Libraries			
Personal service	769,411	771,897	(2,486)
Operating	546,550	539,825	6,725
	<u>1,315,961</u>	<u>1,311,722</u>	<u>4,239</u>
Community Services			
Personal service	284,910	282,274	2,636
Operating	72,525	42,527	29,998
	<u>357,435</u>	<u>324,801</u>	<u>32,634</u>
Total culture and recreation	<u>3,862,660</u>	<u>3,823,292</u>	<u>39,368</u>
Housing and development			
Extension Service			
Personal service	28,793	17,894	10,899
Operating	88,207	85,659	2,548
	<u>117,000</u>	<u>103,553</u>	<u>13,447</u>
Forestry			
Operating	19,945	19,264	681
Geographic Information Systems			
Personal service	390,827	388,112	2,715
Operating	376,939	379,118	(2,179)
	<u>767,766</u>	<u>767,230</u>	<u>536</u>
Planning and Development			
Personal service	324,282	239,555	84,727
Operating	82,765	66,625	16,140
	<u>407,047</u>	<u>306,180</u>	<u>100,867</u>
Code Compliance			
Personal service	151,699	151,735	(36)
Operating	8,180	8,110	70
	<u>159,879</u>	<u>159,845</u>	<u>34</u>

COLUMBIA COUNTY, GEORGIA
General Fund by Object - Concluded
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance with Final Budget - Positive (Negative)
Expenditures (Continued)			
Housing and development (Continued)			
Plan Review & Engineering			
Personal service	\$ 511,035	\$ 509,757	\$ 1,278
Operating	71,933	73,132	(1,199)
	<u>582,968</u>	<u>582,889</u>	<u>79</u>
Economic Development			
Personal service	128,791	128,740	51
Operating	133,776	133,776	-
	<u>262,567</u>	<u>262,516</u>	<u>51</u>
 Total housing and development	 <u>2,317,172</u>	 <u>2,201,477</u>	 <u>115,695</u>
 Total expenditures	 <u>\$ 54,147,288</u>	 <u>\$ 52,190,690</u>	 <u>\$ 1,956,598</u>
 Excess (deficiency) of revenues over (under) expenditures	 <u>(205,330)</u>	 <u>3,684,422</u>	 <u>3,889,752</u>
 Other financing sources (uses)			
Sale of property	100,000	29,755	(70,245)
Transfers in	175,000	175,000	-
Transfers out	(69,670)	(69,670)	-
Total other financing sources (uses)	<u>205,330</u>	<u>135,085</u>	<u>(70,245)</u>
 Excess of revenues and other sources over expenditures and other uses	 <u>\$ -</u>	 <u>3,819,507</u>	 <u>\$ 3,819,507</u>
 Fund balance at beginning of year, restated		 <u>30,081,075</u>	
 Fund balance at end of year		 <u>\$ 33,900,582</u>	

NOTE: Expenditures for capital outlay are included within the appropriate function in the preceding schedule.

NONMAJOR GOVERNMENTAL FUNDS

Columbia County, Georgia
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2011

	Capital Projects Funds						Total Nonmajor Governmental Funds
	Special Revenue Funds	Special Local Option Sales Tax Fund 2001-2005	2004 General Fund	2007 General Fund	2004 General Obligation Bond Fund	2007 General Obligation Bond Fund	
Assets							
Cash and cash equivalents	\$ 5,101,740	\$ 1,427,166	\$ -	\$ 12,814,459	\$ -	\$ 1,392,682	\$ 27,775,349
Investments	403,134	-	-	-	-	-	403,134
Taxes receivable	138,411	-	-	-	-	93,902	232,313
Accounts receivable	544,589	-	-	2,821,110	-	-	544,589
Due from other funds	5,779,912	-	-	771	-	-	8,701,022
Prepaid items	6,207	995	-	-	-	-	7,973
Total assets	\$ 11,973,993	\$ 1,428,161	\$ -	\$ 15,736,340	\$ -	\$ 1,486,584	\$ 37,664,380
Liabilities and fund balances							
Liabilities:							
Accounts payable	\$ 318,474	\$ 373,365	\$ -	\$ 1,669,050	\$ -	\$ -	\$ 2,360,889
Deferred revenue	117,093	-	-	-	-	79,723	196,816
Due to other funds	3,922,912	30,251	-	13,946	-	1,236,319	5,205,428
Advances from other funds	645,271	-	-	-	-	-	645,271
Total liabilities	5,003,750	403,616	-	1,682,996	-	1,316,042	8,408,404
Fund balances:							
Nonspendable for prepaid items	6,207	995	-	771	-	-	7,973
Restricted for:							
Judicial	555,588	-	-	-	-	-	555,588
Public safety	4,717,278	-	-	-	-	-	4,717,278
Culture and recreation	1,215,753	-	-	-	-	-	1,215,753
Housing and development	807,279	-	-	-	-	-	807,279
Capital projects	-	1,023,550	-	14,052,573	-	-	15,076,123
Debt service	-	-	-	-	-	170,542	7,207,844
Committed to:							
Public safety	406,227	-	-	-	-	-	406,227
Culture and recreation	129,968	-	-	-	-	-	129,968
Unassigned	(868,057)	-	-	-	-	-	(868,057)
Total fund balances	6,970,243	1,024,545	-	14,053,344	-	170,542	29,255,976
Total liabilities and fund balances	\$ 11,973,993	\$ 1,428,161	\$ -	\$ 15,736,340	\$ -	\$ 1,486,584	\$ 37,664,380

Columbia County, Georgia
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Nonmajor Governmental Funds
 For the Year Ended June 30, 2011

	Capital Projects Funds							Total Nonmajor Governmental Funds
	Special Revenue Funds	Special Local Option Sales Tax Fund 2001-2005	2004 General Obligation Fund	2007 General Obligation Fund	Debt Service Fund 2004 General Obligation Bond	Debt Service Fund 2007 General Obligation Bond	Debt Service Fund 2009 General Obligation Bond	
REVENUES								
Taxes - property	\$ 6,710,279	-	-	\$ -	-	\$ -	-	\$ 12,157,719
Taxes - other	4,763,566	-	-	-	-	25,421	-	4,788,987
Licenses and permits	1,227,540	-	-	-	-	-	-	1,227,540
Charges for services	4,005,599	-	-	-	-	-	-	4,005,599
Intergovernmental	248,941	2,157,516	-	-	-	-	-	2,406,457
Fines and forfeitures	466,523	-	-	-	-	-	-	466,523
Investment income	53,904	21,776	-	3,704	361	6,144	52	85,941
Contributions and donations	118,133	-	-	-	-	-	-	118,133
Other	17,075	-	-	-	-	-	-	17,075
Total revenues	17,611,560	2,179,292	-	3,704	361	5,479,005	52	25,273,974
EXPENDITURES								
Current:								
General government	324,667	-	-	-	-	-	-	324,667
Judicial	114,598	-	-	-	-	-	-	114,598
Public safety	11,298,681	-	-	-	-	-	-	11,298,681
Public works	3,431,136	-	-	-	-	-	-	3,431,136
Culture and recreation	685,195	-	-	-	-	-	-	685,195
Housing and development	1,177,757	-	-	-	-	-	-	1,177,757
Capital outlay	-	5,835,813	-	7,709,329	-	-	-	13,545,142
Debt Service:								
Principal	-	-	-	-	4,805,000	3,635,000	-	8,440,000
Interest	-	-	-	-	240,250	2,615,238	1,729,250	4,584,738
Other	-	-	-	-	1,854	1,000	1,000	3,854
Total expenditures	17,032,034	5,835,813	-	7,709,329	5,047,104	6,251,238	1,730,250	43,605,768
Excess (deficiency) of revenues over (under) expenditures	579,526	(3,656,521)	-	(7,705,625)	(5,046,743)	(772,233)	(1,730,198)	(18,331,794)
Other financing sources (uses)								
Transfers in	2,000,021	-	-	4,294,110	493	-	7,039,250	13,333,874
Transfers out	(2,105,351)	(816,959)	(4,842,097)	-	-	-	-	(7,764,407)
Total other financing sources (uses)	(105,330)	(816,959)	(4,842,097)	4,294,110	493	-	7,039,250	5,569,467
Net change in fund balances	474,196	(4,473,480)	(4,842,097)	(3,411,515)	(5,046,250)	(772,233)	5,309,052	(12,762,327)
Fund balances -- beginning	6,496,047	5,498,025	4,842,097	17,464,859	5,046,250	942,775	1,728,250	42,018,303
Fund balances -- ending	\$ 6,970,243	\$ 1,024,545	\$ -	\$ 14,053,344	\$ -	\$ 170,542	\$ 7,037,302	\$ 29,255,976

Columbia County, Georgia
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2011

	Building Standards	Library Board	Recreation Advisory Board	Street Lights	911	Drug Court	Drug Abuse Treatment	Supplemental Juvenile Services	Jail Fund	Federal Asset Sharing
Assets										
Current assets:										
Cash and cash equivalents	\$ 150	\$ 127,276	\$ 30,040	\$ 390	\$ 3,949,780	\$ 2,510	\$ 82,805	\$ 128,924	\$ 392,641	\$ 99,137
Investments	-	281,201	-	-	-	-	-	-	-	-
Taxes Receivable	-	-	-	17,327	-	-	-	-	-	-
Accounts receivable	-	2,381	-	-	364,870	-	126	-	-	-
Due from other funds	813,335	-	-	-	-	23,156	-	-	-	-
Prepaid items	2,471	-	-	-	2,823	-	-	-	-	-
Total assets	\$ 815,956	\$ 410,858	\$ 30,040	\$ 17,717	\$ 4,317,473	\$ 25,666	\$ 82,931	\$ 128,924	\$ 392,641	\$ 99,137
Liabilities and fund balances										
Current liabilities:										
Accounts payable	\$ 6,206	\$ 5,339	\$ 4,127	\$ 144,306	\$ 30,042	\$ -	\$ -	\$ 1,243	\$ -	\$ -
Deferred revenue	-	-	-	13,852	-	-	-	-	-	-
Due to other funds	-	10,131	5,120	-	62,650	-	-	781	-	-
Advances from other funds	-	-	-	645,271	-	-	-	-	-	-
Total liabilities	6,206	15,470	9,247	803,429	92,692	-	-	2,024	-	-
Fund balances:										
Nonspendable for prepaid items	2,471	-	-	-	2,823	-	-	-	-	-
Restricted for:										
Judicial	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	25,666	82,931	126,900	392,641	99,137
Culture and recreation	-	-	-	-	4,221,958	-	-	-	-	-
Housing and development	807,279	395,388	-	-	-	-	-	-	-	-
Committed to:										
Public safety	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	20,793	-	-	-	-	-	-	-
Unassigned	-	-	-	(785,712)	-	-	-	-	-	-
Total fund balances (deficits)	809,750	395,388	20,793	(785,712)	4,224,781	25,666	82,931	126,900	392,641	99,137
Total liabilities and fund balances	\$ 815,956	\$ 410,858	\$ 30,040	\$ 17,717	\$ 4,317,473	\$ 25,666	\$ 82,931	\$ 128,924	\$ 392,641	\$ 99,137

Columbia County, Georgia
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2011

	State Condemnation	Lodging Tax	Multiple Grant Fund	Fire Services	Sheriff's Gifts and Donations	Insurance Premium Tax	Community Events	Georgia Superior Court Clerk's Authority	Law Library	Total Nonmajor Special Revenue Funds
Assets										
Current assets:										
Cash and cash equivalents	\$ 3,542	\$ -	\$ -	\$ 36,950	\$ 49,437	\$ -	\$ -	\$ 5,601	\$ 192,557	\$ 5,101,740
Investments	-	-	-	-	-	-	-	-	121,933	403,134
Taxes Receivable	-	-	-	121,084	-	-	-	-	-	138,411
Accounts receivable	-	70,632	106,580	-	-	-	-	-	-	544,589
Due from other funds	-	804,467	-	1,930,351	-	2,095,383	109,240	-	-	5,779,912
Prepaid items	-	96	-	-	-	817	-	-	-	6,207
Total assets	\$ 3,542	\$ 875,195	\$ 106,580	\$ 2,088,385	\$ 49,437	\$ 2,100,180	\$ 109,240	\$ 5,601	\$ 314,490	\$ 11,973,993
Liabilities and fund balances										
Current liabilities:										
Accounts payable	\$ -	\$ 54,734	\$ 33,241	\$ 22,028	\$ -	\$ 17,143	\$ 65	\$ -	\$ -	\$ 318,474
Deferred revenue	-	-	-	103,241	-	-	-	-	-	117,093
Due to other funds	-	-	142,378	1,806,326	-	2,095,526	-	-	-	3,922,912
Advances from other funds	-	-	-	-	-	-	-	-	-	645,271
Total liabilities	-	54,734	175,619	1,731,595	-	2,112,669	65	-	-	5,003,750
Fund balances:										
Nonspendable for prepaid items	-	96	-	-	-	817	-	-	-	6,207
Restricted for:										
Judicial	-	-	-	-	-	-	-	-	314,490	555,588
Public safety	3,542	-	-	-	-	-	-	5,601	-	4,717,278
Culture and recreation	-	820,365	-	-	-	-	-	-	-	1,215,753
Housing and development	-	-	-	-	-	-	-	-	-	807,279
Committed to:										
Public safety	-	-	-	356,790	49,437	-	-	-	-	406,227
Culture and recreation	-	-	-	-	-	-	109,175	-	-	129,968
Unassigned	-	-	(69,039)	-	-	(13,306)	-	-	-	(868,057)
Total fund balances (deficits)	3,542	820,461	(69,039)	356,790	49,437	(12,489)	109,175	5,601	314,490	6,970,243
Total liabilities and fund balances	\$ 3,542	\$ 875,195	\$ 106,580	\$ 2,088,385	\$ 49,437	\$ 2,100,180	\$ 109,240	\$ 5,601	\$ 314,490	\$ 11,973,993

Columbia County, Georgia
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Year Ended June 30, 2011

	Building Standards	Library Board	Recreation Advisory Board	Street Lights	911	Drug Court	Drug Abuse Treatment	Supplemental Juvenile Services	Jail Fund	Federal Asset Sharing
Revenues										
Taxes - property	-	-	-	-	-	-	-	-	-	-
Taxes - other	-	-	-	-	-	-	-	-	-	-
Licenses and permits	1,227,540	-	-	-	-	-	-	-	-	-
Charges for services	16,991	-	25,205	1,633,532	2,247,183	37,668	-	30,760	-	-
Intergovernmental	-	-	-	-	-	-	-	-	-	-
Fines and forfeitures	5,613	65,506	231	-	28,045	-	30,201	-	180,224	20,694
Investment income	-	9,000	-	-	-	-	614	1,095	2,957	280
Contributions and donations	2,879	10,162	3,834	16,131	-	-	-	-	-	-
Other	1,255,023	89,955	29,270	1,649,663	2,275,228	37,668	30,815	31,855	183,181	20,974
Total revenues										
Expenditures										
Current:										
General government	-	-	-	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	33,036	-	49,160	-	-
Public safety	-	-	-	-	1,566,920	-	-	-	-	45,075
Public works	-	-	-	1,671,484	-	-	-	-	-	-
Culture and recreation	-	86,755	30,150	-	-	-	-	-	-	-
Housing and development	1,177,757	-	-	-	-	-	-	-	-	-
Total expenditures	1,177,757	86,755	30,150	1,671,484	1,566,920	33,036	-	49,160	-	45,075
Excess (deficiency) of revenues over (under) expenditures	77,266	3,200	(880)	(21,821)	708,308	4,632	30,815	(17,305)	183,181	(24,101)
Other financing sources (uses)										
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	(25,000)	-	(150,000)	-
Total other financing sources and uses	-	-	-	-	-	-	(25,000)	-	(150,000)	-
Net change in fund balances	77,266	3,200	(880)	(21,821)	708,308	4,632	5,815	(17,305)	33,181	(24,101)
Fund balances (deficits) -- beginning	732,484	392,188	21,873	(763,891)	3,516,473	21,034	77,116	144,205	359,460	123,238
Fund balances (deficits) -- ending	809,750	395,388	20,993	(785,712)	4,224,781	25,666	82,931	126,900	392,641	99,137

Columbia County, Georgia
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Year Ended June 30, 2011

	State Condemnation	Lodging Tax	Multiple Grant Fund	Fire Services	Sheriff's Gifts and Donations	Insurance Premium Tax	Community Events	Georgia Superior Court Clerk's Authority	Law Library	Total Nonmajor Special Revenue Funds
Revenues										
Taxes - property	\$ -	\$ -	\$ -	\$ 6,710,279	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,710,279
Taxes - other	-	631,962	-	252,374	-	3,879,230	-	-	-	4,763,566
Licenses and permits	-	-	-	-	-	-	-	-	-	1,227,540
Charges for services	-	-	-	-	-	-	12,260	-	-	4,005,599
Intergovernmental	-	-	246,941	-	-	-	-	-	-	246,941
Fines and forfeitures	133,341	-	-	-	-	-	-	-	36,557	466,523
Investment income	193	5,260	-	-	118	-	595	19	3,597	53,904
Contributions and donations	-	-	-	-	20,058	-	72,944	-	-	118,133
Other	-	200	-	-	-	-	-	-	-	17,075
Total revenues	<u>133,534</u>	<u>637,422</u>	<u>246,941</u>	<u>6,962,653</u>	<u>20,176</u>	<u>3,879,230</u>	<u>85,799</u>	<u>19</u>	<u>40,154</u>	<u>17,611,560</u>
Expenditures										
Current:										
General government	-	-	324,667	-	-	-	-	-	-	324,667
Judicial	-	-	-	-	-	-	-	-	32,402	114,598
Public safety	181,262	-	-	9,267,001	12,275	226,148	-	-	-	11,298,681
Public works	-	-	-	-	-	1,759,662	-	-	-	3,431,136
Culture and recreation	-	525,091	-	-	-	-	43,199	-	-	685,195
Housing and development	-	-	-	-	-	-	-	-	-	1,177,757
Total expenditures	<u>181,262</u>	<u>525,091</u>	<u>324,667</u>	<u>9,267,001</u>	<u>12,275</u>	<u>1,985,800</u>	<u>43,199</u>	<u>-</u>	<u>32,402</u>	<u>17,032,034</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(47,728)</u>	<u>112,331</u>	<u>(75,726)</u>	<u>(2,304,348)</u>	<u>7,901</u>	<u>1,893,430</u>	<u>42,600</u>	<u>19</u>	<u>7,752</u>	<u>579,526</u>
Other financing sources (uses)										
Transfers in	-	-	-	2,000,021	-	-	-	-	-	2,000,021
Transfers out	-	-	-	-	-	(1,930,351)	-	-	-	(2,105,351)
Total other financing sources and uses				<u>2,000,021</u>		<u>(1,930,351)</u>				<u>(105,330)</u>
Net change in fund balances	<u>(47,728)</u>	<u>112,331</u>	<u>(75,726)</u>	<u>(304,327)</u>	<u>7,901</u>	<u>(36,921)</u>	<u>42,600</u>	<u>19</u>	<u>7,752</u>	<u>474,196</u>
Fund balances (deficits) -- beginning	<u>51,270</u>	<u>708,130</u>	<u>6,887</u>	<u>661,117</u>	<u>41,536</u>	<u>24,432</u>	<u>66,575</u>	<u>5,582</u>	<u>306,738</u>	<u>6,496,047</u>
Fund balances (deficits) -- ending	<u>3,542</u>	<u>820,461</u>	<u>(69,039)</u>	<u>356,790</u>	<u>49,437</u>	<u>(12,489)</u>	<u>109,175</u>	<u>5,601</u>	<u>314,490</u>	<u>6,970,243</u>

Columbia County, Georgia
BUILDING STANDARDS FUND
 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
 For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Licenses and permits	\$ 992,067	\$ 1,227,540	\$ 235,473
Charges for services	41,250	18,991	(22,259)
Investment income	10,500	5,613	(4,887)
Other	172,238	2,879	(169,359)
Total revenues	<u>1,216,055</u>	<u>1,255,023</u>	<u>38,968</u>
Expenditures			
Current:			
Housing and development	<u>1,216,055</u>	<u>1,177,757</u>	<u>38,298</u>
Total expenditures	<u>1,216,055</u>	<u>1,177,757</u>	<u>38,298</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>77,266</u>	<u>77,266</u>
Net change in fund balances	<u>\$ -</u>	<u>77,266</u>	<u>\$ 77,266</u>
Fund balances -- beginning		<u>732,484</u>	
Fund balances -- ending		<u>\$ 809,750</u>	

Columbia County, Georgia
LIBRARY BOARD FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues			
Fines and forfeitures	\$ 60,000	\$ 65,506	\$ 5,506
Investment income	3,000	5,287	2,287
Contributions and donations	20,000	9,000	(11,000)
Other	77,000	10,162	(66,838)
Total revenues	<u>160,000</u>	<u>89,955</u>	<u>(70,045)</u>
Expenditures			
Current:			
Culture and recreation	160,000	86,755	73,245
Total expenditures	<u>160,000</u>	<u>86,755</u>	<u>73,245</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>3,200</u>	<u>3,200</u>
Net change in fund balances	<u>\$ -</u>	<u>3,200</u>	<u>\$ 3,200</u>
Fund balances -- beginning		<u>392,188</u>	
Fund balances -- ending		<u>\$ 395,388</u>	

Columbia County, Georgia
RECREATION ADVISORY BOARD FUND
 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
 For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Charges for services	\$ 25,320	\$ 25,205	\$ (115)
Investment income	109	231	122
Other	4,816	3,834	(982)
Total revenues	<u>30,245</u>	<u>29,270</u>	<u>(975)</u>
Expenditures			
Current:			
Culture and recreation	30,245	30,150	95
Total expenditures	<u>30,245</u>	<u>30,150</u>	<u>95</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(880)</u>	<u>(880)</u>
Net change in fund balances	<u>\$ -</u>	<u>(880)</u>	<u>\$ (880)</u>
Fund balances -- beginning		21,673	
Fund balances -- ending		<u>\$ 20,793</u>	

Columbia County, Georgia
STREET LIGHTS FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Charges for services	\$ 1,671,500	\$ 1,633,532	\$ (37,968)
Contributions and donations	-	16,131	16,131
Total revenues	<u>1,671,500</u>	<u>1,649,663</u>	<u>(21,837)</u>
Expenditures			
Current:			
Public works	1,671,500	1,671,484	16
Total expenditures	<u>1,671,500</u>	<u>1,671,484</u>	<u>16</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(21,821)</u>	<u>(21,821)</u>
Net change in fund balances	<u>\$ -</u>	<u>(21,821)</u>	<u>\$ (21,821)</u>
Fund balances (deficits) – beginning		<u>(763,891)</u>	
Fund balances (deficits) – ending		<u>\$ (785,712)</u>	

Columbia County, Georgia
911 FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Charges for services	\$ 1,751,977	\$ 2,247,183	\$ 495,206
Investment income	-	28,045	28,045
Total revenues	<u>1,751,977</u>	<u>2,275,228</u>	<u>523,251</u>
Expenditures			
Current:			
Public safety	1,751,977	1,566,920	185,057
Total expenditures	<u>1,751,977</u>	<u>1,566,920</u>	<u>185,057</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>708,308</u>	<u>708,308</u>
 Net change in fund balances	 <u>\$ -</u>	 <u>708,308</u>	 <u>\$ 708,308</u>
Fund balances -- beginning		<u>3,516,473</u>	
Fund balances -- ending		<u>\$ 4,224,781</u>	

Columbia County, Georgia
DRUG COURT FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Charges for services	\$ 35,000	\$ 37,668	\$ 2,668
Total revenues	<u>35,000</u>	<u>37,668</u>	<u>2,668</u>
Expenditures			
Current:			
Judicial	35,000	33,036	1,964
Total expenditures	<u>35,000</u>	<u>33,036</u>	<u>1,964</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>4,632</u>	<u>4,632</u>
Net change in fund balances	<u>\$ -</u>	4,632	<u>\$ 4,632</u>
Fund balances -- beginning		21,034	
Fund balances -- ending		<u>\$ 25,666</u>	

Columbia County, Georgia
DRUG ABUSE TREATMENT FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Fines and forfeitures	\$ 25,000	\$ 30,201	\$ 5,201
Investment income	-	614	614
Total revenues	<u>25,000</u>	<u>30,815</u>	<u>5,815</u>
Excess (deficiency) of revenues over (under) expenditures	<u>25,000</u>	<u>30,815</u>	<u>5,815</u>
Other financing sources (uses)			
Transfers out	(25,000)	(25,000)	-
Total other financing sources (uses)	<u>(25,000)</u>	<u>(25,000)</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>5,815</u>	<u>\$ 5,815</u>
Fund balances -- beginning		<u>77,116</u>	
Fund balances -- ending		<u>\$ 82,931</u>	

Columbia County, Georgia
SUPPLEMENTAL JUVENILE SERVICES FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Charges for services	\$ 60,000	\$ 30,760	\$ (29,240)
Investment income	-	1,095	1,095
Total revenues	<u>60,000</u>	<u>31,855</u>	<u>(28,145)</u>
Expenditures			
Current:			
Judicial	60,000	49,160	10,840
Total expenditures	<u>60,000</u>	<u>49,160</u>	<u>10,840</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(17,305)</u>	<u>(17,305)</u>
Net change in fund balances	<u>\$ -</u>	<u>(17,305)</u>	<u>\$ (17,305)</u>
Fund balances -- beginning		144,205	
Fund balances -- ending		<u>\$ 126,900</u>	

Columbia County, Georgia
JAIL FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Fines and forfeitures	\$ 150,000	\$ 180,224	\$ 30,224
Investment income	-	2,957	2,957
Total revenues	<u>150,000</u>	<u>183,181</u>	<u>33,181</u>
Excess (deficiency) of revenues over (under) expenditures	<u>150,000</u>	<u>183,181</u>	<u>33,181</u>
Other financing sources (uses)			
Transfers out	(150,000)	(150,000)	-
Total other financing sources (uses)	<u>(150,000)</u>	<u>(150,000)</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>33,181</u>	<u>\$ 33,181</u>
Fund balances -- beginning		<u>359,460</u>	
Fund balances -- ending		<u>\$ 392,641</u>	

Columbia County, Georgia
FEDERAL ASSET SHARING FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Fines and forfeitures	\$ 20,000	\$ 20,694	\$ 694
Investment income	-	280	280
Other	26,000	-	(26,000)
Total revenues	<u>46,000</u>	<u>20,974</u>	<u>(25,026)</u>
Expenditures			
Current:			
Public safety	46,000	45,075	925
Total expenditures	<u>46,000</u>	<u>45,075</u>	<u>925</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(24,101)</u>	<u>(24,101)</u>
Net change in fund balances	<u>\$ -</u>	<u>(24,101)</u>	<u>\$ (24,101)</u>
Fund balances -- beginning		<u>123,238</u>	
Fund balances -- ending		<u>\$ 99,137</u>	

Columbia County, Georgia
STATE CONDEMNATION FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues			
Fines and forfeitures	\$ 133,534	\$ 133,341	\$ (193)
Investment income	-	193	193
Other	48,466	-	(48,466)
Total revenues	<u>182,000</u>	<u>133,534</u>	<u>(48,466)</u>
Expenditures			
Current:			
Public safety	182,000	181,262	738
Total expenditures	<u>182,000</u>	<u>181,262</u>	<u>738</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(47,728)</u>	<u>(47,728)</u>
Net change in fund balances	<u>\$ -</u>	<u>(47,728)</u>	<u>\$ (47,728)</u>
Fund balances -- beginning		51,270	
Fund balances -- ending		<u>\$ 3,542</u>	

Columbia County, Georgia
LODGING TAX FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues			
Taxes - other	\$ 562,824	\$ 631,962	\$ 69,138
Intergovernmental	5,000	-	(5,000)
Investment income	-	5,260	5,260
Other	-	200	200
Total revenues	<u>567,824</u>	<u>637,422</u>	<u>69,598</u>
Expenditures			
Current:			
Culture and recreation	567,824	525,091	42,733
Total expenditures	<u>567,824</u>	<u>525,091</u>	<u>42,733</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>112,331</u>	<u>112,331</u>
Net change in fund balances	<u>\$ -</u>	112,331	<u>\$ 112,331</u>
Fund balances -- beginning		708,130	
Fund balances -- ending		<u>\$ 820,461</u>	

Columbia County, Georgia
MULTIPLE GRANT FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Intergovernmental	\$ 248,941	\$ 248,941	\$ -
Other	76,201	-	(76,201)
Total revenues	<u>325,142</u>	<u>248,941</u>	<u>(76,201)</u>
Expenditures			
Current:			
General government	325,142	324,667	475
Total expenditures	<u>325,142</u>	<u>324,667</u>	<u>475</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(75,726)</u>	<u>(75,726)</u>
Net change in fund balances	<u>\$ -</u>	<u>(75,726)</u>	<u>\$ (75,726)</u>
Fund balances -- beginning		6,687	
Fund balances (deficits) -- ending		<u>\$ (69,039)</u>	

Columbia County, Georgia
FIRE SERVICES FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Taxes - property	\$ 6,662,943	\$ 6,710,279	\$ 47,336
Taxes - other	200,000	252,374	52,374
Other	431,500	-	(431,500)
Total revenues	<u>7,294,443</u>	<u>6,962,653</u>	<u>(331,790)</u>
Expenditures			
Current:			
Public safety	9,294,464	9,267,001	27,463
Total expenditures	<u>9,294,464</u>	<u>9,267,001</u>	<u>27,463</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,000,021)</u>	<u>(2,304,348)</u>	<u>(304,327)</u>
Other financing sources (uses)			
Transfers in	2,000,021	2,000,021	-
Total other financing sources (uses)	<u>2,000,021</u>	<u>2,000,021</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>(304,327)</u>	<u>\$ (304,327)</u>
Fund balances -- beginning		661,117	
Fund balances -- ending		<u>\$ 356,790</u>	

Columbia County, Georgia
SHERIFF'S GIFTS AND DONATIONS FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Investment income	\$ -	\$ 118	\$ 118
Contributions and donations	20,000	20,058	58
Total revenues	<u>20,000</u>	<u>20,176</u>	<u>176</u>
Expenditures			
Current:			
Public safety	20,000	12,275	7,725
Total expenditures	<u>20,000</u>	<u>12,275</u>	<u>7,725</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>7,901</u>	<u>7,901</u>
Net change in fund balances	<u>\$ -</u>	<u>7,901</u>	<u>\$ 7,901</u>
Fund balances -- beginning		41,536	
Fund balances -- ending		<u>\$ 49,437</u>	

Columbia County, Georgia
INSURANCE PREMIUM TAX FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Taxes - other	\$ 4,000,000	\$ 3,879,230	\$ (120,770)
Investment income	40,000	-	(40,000)
Total revenues	<u>4,040,000</u>	<u>3,879,230</u>	<u>(160,770)</u>
Expenditures			
Current:			
Public safety	197,922	226,148	(28,226)
Public works	1,911,727	1,759,652	152,075
Total expenditures	<u>2,109,649</u>	<u>1,985,800</u>	<u>123,849</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,930,351</u>	<u>1,893,430</u>	<u>(36,921)</u>
Other financing sources (uses)			
Transfers out	(1,930,351)	(1,930,351)	-
Total other financing sources (uses)	<u>(1,930,351)</u>	<u>(1,930,351)</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>(36,921)</u>	<u>\$ (36,921)</u>
Fund balances -- beginning		24,432	
Fund balances (deficits) -- ending		<u>\$ (12,489)</u>	

Columbia County, Georgia
COMMUNITY EVENTS FUND
 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
 For the Year Ended June 30, 2011

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues			
Charges for services	\$ 10,000	\$ 12,260	\$ 2,260
Investment income	-	595	595
Contributions and donations	35,000	72,944	37,944
Total revenues	<u>45,000</u>	<u>85,799</u>	<u>40,799</u>
Expenditures			
Current:			
Culture and recreation	45,000	43,199	1,801
Total expenditures	<u>45,000</u>	<u>43,199</u>	<u>1,801</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>42,600</u>	<u>42,600</u>
 Net change in fund balances	 <u>\$ -</u>	 42,600	 <u>\$ 42,600</u>
Fund balances -- beginning		66,575	
Fund balances -- ending		<u>\$ 109,175</u>	

Columbia County, Georgia
GEORGIA SUPERIOR COURT CLERK'S AUTHORITY FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Charges for services	\$ 10,000	\$ -	\$ (10,000)
Investment income	-	19	19
Total revenues	<u>10,000</u>	<u>19</u>	<u>(9,981)</u>
Expenditures			
Current:			
Judicial	10,000	-	10,000
Total expenditures	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>19</u>	<u>19</u>
Net change in fund balances	<u>\$ -</u>	<u>19</u>	<u>\$ 19</u>
Fund balances -- beginning		<u>5,582</u>	
Fund balances -- ending		<u>\$ 5,601</u>	

Columbia County, Georgia
LAW LIBRARY FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Fines and forfeitures	\$ 40,000	\$ 36,557	\$ (3,443)
Investment income	-	3,597	3,597
Total revenues	<u>40,000</u>	<u>40,154</u>	<u>154</u>
Expenditures			
Current:			
Judicial	40,000	32,402	7,598
Total expenditures	<u>40,000</u>	<u>32,402</u>	<u>7,598</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>7,752</u>	<u>7,752</u>
Net change in fund balances	<u>\$ -</u>	<u>7,752</u>	<u>\$ 7,752</u>
Fund balances – beginning		<u>306,738</u>	
Fund balances – ending		<u>\$ 314,490</u>	

Columbia County, Georgia
DEBT SERVICE FUND-2004 GO BOND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Investment income	\$ -	\$ 361	\$ 361
Other	5,045,250	-	\$ (5,045,250)
Total revenues	<u>5,045,250</u>	<u>361</u>	<u>(5,044,889)</u>
Expenditures			
Debt service:			
Principal	4,805,000	4,805,000	-
Interest	240,250	240,250	-
Other	1,855	1,854	1
Total expenditures	<u>5,047,105</u>	<u>5,047,104</u>	<u>1</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,855)</u>	<u>(5,046,743)</u>	<u>(5,044,888)</u>
Other financing sources (uses)			
Transfers in	1,855	493	(1,362)
Total other financing sources (uses)	<u>1,855</u>	<u>493</u>	<u>(1,362)</u>
Net change in fund balances	<u>\$ -</u>	<u>(5,046,250)</u>	<u>\$ (5,046,250)</u>
Fund balances -- beginning		5,046,250	
Fund balances -- ending		<u>\$ -</u>	

Columbia County, Georgia
DEBT SERVICE FUND-2007 GO BOND
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Taxes - property	\$ 5,578,009	\$ 5,447,440	\$ (130,569)
Taxes - other	-	25,421	25,421
Investment income	-	6,144	6,144
Other	673,229	-	(673,229)
Total revenues	<u>6,251,238</u>	<u>5,479,005</u>	<u>(772,233)</u>
Expenditures			
Debt service:			
Principal	3,635,000	3,635,000	-
Interest	2,615,237	2,615,238	(1)
Other	1,001	1,000	1
Total expenditures	<u>6,251,238</u>	<u>6,251,238</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(772,233)</u>	<u>(772,233)</u>
 Net change in fund balances	 <u>\$ -</u>	 <u>(772,233)</u>	 <u>\$ (772,233)</u>
Fund balances -- beginning		<u>942,775</u>	
Fund balances -- ending		<u>\$ 170,542</u>	

Columbia County, Georgia
DEBT SERVICE FUND-2009 GO BOND
 Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
 For the Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues			
Investment income	\$ -	\$ 52	\$ 52
Total revenues	<u>-</u>	<u>52</u>	<u>52</u>
Expenditures			
Debt service:			
Interest	\$ 1,729,250	\$ 1,729,250	\$ -
Other	<u>1,000</u>	<u>1,000</u>	<u>-</u>
Total expenditures	<u>1,730,250</u>	<u>1,730,250</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,730,250)</u>	<u>(1,730,198)</u>	<u>52</u>
Other financing sources (uses)			
Transfers in	<u>1,730,250</u>	<u>7,039,250</u>	<u>5,309,000</u>
Total other financing sources (uses)	<u>1,730,250</u>	<u>7,039,250</u>	<u>5,309,000</u>
Net change in fund balances	<u>\$ -</u>	<u>5,309,052</u>	<u>\$ 5,309,052</u>
Fund balances -- beginning		<u>1,728,250</u>	
Fund balances -- ending		<u>\$ 7,037,302</u>	

NONMAJOR ENTERPRISE FUNDS

Columbia County, Georgia
Combining Statement of Net Assets
Nonmajor Enterprise Funds
June 30, 2011

	Communications Utility Fund	Rental Facilities Fund	Total Nonmajor Enterprise Funds
Assets			
Current assets:			
Cash and cash equivalents	\$ 33,728	\$ 50	\$ 33,778
Accounts receivable	-	12,721	12,721
Intergovernmental receivable	1,708,039	-	1,708,039
Due from other funds	-	345,839	345,839
Prepaid items	706	482	1,188
Total current assets	<u>1,742,473</u>	<u>359,092</u>	<u>2,101,565</u>
Noncurrent assets:			
Capital assets, net of acc dep	6,154,867	3,644,527	9,799,394
Total noncurrent assets	<u>6,154,867</u>	<u>3,644,527</u>	<u>9,799,394</u>
Total assets	<u>7,897,340</u>	<u>4,003,619</u>	<u>11,900,959</u>
Liabilities			
Current liabilities:			
Accounts payable	1,564,261	10,418	1,574,679
Accrued compensated absences	10,336	-	10,336
Unearned revenue	-	113,040	113,040
Due to other funds	13,340	-	13,340
Customer deposits	-	17,590	17,590
Total current liabilities	<u>1,587,937</u>	<u>141,048</u>	<u>1,728,985</u>
Noncurrent liabilities:			
Accrued compensated absences	10,337	-	10,337
Total noncurrent liabilities	<u>10,337</u>	<u>-</u>	<u>10,337</u>
Total liabilities	<u>1,598,274</u>	<u>141,048</u>	<u>1,739,322</u>
Net assets			
Invested in capital assets	6,154,867	3,644,527	9,799,394
Unrestricted net assets	144,199	218,044	362,243
Total net assets	<u>\$ 6,299,066</u>	<u>\$ 3,862,571</u>	<u>\$ 10,161,637</u>

Columbia County, Georgia
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets
Nonmajor Enterprise Funds
For the Year Ended June 30, 2011

	Communications Utility Fund	Rental Facilities Fund	Total Nonmajor Enterprise Funds
Operating revenues			
Charges for services	\$ -	\$ 367,736	\$ 367,736
Other	-	65,752	65,752
Total operating revenues	-	433,488	433,488
Operating expenses			
Personal services	289,055	201,029	490,084
Purchased/contract services	117,202	95,609	212,811
Supplies and materials	15,560	119,237	134,797
Depreciation/amortization	-	227,646	227,646
Total operating expenses	421,817	643,521	1,065,338
Operating income (loss)	(421,817)	(210,033)	(631,850)
Nonoperating revenues (expenses)			
Interest earned	3,497	-	3,497
Total nonoperating revenue (expenses)	3,497	-	3,497
Income (loss) before contributions	(418,320)	(210,033)	(628,353)
Capital contributions	5,992,512	3,872,173	9,864,685
Change in net assets	5,574,192	3,662,140	9,236,332
Total net assets -- beginning	724,874	200,431	925,305
Total net assets -- ending	\$ 6,299,066	\$ 3,862,571	\$ 10,161,637

Columbia County, Georgia
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Year Ended June 30, 2011

	Communications Utility Fund	Rental Facilities Fund	Total Nonmajor Enterprise Funds
Operating activities			
Cash received from customers	\$ -	\$ 477,218	\$ 477,218
Cash paid to suppliers and others	(118,467)	(276,189)	(394,656)
Cash paid to employees	(287,382)	(201,029)	(488,411)
Net cash provided by (used in) operating activities	<u>(405,849)</u>	<u>-</u>	<u>(405,849)</u>
Capital and related financing activities			
Acquisition and construction of capital assets	(4,010,770)	-	(4,010,770)
Proceeds from capital grants	4,408,740	-	4,408,740
Net cash provided by (used in) capital and related financing activities	<u>397,970</u>	<u>-</u>	<u>397,970</u>
Investing activities			
Interest on investments	3,497	-	3,497
Net cash provided by (used) in investing activities	<u>3,497</u>	<u>-</u>	<u>3,497</u>
Net increase (decrease) in cash and cash equivalents / investments	<u>(4,382)</u>	<u>-</u>	<u>(4,382)</u>
Cash and cash equivalents / investments			
Beginning of year	<u>38,110</u>	<u>50</u>	<u>38,160</u>
End of year	<u>\$ 33,728</u>	<u>\$ 50</u>	<u>\$ 33,778</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities			
Operating income (loss)	\$ (421,817)	\$ (210,033)	\$ (631,850)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation and amortization	-	227,646	227,646
Change in assets and liabilities			
Accounts receivable	-	6,872	6,872
Deferred charges / prepaid expense	(621)	-	(621)
Due from other funds	-	(44,572)	(44,572)
Accounts payable	1,576	(16,771)	(15,195)
Accrued liabilities	1,673	-	1,673
Customer deposits	-	17,590	17,590
Due to other funds	13,340	-	13,340
Unearned revenue	-	19,268	19,268
Total adjustments	<u>15,968</u>	<u>210,033</u>	<u>226,001</u>
Net cash provided by (used in) operating activities	<u>\$ (405,849)</u>	<u>\$ -</u>	<u>\$ (405,849)</u>
Noncash investing, capital, and financing activities:			
Capital contributions from general government	<u>\$ -</u>	<u>\$ 3,872,173</u>	<u>\$ 3,872,173</u>

INTERNAL SERVICE FUNDS

Columbia County, Georgia
Combining Statement of Net Assets
Internal Service Funds
June 30, 2011

	Employee Medical Fund	Risk Management Fund	Customer Service and Information Center	Fleet Replacement Fund	Total Internal Service Funds
Assets					
Current assets:					
Cash and cash equivalents	\$ 2,321,025	\$ -	\$ -	\$ -	\$ 2,321,025
Accounts receivable	2,748	1,100	-	-	3,848
Due from other funds	-	430,850	15,108	2,548,474	2,994,432
Prepaid items	188	253	451	-	892
Total Current assets	2,323,961	432,203	15,559	2,548,474	5,320,197
Noncurrent assets:					
Capital assets, net of acc dep	-	-	-	1,700,742	1,700,742
Total Noncurrent assets	-	-	-	1,700,742	1,700,742
Total assets	2,323,961	432,203	15,559	4,249,216	7,020,939
Liabilities					
Current liabilities:					
Accounts payable	48,050	6,703	145	35,772	90,670
Claims payable	344,088	416,347	-	-	760,435
Accrued compensated absences	-	4,576	7,706	-	12,282
Due to other funds	2,602	-	-	-	2,602
Total current liabilities	394,740	427,626	7,851	35,772	865,989
Noncurrent liabilities:					
Accrued compensated absences	-	4,577	7,708	-	12,285
Total noncurrent liabilities	-	4,577	7,708	-	12,285
Total liabilities	394,740	432,203	15,559	35,772	878,274
Net assets					
Invested in capital assets	-	-	-	1,700,742	1,700,742
Unrestricted net assets	1,929,221	-	-	2,512,702	4,441,923
Total net assets	\$ 1,929,221	\$ -	\$ -	\$ 4,213,444	\$ 6,142,665

Columbia County, Georgia
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets
Internal Service Funds
For the Year Ended June 30, 2011

	Employee Medical Fund	Risk Management Fund	Customer Service and Information Center	Fleet Replacement Fund	Total Internal Service Funds
Operating revenues					
Charges for services	\$ 6,160,589	\$ -	\$ -	\$ -	\$ 6,160,589
Intergovernmental	-	396,187	185,060	767,061	1,348,308
Other	93,490	-	-	-	93,490
Total operating revenues	<u>6,254,079</u>	<u>396,187</u>	<u>185,060</u>	<u>767,061</u>	<u>7,602,387</u>
Operating expenses					
Personal services	67,732	114,915	182,770	-	365,417
Purchased/contract services	6,193,880	264,795	1,007	-	6,459,682
Supplies and materials	-	16,477	1,283	-	17,760
Depreciation/amortization	-	-	-	723,110	723,110
Total operating expenses	<u>6,261,612</u>	<u>396,187</u>	<u>185,060</u>	<u>723,110</u>	<u>7,565,969</u>
Operating income (loss)	<u>(7,533)</u>	<u>-</u>	<u>-</u>	<u>43,951</u>	<u>36,418</u>
Nonoperating revenues (expenses)					
Interest earned	16,973	-	-	-	16,973
Gain on sale of capital assets	-	-	-	37,328	37,328
Total nonoperating revenue(expenses)	<u>16,973</u>	<u>-</u>	<u>-</u>	<u>37,328</u>	<u>54,301</u>
Change in net assets	9,440	-	-	81,279	90,719
Total net assets -- beginning	1,919,781	-	-	4,132,165	6,051,946
Total net assets -- ending	<u>\$ 1,929,221</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,213,444</u>	<u>\$ 6,142,665</u>

Columbia County, Georgia
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2011

	Employee Medical Fund	Risk Management Fund	Customer Service Information Center	Fleet Replacement Fund	Total
Operating activities					
Cash received from customers	\$ 6,254,230	\$ 395,103	\$ 185,060	\$ 767,061	\$ 7,601,454
Cash paid to suppliers and others	(6,124,538)	(276,102)	(730)	(244,147)	(6,645,517)
Cash paid to employees	(67,732)	(119,001)	(184,330)	-	(371,063)
Net cash provided by (used in) operating activities	<u>61,960</u>	<u>-</u>	<u>-</u>	<u>522,914</u>	<u>584,874</u>
Capital and related financing activities					
Acquisition and construction of capital assets	-	-	-	(574,999)	(574,999)
Proceeds from sale of capital assets	-	-	-	52,085	52,085
Net cash provided by (used in) capital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(522,914)</u>	<u>(522,914)</u>
Investing activities					
Interest on investments	16,973	-	-	-	16,973
Net cash provided by (used in) investing activities	<u>16,973</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,973</u>
Net increase (decrease) in cash and cash equivalents / investments	<u>78,933</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>78,933</u>
Cash and cash equivalents / investments					
Beginning of year	<u>2,242,092</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,242,092</u>
End of year	<u>\$ 2,321,025</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,321,025</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities					
Operating income (loss)	\$ (7,533)	\$ -	\$ -	\$ 43,951	\$ 36,418
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation and amortization	-	-	-	723,110	723,110
Change in assets and liabilities					
Accounts receivable	151	(1,084)	-	-	(933)
Deferred charges / prepaid expense	(120)	7	(11)	-	(124)
Due from other funds	-	207,046	1,729	(279,919)	(71,144)
Accounts payable	69,148	(201,883)	(158)	35,772	(97,121)
Accrued liabilities	-	(4,086)	(1,560)	-	(5,646)
Due to other funds	314	-	-	-	314
Total adjustments	<u>69,493</u>	<u>-</u>	<u>-</u>	<u>478,963</u>	<u>548,456</u>
Net cash provided by (used in) operating activities	<u>\$ 61,960</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 522,914</u>	<u>\$ 584,874</u>

AGENCY FUNDS

COLUMBIA COUNTY, GEORGIA
Combining Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2011

	July 1, 2010	Additions	Deductions	June 30, 2011
Clerk of Superior Court				
Assets				
Cash and cash equivalents	\$ 659,294	\$ 5,827,089	\$ 5,741,853	\$ 744,530
Total assets	<u>\$ 659,294</u>	<u>\$ 5,827,089</u>	<u>\$ 5,741,853</u>	<u>\$ 744,530</u>
Liabilities				
Due to others	\$ 659,294	\$ 5,827,089	\$ 5,741,853	\$ 744,530
Total liabilities	<u>\$ 659,294</u>	<u>\$ 5,827,089</u>	<u>\$ 5,741,853</u>	<u>\$ 744,530</u>
Probate Court				
Assets				
Cash and cash equivalents	\$ 167,575	\$ 2,935,062	\$ 2,965,989	\$ 136,648
Total assets	<u>\$ 167,575</u>	<u>\$ 2,935,062</u>	<u>\$ 2,965,989</u>	<u>\$ 136,648</u>
Liabilities				
Due to others	\$ 167,575	\$ 2,935,062	\$ 2,965,989	\$ 136,648
Total liabilities	<u>\$ 167,575</u>	<u>\$ 2,935,062</u>	<u>\$ 2,965,989</u>	<u>\$ 136,648</u>
Magistrate Court				
Assets				
Cash and cash equivalents	\$ 60,527	\$ 876,803	\$ 881,334	\$ 55,996
Total assets	<u>\$ 60,527</u>	<u>\$ 876,803</u>	<u>\$ 881,334</u>	<u>\$ 55,996</u>
Liabilities				
Due to others	\$ 60,527	\$ 876,803	\$ 881,334	\$ 55,996
Total liabilities	<u>\$ 60,527</u>	<u>\$ 876,803</u>	<u>\$ 881,334</u>	<u>\$ 55,996</u>
Sheriff's Office				
Assets				
Cash and cash equivalents	\$ 569,037	\$ 553,877	\$ 672,435	\$ 450,479
Total assets	<u>\$ 569,037</u>	<u>\$ 553,877</u>	<u>\$ 672,435</u>	<u>\$ 450,479</u>
Liabilities				
Due to others	\$ 569,037	\$ 553,877	\$ 672,435	\$ 450,479
Total liabilities	<u>\$ 569,037</u>	<u>\$ 553,877</u>	<u>\$ 672,435</u>	<u>\$ 450,479</u>
Tax Commissioner				
Assets				
Cash and cash equivalents	\$ 770,396	\$ 117,098,551	\$ 116,898,118	\$ 970,829
Total assets	<u>\$ 770,396</u>	<u>\$ 117,098,551</u>	<u>\$ 116,898,118</u>	<u>\$ 970,829</u>
Liabilities				
Due to others	\$ 770,396	\$ 117,098,551	\$ 116,898,118	\$ 970,829
Total liabilities	<u>\$ 770,396</u>	<u>\$ 117,098,551</u>	<u>\$ 116,898,118</u>	<u>\$ 970,829</u>
Total Agency Funds				
Assets				
Cash and cash equivalents	\$ 2,226,829	\$ 127,291,382	\$ 127,159,729	\$ 2,358,482
Total assets	<u>\$ 2,226,829</u>	<u>\$ 127,291,382</u>	<u>\$ 127,159,729</u>	<u>\$ 2,358,482</u>
Liabilities				
Due to others	\$ 2,226,829	\$ 127,291,382	\$ 127,159,729	\$ 2,358,482
Total liabilities	<u>\$ 2,226,829</u>	<u>\$ 127,291,382</u>	<u>\$ 127,159,729</u>	<u>\$ 2,358,482</u>

**SPECIAL PURPOSE LOCAL OPTION SALES TAX
FUNDS**

**COLUMBIA COUNTY, GEORGIA
SCHEDULE OF SPECIAL PURPOSE LOCAL OPTION SALES TAX**

2001 - 2005 Special Purpose Local Option Sales Tax Program

For the Fiscal Year Ended June 30, 2011

<u>Project</u>	<u>Original Project Budget</u>	<u>Prior Years' Cost</u>	<u>Current Year Cost</u>	<u>Total Cost</u>	<u>Estimated Percentage of Completion</u>
Roads, streets and bridges	\$ 34,920,000	\$ 22,144,355	\$ 5,509,846	\$ 27,654,201	79%
County administrative buildup and County Library	13,108,000	13,545,537	50	13,545,587	100%
Recreation facilities	10,735,000	10,318,012	826	10,318,838	100%
Intergovernmental Contracts Projects	5,300,000	2,702,869	325,091	3,027,960	57%
City of Harlem	1,890,000	1,573,528	-	1,573,528	100%
City of Grovetown	4,061,000	3,380,171	-	3,380,171	100%
	<u>\$ 70,014,000</u>	<u>\$ 53,664,473</u>	<u>5,835,813</u>	<u>\$ 59,500,286</u>	
Money transferred and expenses accounted for in 06-10 SPLOST fund			816,959		
			<u>\$ 6,652,772</u>		

COLUMBIA COUNTY, GEORGIA
SCHEDULE OF SPECIAL PURPOSE LOCAL OPTION SALES TAX

2006 - 2010 Special Purpose Local Option Sales Tax Program

For the Fiscal Year Ended June 30, 2011

Project	Original Project Budget*	Prior Years' Cost	Current Year Cost	Total Cost	Estimated Percentage of Completion
Recreation facilities	\$ 12,990,000	\$ 7,676,574	\$ 1,594,206	\$ 9,270,780	71%
County administrative buildings and facilities	5,200,000	2,223,121	1,038,811	3,261,932	63%
Road, streets and bridges	26,000,000	3,437,894	5,072,705	8,510,599	33%
Public Safety facilities	12,450,000	8,483,150	196,819	8,679,969	70%
Projects under Intergovernmental contracts	6,490,000	3,329,977	-	3,329,977	51%
City of Harlem	1,864,312	2,070,057	244,385	2,314,442	100%
City of Grovetown	4,005,688	4,446,788	527,885	4,974,673	100%
Arbitrage interest expense	-	-	169,385	169,385	100%
	<u>\$ 69,000,000</u>	<u>\$ 31,667,560</u>	<u>8,844,196</u>	<u>\$ 40,511,757</u>	
			493		
			1,373,000		
			<u>\$ 10,217,689</u>		

* Tier I & II Only

** Funds used for recreation facility with multiple funding sources.

**COLUMBIA COUNTY, GEORGIA
SCHEDULE OF SPECIAL PURPOSE LOCAL OPTION SALES TAX**

2011 - 2016 Special Purpose Local Option Sales Tax Program

For the Fiscal Year Ended June 30, 2011

Project	Original Project Budget*	Prior Years' Cost	Current Year Cost	Total Cost	Estimated Percentage of Completion
Level One Countywide Projects and debt reduction	\$ 48,666,645	\$ 1,051,731	\$ 5,873,393	\$ 6,925,124	12%
Transportation Projects	46,633,663	-	-	-	0%
Recreation facilities	14,017,674	17,836	49,835	67,671	0%
Public Safety and Emergency Services buildings, facilities and equipment	9,270,041	3,986,584	2,998,266	6,984,850	75%
County administrative buildings and facilities	7,895,642	206,400	2,464,422	2,670,822	34%
Improvements to stormwater and water systems	13,800,847	2,156,480	3,998,580	6,155,060	45%
Harlem	3,178,601	-	75,477	75,477	2%
Grovetown	11,156,888	-	264,842	264,842	2%
	<u>\$ 154,620,001</u>	<u>\$ 7,419,031</u>	<u>15,724,815</u>	<u>\$ 23,143,846</u>	
			Transfer to debt service fund 7,039,250		
			Transfer to 2007 G.O. Bonds Fund ** 2,921,110		
			<u>25,685,175</u>		

* Tier I & II Only

** Funds used for recreation facility with multiple funding sources.

Note: 2009 Capital Projects Improvements Plan Fund accounts for projects funded by the 2009 General Obligations Bonds and collections from the 2011-2016 Special Purpose Local Option Sales Tax.