



DAWSON COUNTY  
GEORGIA

2010  
COMPREHENSIVE ANNUAL  
FINANCIAL REPORT

For the Fiscal Year  
Ended December 31, 2010

Prepared By:  
DAWSON COUNTY FINANCE DEPARTMENT  
Cindy G. Campbell, CPA  
Chief Financial Officer

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CAFR  
2010

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# Part I

## Introductory Section



**DAWSON COUNTY, GEORGIA**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
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June 23, 2011

Citizens  
Chairman and  
Members of the Board of Commissioners  
**Dawson County, Georgia:**

We are pleased to issue to you the 2010 Comprehensive Annual Financial Report (CAFR) for Dawson County, Georgia, (the "County") for the fiscal year ended December 31, 2010 as required by state law within six months of the close of the fiscal year. Dawson County's 2010 CAFR contains a complete set of financial statements presented in conformity with Generally Accepted Accounting Principles (GAAP) and audited in accordance with Generally Accepted Auditing Standards (GAAS) by a firm of licensed certified public accountants. The report is prepared in accordance with Section 2-18 of the Dawson County, Georgia Enabling Legislation, Senate Bill Number 176, Act No. 73 as approved in March of 1995 and meets the requirements of the Act providing uniform standards for audits of municipalities and counties within the State of Georgia, approved April 21, 1967 (Ga. Laws 1967, p. 883).

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the County. To the best of our knowledge and belief, the enclosed information is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds of the government. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

The Chief Finance Officer and the County Manager are responsible for establishing and maintaining internal controls to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition, the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within the above framework. As stated above, internal controls are not absolute in fraud prevention. As management, we assure that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The State of Georgia and the Dawson enabling legislation requires an annual audit by independent certified public accountants. This requirement has been met for the fiscal year ended December 31, 2010 as the County's financial statements have been audited by Rushton & Company, LLC, a firm of licensed certified public accountants. The independent audit provides reasonable assurance that the financial statements of the County for the fiscal year ended December 31, 2010 are free of material misstatement.

The independent audit involves: examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion on the financial statements of the County for the fiscal year ended December 31, 2010 and that the financial statements are fairly presented in conformity with GAAP. The report of the independent auditors is presented in the financial section of this report.

The requirements of GAAP governmental and auditing principles necessitate that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). Dawson County's MD&A can be found immediately following the report of the independent auditors. The auditor's report is located on pages 1 and 2 of the Financial Section. An organizational chart of the County is included as well as a list of government officials.

Dawson County, established in 1857, is a growing rural county, located in the foothills of the North Georgia Mountains and celebrated its 150<sup>th</sup> anniversary in 2007. There is one incorporated city in the County, the City of Dawsonville, Georgia. Growth from metro Atlanta makes its way northward via the 400 Corridor, thus making the County a gateway to the mountains of North Georgia. Growth continued to slow in 2010 due to the downturn in the economy; however, it continues to be a primary concern for the future of the County as the economy recovers and regains momentum.

The governing authority of the County consists of a five-person Board of Commissioners, including a part-time Chairman and four District Commissioners elected at large. The County operates under the County Manager form of management with nine operating departments, and elected officials, i.e., the Courts, Sheriff Department, Tax Commissioner, Tax Assessor, as well as the Registrar. The County Manager reports directly to the Board of Commissioners and oversees the activities of the operating departments, as well as serving as a liaison for the Board with those departments headed by elected officials. Since the County commission also serves as the oversight body of the Dawson County Health Department, Dawson County Development Authority and the Dawson County Industrial Building Authority, these entities are included in this report.

Dawson County provides a range of services including public safety (Law Enforcement - Sheriff and Emergency Services - Fire, Ambulance, Coroner and Civil Defense), judicial, health and social services, recycling services, public works/road/traffic department, Geographic Information System (GIS), inspections, and cultural and recreational programs.

Formal budgetary integration is employed as a non-GAAP management control device during the year. A triennial budget process was implemented during 2006 for 2007-2009 and has continued on a rolling basis. All departments submit their budget requests online into the Budget Prep System for each year of the next three years. After conferences are conducted with each department and constitutional officers to review their requests, a tentative budget (Chairman's Proposed Budget) is submitted to the commissioners and the public. Public hearings are held to obtain taxpayer comments with the final budget

adopted and the millage rate set. Budget changes at the department level within fund are approved by the County Manager and/or Finance Director as outlined in the annual Budget Resolution. The Board of Commissioners must approve all other changes. Budget to actual comparisons are presented in this report for each individual fund for which an annual budget has been adopted. For the general fund, the comparisons are included in the basic financial statements. The other funds with legally adopted annual budgets are included in the combining and individual statements of funds. Dawson County follows the laws of Georgia regarding the control, adoption and amendment of the budget during each fiscal year.

**Local Economy.** Dawson continued to experience slower growth during 2010 along with a downturn in its economy, especially within the housing industry. However, an approximate 39.6% population growth (22,330) since the 2000 census (15,999) continues to impact all levels of service needs in the County regardless of the slowed growth. Some characteristics:

- 1) Approximately 88.6% of the County's population resides in the unincorporated portion of the County with the remaining 11.4% residing in the one municipality, the City of Dawsonville;
- 2) The County's unemployment level ended the year at 10.1% which was lower than the State's 10.4%, and then climbed again to 11.2% in January of 2011;
- 3) Foreclosures hit an all-time high during 2009. Residential property revaluations during 2010 resulted in lower property values which negatively impacted the 2011 property tax levy by yielding lower property tax revenue. It is anticipated that lower revaluations of commercial property will further negatively impact property tax levy in 2012;
- 4) North Georgia Premium Outlet Mall is the County's largest employer, drawing many visitors from the Atlanta and surrounding areas with the Dawson County Board of Education and Wal-Mart coming in second and third, respectively;
- 5) The number of building permits remained relatively unchanged from 247 in 2009 to 250 in 2010, new home permits increased slightly from 25 in 2009 to 34 in 2010; business licenses increased from 1,265 in 2009 to 1,372 in 2010.

**Goals and Objectives.** The County continues to focus on infrastructure improvements, business retention and new business investment into the community for future growth and sound fiscal management of resources while maintaining the quality of life we enjoy here in Dawson County. Financing these goals is a great concern for the County especially with the continued economic decline. While new business is desired and needed to level the tax base between residential, commercial and industrial, funding the infrastructure is costly. The County implemented and collected impact fees from mid-2006 through early 2009. However, the County suspended the impact fee collections in 2009 in an effort to stimulate the local economy. It is anticipated the collections will remain suspended until the economy recovers. The County citizens voted approval to continue the Special Purpose Local Option Sales Tax (SPLOST V) in September of 2007. The voter approval allows the County to continue to collect the one (1) percent sales tax which began in July 2009. The new SPLOST had anticipated funding a new courthouse, renovation of the existing courthouse for an administration facility, refunding of existing debt to general fund, road improvements, a new library in the 400 corridor, emergency services improvements, recreation improvements and many other projects over a six-year period.

The SPLOST V referendum was based upon growth continuing as the County experienced during 2005-2007. However, with the decline in the economy, the SPLOST V collection may only produce sufficient funds to build the new courthouse facility under a reduced budget and eliminate some existing debt. The prefunded courthouse facility construction started in 2010 and is scheduled to be completed by November 2011.

Due to the continued slow growth in the economy, the County reduced its 2010 operating budget by \$1.5 million while still lifting the furloughs which had been implemented in 2009. And though, during 2010, property taxes were held at the millage rate from the prior year, many other revenues were negatively impacted. The County continues to find innovative ways to maintain current service levels such as:

- Provided data to citizens in many areas via the Dawson County web site;
- Expended Impact Fees collected in 2008 and 2009 under the budget adopted for 2010 to fund a multi-use trail at Veteran's Memorial Park. As stated earlier, the County, in May 2009, eliminated the collection of impact fees to stimulate the local economy;
- Conducted the second Citizens Academy to educate and inform citizens regarding the government process of the County;
- Established a customer service focus group "In Touch With Dawson County" whose resulting communication program won an award from the 2009 Association of County Commissioner's Georgia County Excellence Award. The program incorporated many facets to boost communications between citizens and the County, including the Citizens Academy mentioned above, an e-newsletter for citizens and another for county employees, a high school local government class for students, a monthly newspaper column, consistent information delivery to the media, routine meetings with neighborhoods and civic groups, and much more;
- Provided a 311 number for citizens to call for government information;
- Restructured several departments for more efficient operations with County Manager oversight;
- Provided a new system to recycle comingled recyclables;
- Provided a fuel station for County and other government use to reduce the cost of fuel through bulk purchase. The station currently is utilized by County departments, the City of Dawsonville, the Board of Education, Public Health, and Etowah Water and Sewer Authority resulting in significant savings for each entity;
- Provided an in-house Fleet Maintenance Shop to perform routine maintenance for County vehicles thus reducing cost;
- Researched the provision of health care benefits for Dawson County employees and how to fund those benefits given the rising cost of health care;
- Expended SPLOST IV collections to fund Fire Station No. 2. The facility which includes a satellite Tax Commissioner's office, Sheriff's precinct and community room was nearing completion at year end; and
- Began construction on a government center in January of 2010 that is being funded from SPLOST V collections. This facility will house court rooms as well as all judicial functions and administrative offices of the county. The projected move in date for this facility is fourth quarter of 2011.

**Awards.** The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in financial reporting to Dawson County for its comprehensive annual financial report for the fiscal year ended 2009. This was the third consecutive year that Dawson County government achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual financial report continues to meet the Certificate of Achievement Programs' requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

**Acknowledgments.** The preparation of this report has been accomplished through the dedicated effort of the entire staff of the Finance Department and the County Manager's office in conjunction with the external audit firm, Rushton & Company, LLC. Additionally, we would like to thank the Board of Commissioners for their leadership and support in conducting the financial affairs of the County in a responsible manner.

Respectfully submitted,

*Cindy Campbell*

Cindy Campbell, CPA  
**Chief Finance Officer**

*Kevin Tanner*

**Kevin Tanner**  
**County Manager**

DAWSON COUNTY, GEORGIA  
GOVERNMENT OFFICIALS  
AS OF DECEMBER 31, 2010

## Board of Commissioners

Chairman:	Mike Berg
Vice Chairman:	Gary Pichon
District 1 Commissioner:	Gary Pichon
District 2 Commissioner:	James Swafford
District 3 Commissioner:	Mike Connor
District 4 Commissioner:	Julie Nix

## Other Elected Officials

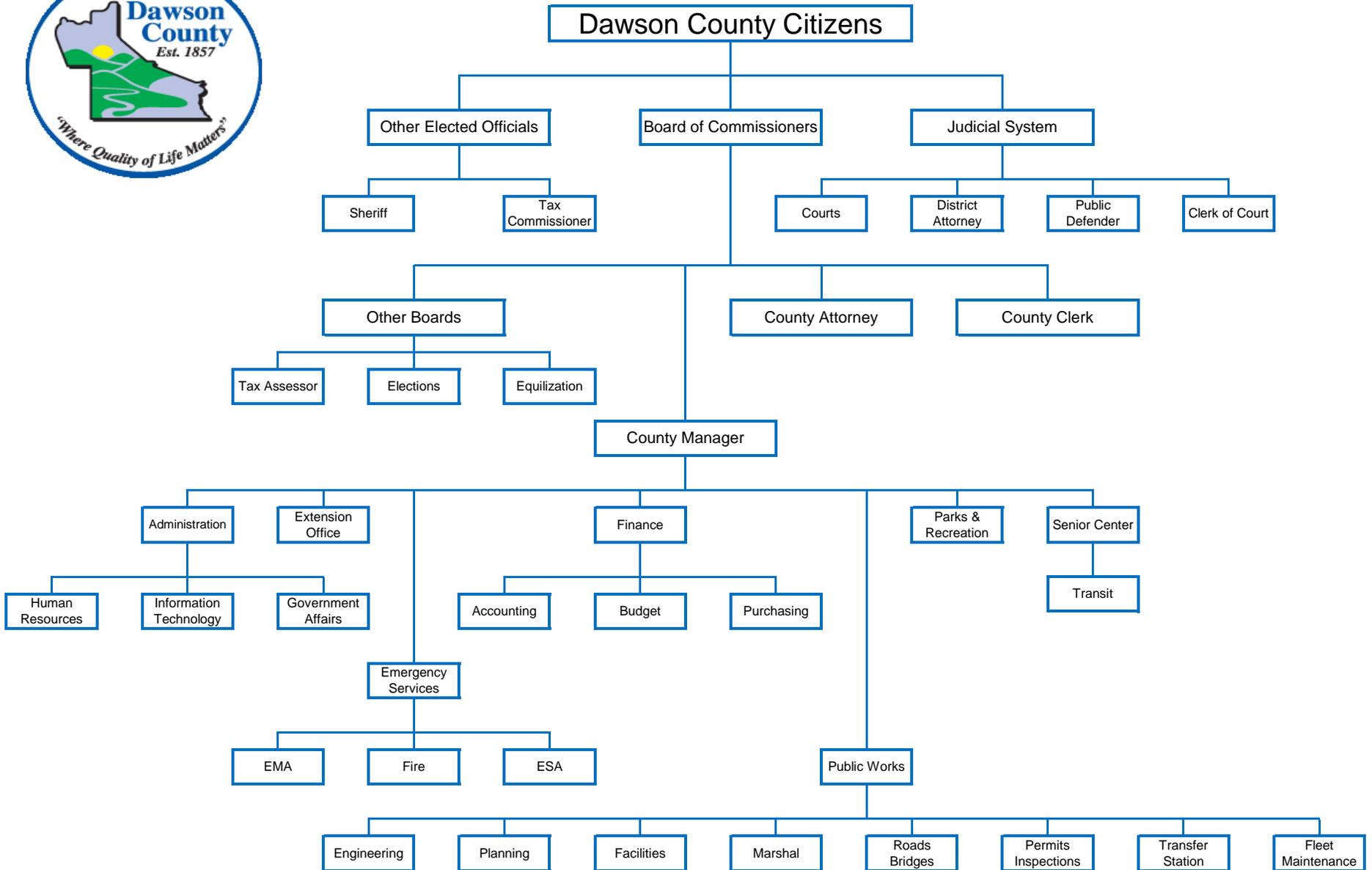
Clerk of Court:	Justin Power
Probate Judge:	Jennifer Burt
Magistrate Judge:	Lisa Poss-Thurmond
Sheriff:	Billy Carlisle
Tax Commissioner:	Linda Townley

## Administration

County Manager:	Kevin Tanner
Clerk of Commission:	David Simpson
Chief Financial Officer:	Cindy Campbell



# 2010 Dawson County Organization Chart



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Dawson County  
Georgia

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

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## Part II

# Financial Section



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## Independent Auditor's Report

Honorable Chairman and Members  
of the Board of Commissioners  
Dawson County, 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 Dawson County, Georgia, as of and for the year ended December 31, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Dawson County, Georgia's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Dawson County Health Department, a component unit of Dawson County, Georgia, which represent 27.4 percent, 25.3 percent, and 69.2 percent, respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinions on the financial statements, insofar as they relate to the amounts included for the Dawson County Health Department, are based on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. 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 and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Dawson County, Georgia, as of December 31, 2010, and the respective changes in financial position and cash flows, where applicable, and the budgetary comparison of the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 23, 2011, on our consideration of Dawson 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 3 through 12 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 conducted for the purpose of forming opinions on the financial statements that collectively comprise Dawson County, Georgia's financial statements as a whole. The introductory section, combining and individual fund financial statements and schedules, the statistical section and the state reporting section with the special purpose local option sales tax report are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The combining and individual fund financial statements and schedules, the schedule of expenditures of federal awards and the state reporting section with the special purpose local option sales tax report are the responsibility of management and were derived from and relate 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. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

*Rushton & Company, LLC*

Certified Public Accountants

Gainesville, Georgia  
June 23, 2011

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Dawson County, Georgia, (the "Government"), we offer readers of the Government's financial statements this narrative overview and analysis of the financial activities of Dawson County, Georgia for the year ended December 31, 2010. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the Government's financial statements, which follow this narrative.

### *Financial Highlights*

- The assets of the County exceeded its liabilities at the close of the fiscal year by \$71.5 million (net assets).
- The government's total net assets increased by \$2.6 million. Approximately two thirds of this increase is attributable to recording donated assets at entity-wide which increases revenue with no offsetting expense.
- As of the close of the current fiscal year, the Government's governmental funds reported combined ending fund balances of \$42.5 million which was a decrease of \$11.1 million from the prior year. This was primarily due to planned spending for budgeted activities which primarily included construction of the new courthouse. This amount includes the restricted Special Purpose Local Option Sales Tax and Capital Projects fund balances. Approximately 29% (\$12.3 million) is available for spending at the County's discretion.
- At the end of the current fiscal year, unreserved, undesignated fund balance for the general fund was \$3.7 million, or 17.9% of total general fund expenditures including transfers to other funds. General Fund unreserved fund balance increased by \$629 thousand (20.3%) from prior year.
- The Government's total debt decreased by \$7.4 million during the current fiscal year, primarily due to debt reductions via scheduled payments on existing debt.
- The Government has maintained its "A+/stable" rating from Standards and Poor's Rating Group. Moody's Rating Group recalibrated their local government ratings to a Global Scale during 2010. Under this new Global Scale, Dawson County received an "Aa2" rating in 2007 on the issuance of Special Purpose Local Option Sales Tax General Obligation Bonds to pre-fund a new courthouse.

### *Overview of the Financial Statements*

This discussion and analysis is intended to serve as an introduction to the Government's basic financial statements. The Government's 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.

### ***Basic Financial Statements***

The first two statements (Exhibits A-1 and A-2) 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 (Exhibits A-3 through A-11) are Fund Financial Statements. These statements focus on the activities of the individual parts of Dawson County, Georgia's government. These statements provide more detail than the government-wide statements. There are three parts to the Fund Financial Statements: 1) the governmental fund statements; 2) the proprietary fund statements; and 3) the fiduciary fund statements.

The next section is the combined statements for the three component units. These provide more details than Exhibits A-1 and A-2.

The next section of the basic financial statements is the Notes. The notes to the financial statements 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 governmental funds, all of which are added together in one column on the basic financial statements.

### ***Government-wide Financial Statements***

The government-wide financial statements are designed to provide the reader with a broad overview of the Government's finances, similar in format to a financial statement of a private-sector business. The government-wide statements provide short and long-term information about the Government's financial status as a whole.

The two government-wide statements report the Government's net assets and how they have changed. Net assets are the difference between the Government's total assets and total liabilities. Over time, the change in net assets is an indicator of the improvement (an increase) or deterioration (a decrease) in the County's financial condition.

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, public safety, court system, public works, culture and recreation, health and welfare, and community development. Property taxes, sales taxes, and state and federal grant funds finance most of these activities. The business-type activities are those that the Government charges customers to provide. These include waste management and geographical information services. The final category is component units. The Dawson County Department of Health is a public health department. Although legally separate from the government, the Government owns the facility the Health Department is housed in as well as appointing a voting majority of the board for the Department of Health. Other component units are the Dawson County Development Authority and the Dawson County Industrial Building Authority. The Government appoints a voting majority of these Authorities.

## ***Fund Financial Statements***

The fund financial statements provide a more detailed look at the Government's most significant activities. 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 all other governmental entities in Georgia, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the County's budget resolution. All of the funds of the Government can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental Funds** – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the Government's basic services are accounted for in governmental funds. 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*. This method also has a current financial resources focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are financial resources available to finance the Government's programs. The relationship between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

Budgetary comparison schedules have been provided for the general fund to demonstrate compliance with the annual appropriated budget. The budgetary comparison schedules use the budgetary basis of accounting (which is modified accrual). The schedules show four columns: 1) the original budget as adopted by the commission; 2) the final budget as amended by the commission; 3) the actual resources, charges to appropriations, and ending fund balances; and 4) the difference or variance between the final budget and the actual resources and charges. Budgetary comparison schedules for the Debt Service fund and all special revenue funds can be found in later sections of this report. These statements and schedules demonstrate compliance with the County's adopted and final revised budgets.

**Proprietary Funds** – The Government has two types of proprietary funds. Enterprise Funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Government uses enterprise funds to account for its Solid Waste Disposal Facility and GIS. Internal Service Funds account for the financing of services provided by one department or agency to other departments or agencies of the Government on a cost reimbursement basis. The Government uses an internal service fund to account for its Fuel and Fleet Maintenance Fund.

**Fiduciary Funds** – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The Government has four fiduciary funds, all of which are agency funds.

**Notes to the Financial Statements** – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are Exhibit A-14 of this report.

## ***Government-wide Financial Analysis***

This report is presented in accordance with the mandates for financial statement reporting as dictated by the Governmental Accounting Standards Board (GASB) in Statement 34. This year, comparison analysis is made from the year ended December 31, 2009 to the year ended December 31, 2010.

Comparative data for all facets of this report are available this year.

**DAWSON COUNTY, GEORGIA'S NET ASSETS**  
**December 31, 2010**  
(\$ In thousands)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
<b>Assets</b>						
Current and other assets	\$ 56,764	\$ 67,735	\$ 515	\$ 356	\$ 57,279	\$ 68,091
Capital assets (net of depreciation)	73,714	67,523	2,220	2,271	75,934	69,794
<b>TOTAL ASSETS</b>	<b>130,478</b>	<b>135,258</b>	<b>2,735</b>	<b>2,627</b>	<b>133,213</b>	<b>137,885</b>
<b>Liabilities:</b>						
Long-term liabilities outstanding	39,639	54,290	879	930	40,518	55,220
Other liabilities	21,197	13,782	44	15	21,241	13,797
<b>TOTAL LIABILITIES</b>	<b>60,836</b>	<b>68,072</b>	<b>923</b>	<b>945</b>	<b>61,759</b>	<b>69,017</b>
<b>Net assets:</b>						
Invested in capital assets, net of related debt	60,278	51,217	2,220	2,271	62,498	53,488
Restricted	9,248	9,595	-	-	9,248	9,595
Unrestricted	116	6,375	(408)	(590)	(292)	5,785
<b>TOTAL NET ASSETS</b>	<b>\$ 69,642</b>	<b>\$ 67,187</b>	<b>\$ 1,812</b>	<b>\$ 1,681</b>	<b>\$ 71,454</b>	<b>\$ 68,868</b>

The difference in unrestricted net assets between 2010 and 2009 is related to contracts payable debt that was included as a reduction of invested in capital assets, net of related debt for 2009. It was determined in 2010 that this should no longer be a part of this component of net assets.

As noted earlier, net assets may serve over time as one useful indicator of a government's financial condition. The assets of the Government exceeded liabilities by \$71.5 as of December 31, 2010. The same comparison for 2009 indicates that the assets exceeded liabilities by \$68.9 million. This is an increase of \$2.6 million which is primarily due to \$1.8 million recorded as donated assets.

One of the largest portions of net assets, \$62.5 million (87%) reflects the Government's investment in capital assets (e.g. land, buildings, machinery, and equipment) less any related debt still outstanding that was issued to acquire those items. The Government uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Government's investment in its capital assets is reported net of the outstanding debt, the resources needed to repay the debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities. An additional portion of the Government's net assets, \$9.2 million (13%) represents resources that are subject to external restrictions on how they may be used.

**DAWSON COUNTY, GEORGIA'S CHANGES IN NET ASSETS**

**December 31, 2010**

(\$ In thousands)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
<b>REVENUES</b>						
Program revenues:						
Charges for services	\$ 3,629	\$ 3,656	\$ 585	\$ 484	\$ 4,214	\$ 4,140
Operating grants and contributions	1,273	1,424	1	24	1,274	1,448
Capital grants and contributions	2,225	60	-	-	2,225	61
General Revenues:						
Property taxes	12,050	11,968	-	-	12,050	11,968
Sales taxes	9,885	10,357	-	-	9,885	10,357
Insurance premium tax	733	754	-	-	733	754
Other taxes	1,126	958	-	-	1,126	958
Unrestricted investment earnings	576	1,057	-	-	576	1,057
Grants and contributions not restricted for a specific programs	-	337	-	-	-	337
Other	168	-	1	45	169	45
<b>TOTAL REVENUES</b>	<b>31,665</b>	<b>30,571</b>	<b>588</b>	<b>553</b>	<b>32,253</b>	<b>31,125</b>
<b>EXPENSES</b>						
General Government	4,508	4,684	-	-	4,508	4,684
Judicial	2,559	2,698	-	-	2,559	2,698
Public safety	12,034	11,798	-	-	12,034	11,798
Public works	4,297	3,689	-	-	4,297	3,689
Health and welfare	1,110	1,090	-	-	1,110	1,090
Culture and recreation	1,728	1,578	-	-	1,728	1,578
Housing and development	907	1,133	-	-	907	1,133
Interest	2,030	2,235	-	-	2,030	2,235
Solid Waste Disposal Facility	-	-	450	441	450	441
DCAR GIS	-	-	43	30	43	30
<b>TOTAL EXPENSES</b>	<b>29,173</b>	<b>28,905</b>	<b>493</b>	<b>471</b>	<b>29,666</b>	<b>29,376</b>
Increases in net assets before transfer	2,492	1,666	95	82	2,587	1,748
Transfers	(37)	256	37	(256)	-	-
Increase in net assets	2,455	1,922	132	(174)	2,587	1,748
Net assets, beginning of year	67,187	65,265	1,681	1,855	68,868	67,120
Net assets, end of year	\$ 69,642	\$ 67,187	\$ 1,813	\$ 1,681	\$ 71,455	\$ 68,868

**Governmental Activities.** Governmental activities increased the Government's net assets by \$2.5 million. Key elements of this increase are discussed on page 3.

**Governmental Activities Revenues:** Property taxes, insurance premium tax and other taxes (exclusive of sales tax) continue as the main source of revenue of the governmental activities amounting to 43.9% in 2010 which is a decrease from 44.7% in 2009. The sales tax revenue for 2010 was 31.2% of the revenue as compared to 33.9% in 2009.

**Governmental Activities Functional Expenses:** As reflected in Dawson County's Changes in Net Assets (above), the Government expended 50.0% of the total expenses of the governmental activities for the judicial system and public safety, compared to 50.2% in 2009.

**Business-type activities:** Business-type activities increased the Government's net assets by \$131 thousand. Key elements of this increase are as follows:

- The Solid Waste Transfer activity reported a gain of \$129,861, which was greater than the \$3,285 loss in 2009. The primary reason for the difference was due to a transfer of land in the prior year to the Board of Education (BOE) for the BOE Maintenance Facility.
- The DCAR GIS activity reported did not change from 2009 to 2010.

### **Financial Analysis of the Government's Funds**

As noted earlier, the Government uses fund accounting to ensure and 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 financing requirements. Specifically, unreserved fund balance can be a useful measure of a government's net resources available for spending at the end of the fiscal year.

At December 31, 2010, the governmental funds of the Government reported a combined fund balance of \$42.5 million. This is a decrease of \$11.1 million under the prior year fund balance of \$53.6 million.

The general fund is the chief operating fund of the Government. As a measure of the general fund's liquidity, it may be useful to compare both undesignated and designated fund balance to total fund expenditures for the year. At the end of the current fiscal year, unreserved, undesignated fund balance of the general fund was \$3.7 million or 17.9% of total general fund expenditures including transfers for the fiscal year. This is an increase from prior year which was 14.8%.

The fund balance of the debt service fund decreased by \$3 million during the current fiscal year due to scheduled payments of principal and interest. The debt service fund has an ending fund balance of \$3.1 million.

The fund balance of the County's capital projects fund decreased by \$7.2 million during the current fiscal year. The decrease is due to the construction of the new courthouse. The capital projects fund has an ending fund balance of \$29.7 million.

The fund balance of the County’s SPLOST fund decreased by \$1.6 million during the current fiscal year. This is primarily due to the timing of revenue collections versus the timing of construction costs. The SPLOST fund has an ending balance of \$4.4 million.

**Proprietary Funds.** The Government’s proprietary fund statements provide the same type of information found in the government-wide statements but in more detail.

**Capital Asset and Debt Administration**

**Capital assets.** The Government’s capital assets for its governmental and business-type activities as of December 31, 2010, totals \$75.9 million (net of accumulated depreciation). These assets include buildings, infrastructure, land, furniture, fixtures and equipment, vehicles and construction in progress.

Major capital asset transactions with increases of approximately \$11.1 million during the year include:

- Building Improvements of \$94 thousand for additional wiring for the Law Enforcement Center and \$79 thousand for Veterans Memorial Park trail.
- Construction in progress totaling \$6.8 million net of additions and transfers primarily due to the construction of the new courthouse project (SPLOST);
- Purchase of vehicles totaling \$95 thousand (General Fund and Grant Fund)
- Purchase of equipment totaling \$181 thousand (General Fund, Grant Fund, and E911 Fund);
- Land totaling \$959 thousand for Fire Station #2 was capitalized as well as \$605 thousand in donated right of way for roads.
- Purchase of infrastructure totaling \$1.2 million (SPLOST and donated capital assets)

**DAWSON COUNTY, GEORGIA's CAPITAL ASSETS**

(net of depreciation)

December 31, 2010

(\$ In thousands)

	Governmental Activities	Business-type Activities	Total
Land (not depreciated)	\$ 13,680	\$ 1,122	\$ 14,802
Construction in progress	10,880	414	11,294
Buildings and Improvements	23,848	475	24,323
Vehicles, Machinery, Equipment	6,568	210	6,778
Infrastructure	18,738	-	18,738
<b>Total</b>	<b>\$ 73,714</b>	<b>\$ 2,220</b>	<b>\$ 75,934</b>

Additional information on the Government’s capital assets can be found in Note 9 of the basic financial statements.

**Long-term Debt.** As of December 31, 2010, the Government had contracts payable outstanding in the amount of \$4,575,000 through an intergovernmental agreement with Etowah Water and Sewer Authority to pay \$5,680,000 of the total \$8,595,000 Authority's Series 2002 Revenue Bonds that is backed by the full faith and credit of the Government. The Government had total bonded debt outstanding of \$34,825,000 that is backed by the Special Purpose Local Option Sales Tax (SPLOST) collections. The outstanding balance at the end of the year is from the \$38,325,000 original issue in 2007 to finance the

costs of acquiring, constructing, remodeling, and equipping of the Courthouse and Administration Building. The 2007 SPLOST debt issuance was approved by the citizens of the county in September of 2007. The \$5,415,000 jail loan was also included in the 2007 SPLOST referendum to be paid from sales taxes. The Government also had \$789,336 of capital lease debt, backed also by the full faith and credit of the Government and contributed funds from other agencies. The Government had no outstanding general obligation debt for 2010 other than the SPLOST debt mentioned above.

The Government's total debt of \$47.8 million decreased by \$7.4 million during the past year primarily due to scheduled payments of existing debt.

As mentioned in the financial highlights section of this document, the Government maintained an "A+/Stable" bond rating from Standard and Poor's Rating Group. Additionally, Moody's Rating Group recalibrated their local government ratings to a Global Scale in 2010. Dawson County's "A1" rating under the Municipal Scale is now an "Aa2" rating under the Global Scale. These bond ratings clearly indicate a sound financial condition for the Government.

The State of Georgia limits the amount of general obligation debt that a unit of government can issue to 10 percent of the total assessed value of taxable property located within that government's boundaries. The legal debt limit for the Government is \$167,839,000. (See Exhibit J-15 in the Statistical Section).

Additional information regarding the Government's long-term debt can be found in Note 11 of the basic financial statements.

**DAWSON COUNTY, GEORGIA'S OUTSTANDING DEBT**  
**December 31, 2010**

(\$ In thousands)

	Governmental Activities		Business-type Activities	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
General Obligation Bonds				
Special Purpose Local Option Sales Tax Bonds	\$ 34,825	\$ 41,175	\$ -	\$ -
Original issue premium	1,663	2,051	-	-
Contracts Payable:				
Etowah Water and Sewer?Bond Agreement 2002	4,575	4,735	-	-
Other Debt:				
Agreement for sale payable?Jail	4,690	5,060	-	-
Solid Waste Post Closure Liability *	-	-	904	928
Capital Leases	789	926	-	-
Net Pension Obligation	69	77	-	-
Compensated Absences	253	266	1	1
Total Debt	<u>\$ 46,864</u>	<u>\$ 54,290</u>	<u>\$ 905</u>	<u>\$ 929</u>

\*This debt is to be paid over remaining period of 22 years.

**General Fund Budgetary Highlights:** During the year ended 2010, the Government's financial picture reflected a weakening local economy and slower growth as experienced in the nation. The County approved to maintain the millage rate the same as 2009 without a rollback in order to provide the necessary resources for the delivery of public services.

Generally, budget amendments fall into one of the following categories: 1) amendments made to adjust the estimates that are used to prepare the original budget resolution once exact information is available; 2) amendments made to recognize new funding amounts from external sources, such as federal and state grants; and 3) increases in appropriations that become necessary to maintain services. Total amendments to the general fund increased budgeted revenues by approximately .63% and increased budgeted expenditures by 1.48%. The slight increase in revenues was due to unbudgeted donations.

For the year, actual expenditures and other financing uses were less than actual revenue and other financing sources which caused an increase of \$863 thousand in fund balance from 2009 leaving fund balance to be \$4,201,804.

### **Economic Factors and Next Year's Budgets and Rates**

The following key economic indicators reflect the financial position of the County.

- The County has an unemployment rate of 10.1% at 2010 year end, which is lower than the state rate of 10.4% for the same time frame.
- The 2010 millage tax rate remained the same as same as 2009 at \$8.138 per \$1000 of valuation.
- Fund balance for the general fund increased by \$863 thousand for the year ended December 31, 2010 leaving a \$4.2 million fund balance that still indicates a relatively strong financial position for the County. This was due to stringent controls on spending and budget cuts.

### **Budget Highlights for the Fiscal Year Ending December 31, 2011**

Governmental Activities: The 2010 tax digest showed a decrease primarily due to values in some neighborhoods being lowered based on foreclosures and resale values in those areas. The 2010 gross digest decreased by about \$34 million compared to 2009. The budget for 2011, adopted in July of 2010, anticipated sales tax revenues to be below the 2010 amount collected because of the economy. Due to the slow recovery rate, the FY2011 budget may require additional reductions if sales tax collections do not match 2010 revenues which were 5% less than 2009. This will depend upon the actual collection of sales tax as received for 2011 and the anticipated economic recovery. However, given the retail businesses located in the County such as the Premium Outlet Mall, Wal-Mart, Home Depot, Chevrolet dealership, etc., Dawson's sales tax collection is historically more stable than surrounding counties. For example, in economic crisis, consumers look for the bargains, thus frequenting the Outlet Mall in lieu of retail stores in other locations. The shoppers at the Mall are approximately 80-85% nonresidents according to Outlet Mall Management. The citizens voted approval in 2007 to continue the Special Purpose Local Option Sales Tax referendum to fund capital projects critical to the Government's services such as a new courthouse, the elimination of general fund debt for the jail facility, the courthouse parking lot, road, streets and bridge improvements, a Public Works facility, emergency services improvements/equipment, 800 MHZ communication system, as well as many other projects. The declined economy now dictates that the Courthouse project and the elimination of existing debt will be the only projects at the current collection rates for sales tax. Sales tax general obligation bonds (\$38,325,000) were issued to prefund the courthouse construction and renovation of the existing courthouse in December of 2007. This project began in 2008 and is still under construction as of January 2011. The anticipated moving date into the new Courthouse is December 2011. With stringent control over expenditures during 2010, the use of fund balance was not necessary. Management continues to closely monitor revenue collection rates and control spending.

## **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 Chief Financial Officer, Dawson County Finance Department, 78 Howard Avenue East, Suite 100, Dawsonville, Georgia 30534.

***BASIC FINANCIAL STATEMENTS***

**DAWSON COUNTY, GEORGIA**  
**STATEMENT OF NET ASSETS**  
**December 31, 2010**

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
<b>ASSETS</b>				
<b>Current assets</b>				
Cash	\$ 19,405,893	\$ 382,455	\$ 19,788,348	\$ 806,720
Restricted assets				
Cash	13,472,653	-	13,472,653	37,773
Investments	17,447,937	-	17,447,937	-
Interest receivable	93,652	-	93,652	-
Receivables (net)				
Accounts	604,502	115,041	719,543	82,199
Intergovernmental	2,105,617	17,143	2,122,760	-
Taxes	2,390,915	-	2,390,915	-
Inventories	128,079	-	128,079	-
Prepaid expenses	204,951	-	204,951	-
<b>Total current assets</b>	<b>55,854,199</b>	<b>514,639</b>	<b>56,368,838</b>	<b>926,692</b>
<b>Noncurrent assets</b>				
Capital assets				
Non-depreciable	24,559,628	1,535,858	26,095,486	44,592
Depreciable (net)	49,154,865	684,467	49,839,332	123,696
Other assets				
Prepaid capacity	502,000	-	502,000	-
Debt issue costs (net)	407,037	-	407,037	-
<b>Total noncurrent assets</b>	<b>74,623,530</b>	<b>2,220,325</b>	<b>76,843,855</b>	<b>168,288</b>
<b>Total assets</b>	<b>130,477,729</b>	<b>2,734,964</b>	<b>133,212,693</b>	<b>1,094,980</b>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Payables				
Accounts	1,275,876	13,470	1,289,346	4,998
Retainages	587,024	-	587,024	-
Intergovernmental	1,052	2,925	3,977	-
Interest	956,541	-	956,541	-
Accrued salaries and expenses	247,151	1,790	248,941	2,854
Compensated absences	253,076	1,178	254,254	28,500
Amounts held in trust	139,722	-	139,722	37,773
Unearned revenue	10,764,942	-	10,764,942	-
Capital leases payable	57,639	-	57,639	-
Bonds payable	6,369,462	-	6,369,462	-
Contracts payable	160,000	-	160,000	-
Agreement for sale	385,000	-	385,000	-
Post-closure care costs	-	24,639	24,639	-
<b>Total current liabilities</b>	<b>21,197,485</b>	<b>44,002</b>	<b>21,241,487</b>	<b>74,125</b>
<b>Noncurrent liabilities</b>				
Compensated absences	-	-	-	11,490
Net pension obligation	68,688	-	68,688	-
Capital leases payable	731,697	-	731,697	-
Bonds payable	30,118,117	-	30,118,117	-
Contracts payable	4,415,000	-	4,415,000	-
Agreement for sale	4,305,000	-	4,305,000	-
Post-closure care costs	-	879,122	879,122	-
<b>Total noncurrent liabilities</b>	<b>39,638,502</b>	<b>879,122</b>	<b>40,517,624</b>	<b>11,490</b>
<b>Total liabilities</b>	<b>60,835,987</b>	<b>923,124</b>	<b>61,759,111</b>	<b>85,615</b>

The accompanying notes are an integral part of these financial statements.

**DAWSON COUNTY, GEORGIA**  
**STATEMENT OF NET ASSETS**  
*December 31, 2010*

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	\$ 60,278,168	\$ 2,220,325	\$ 62,498,493	\$ 168,288
Restricted for:				
Judicial	130,473	-	130,473	-
Public Safety	264,632	-	264,632	-
Health and Welfare	43,958	-	43,958	-
Debt Service	3,517,765	-	3,517,765	-
Capital Outlay	5,290,780	-	5,290,780	-
Unrestricted	115,966	(408,485)	(292,519)	841,077
<b>Total net assets</b>	<b>\$ 69,641,742</b>	<b>\$ 1,811,840</b>	<b>\$ 71,453,582</b>	<b>\$ 1,009,365</b>

The accompanying notes are an integral part of these financial statements.

**DAWSON COUNTY, GEORGIA**  
**STATEMENT OF ACTIVITIES**  
For the year ended December 31, 2010

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Net (Expense) Revenue
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Primary government</b>					
Governmental activities					
General Government	\$ 4,508,249	\$ 843,492	\$ 37,144	\$ -	\$ (3,627,613)
Judicial	2,558,853	1,241,791	62,136	10,000	(1,244,926)
Public Safety	12,033,438	1,197,450	614,182	56,277	(10,165,529)
Public Works	4,296,899	-	83,342	2,086,931	(2,126,626)
Health and Welfare	1,110,063	7,815	291,904	28,022	(782,322)
Culture and Recreation	1,727,652	217,946	70,812	43,390	(1,395,504)
Housing and Development	907,357	120,195	113,109	-	(674,053)
Interest on long-term debt	2,030,271	-	-	-	(2,030,271)
Total governmental activities	29,172,782	3,628,689	1,272,629	2,224,620	(22,046,844)
<b>Business-type activities</b>					
Solid Waste	449,902	579,146	744	-	129,988
DCAR GIS	42,837	6,289	-	-	(36,548)
Total business-type activities	492,739	585,435	744	-	93,440
Total primary government	29,665,521	4,214,124	1,273,373	2,224,620	(21,953,404)
<b>Component Units</b>					
Development Authority of Dawson County					
Housing and Development	254,438	-	100,000	-	(154,438)
Industrial Building Authority of Dawson County					
Housing and Development	103,387	12,000	-	-	(91,387)
Dawson County Health Department					
Health and Welfare	598,174	301,269	104,973	-	(191,932)
Total component units	955,999	313,269	204,973	-	(437,757)
<b>Primary Government</b>					
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>	<b>Component Units</b>	
<b>Change in net assets</b>					
Net (expense) revenue	\$ (22,046,844)	\$ 93,440	\$ (21,953,404)	\$ (437,757)	
<b>General revenues</b>					
Taxes					
Property	12,050,155	-	12,050,155	-	
Sales	9,884,642	-	9,884,642	-	
Insurance premium	733,090	-	733,090	-	
Intangible	189,630	-	189,630	-	
Franchise	50,691	-	50,691	-	
Real estate transfer	33,177	-	33,177	-	
Occupational	195,398	-	195,398	-	
Hotel/Motel	301,359	-	301,359	-	
Alcohol	356,911	-	356,911	-	
Other	36	-	36	-	
Interest and investment earnings	575,631	-	575,631	5,353	
Payments from Dawson County	-	-	-	386,322	
Gain on sale of assets	29,326	-	29,326	-	
Other	138,308	745	139,053	-	
Transfers	(36,548)	36,548	-	-	
Total general revenues and transfers	24,501,806	37,293	24,539,099	391,675	
Change in net assets	2,454,962	130,733	2,585,695	(46,082)	
Net assets - beginning (original)	67,186,780	1,681,107	68,867,887	1,056,665	
Prior period adjustment	-	-	-	(1,218)	
Net assets - beginning (restated)	67,186,780	1,681,107	68,867,887	1,055,447	
Net assets - ending	\$ 69,641,742	\$ 1,811,840	\$ 71,453,582	\$ 1,009,365	

The accompanying notes are an integral part of these financial statements.

**DAWSON COUNTY, GEORGIA**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**December 31, 2010**

	General	Debt Service	SPLOST	Capital Projects	Impact Fees	Nonmajor Governmental Funds	Totals
<b>ASSETS</b>							
Cash	\$ 12,980,645	\$ 3,129,179	\$ 2,041,822	\$ 260,428	\$ 463,283	\$ 507,782	\$ 19,383,139
Receivables (net)							
Accounts	510,096	359	-	-	52	84,804	595,311
Intergovernmental	134,252	-	1,748,149	-	-	223,216	2,105,617
Taxes	1,746,383	-	621,263	-	-	23,269	2,390,915
Prepays	204,952	-	-	-	-	-	204,952
Inventories	81,648	-	-	-	-	-	81,648
Due from other funds	309,569	-	-	743	-	-	310,312
Restricted Assets							
Cash	-	-	-	13,472,653	-	-	13,472,653
Investments	-	-	-	17,198,637	249,300	-	17,447,937
Interest receivable	-	-	-	93,652	-	-	93,652
<b>Total assets</b>	<b>\$ 15,967,545</b>	<b>\$ 3,129,538</b>	<b>\$ 4,411,234</b>	<b>\$ 31,026,113</b>	<b>\$ 712,635</b>	<b>\$ 839,071</b>	<b>\$ 56,086,136</b>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>Liabilities</b>							
Payables							
Accounts	\$ 341,844	\$ -	\$ 28,748	\$ 756,659	\$ -	\$ 55,138	\$ 1,182,389
Retainages	-	-	9,510	577,514	-	-	587,024
Intergovernmental	-	-	-	-	-	1,052	1,052
Accrued salaries and expenses	223,176	-	-	1,043	-	22,525	246,744
Due to other funds	743	-	911	2,245	-	306,413	310,312
Deferred revenue	11,067,636	-	-	-	-	7,500	11,075,136
Amounts held in trust	132,342	-	-	-	-	7,380	139,722
<b>Total liabilities</b>	<b>11,765,741</b>	<b>-</b>	<b>39,169</b>	<b>1,337,461</b>	<b>-</b>	<b>400,008</b>	<b>13,542,379</b>
<b>Fund balances</b>							
Reserved for:							
Prepays	204,952	-	-	-	-	-	204,952
Inventories	81,648	-	-	-	-	-	81,648
Debt service	-	-	-	9,504,562	-	-	9,504,562
Capital outlay projects	-	-	-	19,925,072	249,300	-	20,174,372
Public safety	116,788	-	-	-	-	-	116,788
Health and welfare	36,734	-	-	-	-	-	36,734
Culture and recreation	28,667	-	-	-	-	-	28,667
Unreserved, designated for budget							
Special Revenue Funds	-	-	-	-	-	71,685	71,685
Unreserved, undesignated	3,733,015	3,129,538	4,372,065	259,018	463,335	-	11,956,971
Special Revenue Funds	-	-	-	-	-	367,378	367,378
<b>Total fund balances</b>	<b>4,201,804</b>	<b>3,129,538</b>	<b>4,372,065</b>	<b>29,688,652</b>	<b>712,635</b>	<b>439,063</b>	<b>42,543,757</b>
<b>Total liabilities and fund balances</b>	<b>\$ 15,967,545</b>	<b>\$ 3,129,538</b>	<b>\$ 4,411,234</b>	<b>\$ 31,026,113</b>	<b>\$ 712,635</b>	<b>\$ 839,071</b>	<b>\$ 56,086,136</b>

The accompanying notes are an integral part of these financial statements.

**DAWSON COUNTY, GEORGIA**  
**RECONCILIATION OF THE BALANCE SHEET OF**  
**GOVERNMENTAL FUNDS TO THE**  
**STATEMENT OF NET ASSETS**  
**December 31, 2010**

**Total fund balance - total governmental funds** \$ 42,543,757

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

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

These are:

Capital assets, net of accumulated depreciation	\$ 73,714,493	
Debt issue costs net of amortization	407,037	
Prepaid sewer capacity	502,000	74,623,530

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

These are:

Property taxes	54,274	
Fines	255,920	310,194

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

Bonds payable	(36,487,579)	
Accrued interest	(956,541)	
Accrued interest on Etowah Water and Sewer Authority		
Sprayfield lease, included in accounts payable	(15,519)	
Compensated absences	(253,076)	
Capital leases	(789,336)	
Contracts payable	(4,575,000)	
Agreement for sale	(4,690,000)	
Net pension obligation	(68,688)	(47,835,739)

Net assets of governmental activities	\$ 69,641,742
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The accompanying notes are an integral part of these financial statements.

**DAWSON COUNTY, GEORGIA**  
**STATEMENT OF REVENUES,**  
**EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**For the year ended December 31, 2010**

	General	Debt Service	SPLOST	Capital Projects	Impact Fees	Nonmajor Governmental Funds	Totals
<b>REVENUES</b>							
Taxes	\$ 18,188,958	\$ -	\$ 5,314,274	\$ -	\$ -	\$ 301,359	\$ 23,804,591
Licenses and permits	412,224	-	-	-	-	-	412,224
Fines, fees and forfeitures	655,006	-	-	-	-	147,790	802,796
Charges for services	1,873,306	-	-	-	-	587,227	2,460,533
Intergovernmental	378,908	-	256,521	-	-	774,113	1,409,542
Interest	17,020	52,470	-	507,525	1,209	475	578,699
Contributions	116,082	-	68,497	-	-	93,399	277,978
Other	109,763	-	-	28,392	-	154	138,309
<b>Total revenues</b>	<b>21,751,267</b>	<b>52,470</b>	<b>5,639,292</b>	<b>535,917</b>	<b>1,209</b>	<b>1,904,517</b>	<b>29,884,672</b>
<b>EXPENDITURES</b>							
Current							
General Government	4,103,027	-	-	-	-	5,921	4,108,948
Judicial	2,327,859	-	-	-	-	292,186	2,620,045
Public Safety	9,687,376	-	-	-	-	1,284,601	10,971,977
Public Works	1,082,725	-	-	-	-	95,283	1,178,008
Health and Welfare	392,443	-	-	-	-	667,114	1,059,557
Culture and Recreation	1,377,078	-	-	-	-	86,870	1,463,948
Housing and Development	516,354	-	-	-	-	383,083	899,437
Capital outlay	-	-	2,428,480	6,516,959	150,120	-	9,095,559
Debt service	177,449	8,654,764	-	678,165	-	-	9,510,378
<b>Total expenditures</b>	<b>19,664,311</b>	<b>8,654,764</b>	<b>2,428,480</b>	<b>7,195,124</b>	<b>150,120</b>	<b>2,815,058</b>	<b>40,907,857</b>
Excess (deficiency) of revenues over (under) expenditures	2,086,956	(8,602,294)	3,210,812	(6,659,207)	(148,911)	(910,541)	(11,023,185)
Other financing sources (uses)							
Transfers in	8,840	5,826,975	226,070	255,290	-	1,006,983	7,324,158
Transfers out	(1,232,434)	(226,070)	(5,077,598)	(749,377)	(8,840)	(114,270)	(7,408,589)
Sales of capital assets	-	-	-	-	-	29,326	29,326
<b>Total other financing sources (uses)</b>	<b>(1,223,594)</b>	<b>5,600,905</b>	<b>(4,851,528)</b>	<b>(494,087)</b>	<b>(8,840)</b>	<b>922,039</b>	<b>(55,105)</b>
Net change in fund balance	863,362	(3,001,389)	(1,640,716)	(7,153,294)	(157,751)	11,498	(11,078,290)
Fund balances, January 1	3,338,442	6,130,927	6,012,781	36,841,946	870,386	427,565	53,622,047
<b>Fund balances, December 31</b>	<b>\$ 4,201,804</b>	<b>\$ 3,129,538</b>	<b>\$ 4,372,065</b>	<b>\$ 29,688,652</b>	<b>\$ 712,635</b>	<b>\$ 439,063</b>	<b>\$ 42,543,757</b>

The accompanying notes are an integral part of these financial statements.

**DAWSON 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 December 31, 2010**

**Net change in fund balances - total governmental funds** \$ (11,078,290)

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

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

Capital outlays	\$ 8,173,178	
Depreciation	<u>(3,731,938)</u>	4,441,240

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

Cost of assets disposed	(110,096)	
Related accumulated depreciation	<u>53,912</u>	(56,184)

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

Debt principal payments	7,016,326	
Debt proceeds	-	
Amortization of bond premiums	388,227	
Amortization of bond issuance cost	(102,635)	
Net change in interest payable	81,082	
Net change in interest payable on Etowah Water and Sewer Authority Sprayfield lease, included in accounts payable	<u>(5,528)</u>	7,377,472

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. These include:

Unavailable deferred revenue	(56,367)	
Donated assets	<u>1,806,661</u>	1,750,294

Employer contributions to retirement plans in excess of annual pension costs are reported as expenditures in the governmental funds, but result in assets in the governmental activities. 8,153

Internal service funds are used by management to charge the cost of fleet maintenance to individual funds. The net revenue (expense) of internal service funds is reported with governmental activities. (872)

Some expenses reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in governmental funds. This includes the net change in compensated absences. 13,149

Change in net assets of governmental activities	<u>\$ 2,454,962</u>	
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The accompanying notes are an integral part of these financial statements.

**DAWSON COUNTY, GEORGIA**  
**GENERAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET (GAAP) AND ACTUAL**  
**For the year ended December 31, 2010**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 19,277,500	\$ 19,277,500	\$ 18,188,958	\$ (1,088,542)
Licenses and permits	554,680	554,957	412,224	(142,733)
Fines, fees and forfeitures	836,500	836,500	655,006	(181,494)
Charges for services	1,693,160	1,722,171	1,873,306	151,135
Intergovernmental	375,725	376,600	378,908	2,308
Interest	290,000	290,000	17,020	(272,980)
Contributions	-	116,164	116,082	(82)
Other	491,069	493,692	109,763	(383,929)
<b>Total revenues</b>	<b>23,518,634</b>	<b>23,667,584</b>	<b>21,751,267</b>	<b>(1,916,317)</b>
<b>EXPENDITURES</b>				
Current				
General Government				
Board of Commissioners	314,319	314,319	292,585	21,734
County Administration	401,590	402,090	363,281	38,809
Elections/Registrar	258,102	277,085	277,082	3
Financial Administration	548,363	548,363	503,332	45,031
Purchasing	144,294	145,243	107,706	37,537
Information Technology	317,616	317,616	231,823	85,793
Human Resources	168,162	168,162	130,707	37,455
Tax Commissioner	467,411	467,411	435,591	31,820
Tax Assessor	396,540	392,725	377,718	15,007
Risk Management	280,000	295,753	220,311	75,442
Facility Management	1,018,338	1,013,876	860,422	153,454
Board of Equalization	11,725	15,725	9,066	6,659
Other General Government	322,700	351,364	293,403	57,961
Judicial				
Superior Court	494,432	494,432	455,149	39,283
Clerk of Superior Court	598,442	590,457	541,406	49,051
District Attorney	546,442	546,165	538,058	8,107
Magistrate Court	232,151	234,551	222,161	12,390
Probate Court	223,762	232,280	232,279	1
Juvenile Court	78,325	94,750	94,749	1
Public Defender	246,642	246,642	244,057	2,585
Public Safety				
Sheriff	2,937,664	3,019,149	2,966,275	52,874
Detention Center	3,070,948	3,005,948	2,884,447	121,501
Fire	1,198,777	1,193,989	1,188,821	5,168
Emergency Medical Service	1,802,583	1,847,897	1,837,341	10,556
Emergency Services Administration	206,677	186,827	176,045	10,782
Coroner	58,173	58,172	57,593	579
Animal Shelter	75,000	152,500	152,500	-
School Resource Officers	285,736	269,251	165,048	104,203
Special Response Team	-	1,900	1,593	307
Marshall	226,261	226,261	157,273	68,988
Junior Police Academy	-	4,675	4,189	486
Emergency Management	15,290	15,032	6,009	9,023
Animal Control	168,735	93,991	90,242	3,749
Public Works				
Public Works Administration	188,296	223,880	191,691	32,189
Road Department	1,613,360	1,559,153	891,034	668,119

The accompanying notes are an integral part of these financial statements.

**DAWSON COUNTY, GEORGIA**  
**GENERAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET (GAAP) AND ACTUAL**  
**For the year ended December 31, 2010**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>EXPENDITURES (continued)</b>				
Current				
Health and Welfare				
Health Department	\$ 237,515	\$ 237,515	\$ 234,012	\$ 3,503
Public Welfare	65,699	65,699	59,882	5,817
Indigent Welfare	5,000	5,000	3,150	1,850
Senior Citizens Center	102,650	138,762	74,425	64,337
Senior Services Donation	-	12,855	12,304	551
CASA	6,120	6,120	6,120	-
Noah's Ark	2,550	2,550	2,550	-
Culture and Recreation				
Parks	928,353	922,618	891,703	30,915
Parks and Recreation	-	93,520	66,422	27,098
Parks - Women's Club Donations	-	5,247	3,678	1,569
Parks - Pool	25,425	29,925	28,564	1,361
Parks - Camping	9,150	10,385	9,181	1,204
Libraries	378,229	378,230	377,530	700
Housing and Development				
Conservation	-	700	643	57
Planning and Zoning	592,755	587,538	278,255	309,283
County Agent	80,812	80,812	73,706	7,106
Development Authority	163,000	163,000	163,000	-
Adult Literacy	-	750	750	-
Debt service				
General Government				
County Administration	7,058	7,058	6,928	130
Facility Management	9,356	9,356	-	9,356
Other General Government	-	93,429	93,429	-
Judicial				
Public Safety				
Sheriff	46,547	47,101	46,984	117
Detention Center	586,221	586,221	-	586,221
Marshall	6,255	6,255	6,255	-
Emergency Services Administration	9,355	9,355	9,096	259
Culture and Recreation				
Parks	7,883	7,883	7,705	178
Housing and Development				
Planning and Zoning	9,355	9,180	7,052	2,128
<b>Total expenditures</b>	<b>22,196,144</b>	<b>22,524,698</b>	<b>19,664,311</b>	<b>2,860,387</b>
Excess (deficiency) of revenues over expenditures	1,322,490	1,142,886	2,086,956	944,070
Other financing sources (uses)				
Transfers in	80,000	80,000	8,840	(71,160)
Transfers out	(1,317,490)	(1,276,794)	(1,232,434)	44,360
Sale of capital assets	15,000	15,000	-	(15,000)
Contingency	(100,000)	-	-	-
Total other financing sources (uses)	(1,322,490)	(1,181,794)	(1,223,594)	(41,800)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	(38,908)	863,362	902,270
Fund balances, January 1	-	38,908	3,338,442	3,299,534
<b>Fund balances, December 31</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,201,804</b>	<b>\$ 4,201,804</b>

The accompanying notes are an integral part of these financial statements.

**DAWSON COUNTY, GEORGIA**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
*December 31, 2010*

	<b>Business-Type Activities</b>		<b>Totals</b>	<b>Governmental</b>
	<b>Solid Waste</b>	<b>DCAR GIS</b>		<b>Activities Internal Service</b>
<b>ASSETS</b>				
<b>Current assets</b>				
Cash	\$ 377,074	\$ 5,381	\$ 382,455	\$ 22,755
Accounts (net)	115,041	-	115,041	9,191
Intergovernmental	17,143	-	17,143	-
Inventories	-	-	-	46,431
Total current assets	<u>509,258</u>	<u>5,381</u>	<u>514,639</u>	<u>78,377</u>
<b>Noncurrent assets</b>				
Capital assets				
Non-depreciable	1,122,008	413,850	1,535,858	-
Depreciable (net)	<u>684,467</u>	<u>-</u>	<u>684,467</u>	<u>-</u>
Total noncurrent assets	<u>1,806,475</u>	<u>413,850</u>	<u>2,220,325</u>	<u>-</u>
<b>Total assets</b>	<u>2,315,733</u>	<u>419,231</u>	<u>2,734,964</u>	<u>78,377</u>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Payables				
Accounts	11,422	2,048	13,470	77,969
Intergovernmental	-	2,925	2,925	-
Accrued salaries and payroll liabilities	1,382	408	1,790	408
Compensated absences	1,178	-	1,178	-
Post-closure care	<u>24,639</u>	<u>-</u>	<u>24,639</u>	<u>-</u>
Total current liabilities	38,621	5,381	44,002	78,377
<b>Noncurrent liabilities</b>				
Post-closure care costs	<u>879,122</u>	<u>-</u>	<u>879,122</u>	<u>-</u>
<b>Total liabilities</b>	<u>917,743</u>	<u>5,381</u>	<u>923,124</u>	<u>78,377</u>
<b>NET ASSETS</b>				
Invested in capital assets	1,806,475	413,850	2,220,325	-
Unrestricted	<u>(408,485)</u>	<u>-</u>	<u>(408,485)</u>	<u>-</u>
<b>Total net assets</b>	<u>\$ 1,397,990</u>	<u>\$ 413,850</u>	<u>\$ 1,811,840</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

**DAWSON COUNTY, GEORGIA**  
**STATEMENT OF REVENUES, EXPENSES,**  
**AND CHANGES IN FUND NET ASSETS**  
**PROPRIETARY FUNDS**  
**For the year ended December 31, 2010**

	Business-Type Activities		Totals	Governmental
	Solid Waste	DCAR GIS		Activities Internal Service
<b>OPERATING REVENUES</b>				
Charges for sales and services	\$ 579,146	\$ 6,289	\$ 585,435	\$ 145,522
Interfund services provided	-	-	-	791,845
Other	745	-	745	-
<b>Total operating revenues</b>	<b>579,891</b>	<b>6,289</b>	<b>586,180</b>	<b>937,367</b>
<b>OPERATING EXPENSES</b>				
Costs of sales and services	248,804	20,816	269,620	963,228
Personal services	133,763	22,021	155,784	22,022
Depreciation	51,030	-	51,030	-
<b>Total operating expenses</b>	<b>433,597</b>	<b>42,837</b>	<b>476,434</b>	<b>985,250</b>
Operating income (loss)	146,294	(36,548)	109,746	(47,883)
Non-operating revenues (expenses)				
Contributions	744	-	744	-
Intergovernmental	(17,177)	-	(17,177)	-
<b>Total non-operating revenues (expenses)</b>	<b>(16,433)</b>	<b>-</b>	<b>(16,433)</b>	<b>-</b>
Income (loss) before transfers	129,861	(36,548)	93,313	(47,883)
Transfers in (out)				
Transfers in	-	36,548	36,548	47,883
Change in net assets	129,861	-	129,861	-
Net assets, January 1	1,268,129	413,850	1,681,979	-
<b>Net assets, December 31</b>	<b>\$ 1,397,990</b>	<b>\$ 413,850</b>	<b>\$ 1,811,840</b>	<b>\$ -</b>
Change in net assets - enterprise funds				
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds			\$ 129,861	
			872	
Change in net assets - business-type activities			<b>\$ 130,733</b>	

The accompanying notes are an integral part of these financial statements.

**DAWSON COUNTY, GEORGIA**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
For the year ended December 31, 2010

	Business-Type Activities			Governmental Activities
	Solid Waste	DCAR GIS	Totals	Internal Service
<b>Cash flows from operating activities:</b>				
Receipts from customers	\$ 575,735	\$ 6,289	\$ 582,024	\$ 158,025
Receipts from interfund services provided	-	-	-	791,845
Payments to suppliers	(275,829)	(15,843)	(291,672)	(943,057)
Payments to employees	(133,542)	(21,940)	(155,482)	(21,940)
Net cash provided (used) by operating activities	<u>166,364</u>	<u>(31,494)</u>	<u>134,870</u>	<u>(15,127)</u>
<b>Cash flows from non-capital financing activities:</b>				
Receipts from other governments	743	36,548	37,291	37,882
Receipts from other funds	209,967	327	210,294	-
Net cash provided (used) by non-capital financing activities	<u>210,710</u>	<u>36,875</u>	<u>247,585</u>	<u>37,882</u>
Net increase (decrease) in cash and cash equivalents	377,074	5,381	382,455	22,755
Cash, January 1	-	-	-	-
<b>Cash, December 31</b>	<u><u>\$ 377,074</u></u>	<u><u>\$ 5,381</u></u>	<u><u>\$ 382,455</u></u>	<u><u>\$ 22,755</u></u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>				
Operating income (loss)	\$ 146,294	\$ (36,548)	\$ 109,746	(47,883)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation expense	51,030	-	51,030	-
Landfill closure/postclosure costs	(24,639)	-	(24,639)	-
(Increase) decrease in accounts receivable	(4,156)	-	(4,156)	12,503
(Increase) decrease in inventories	-	-	-	(11,672)
Increase (decrease) in accounts payable	(2,386)	2,048	(338)	31,843
Increase (decrease) in intergovernmental payable	-	2,925	2,925	-
Increase (decrease) in accrued payroll liabilities	221	81	302	82
Total adjustments	<u>20,070</u>	<u>5,054</u>	<u>25,124</u>	<u>32,756</u>
Net cash provided (used) by operating activities	<u><u>\$ 166,364</u></u>	<u><u>\$ (31,494)</u></u>	<u><u>\$ 134,870</u></u>	<u><u>\$ (15,127)</u></u>

The accompanying notes are an integral part of these financial statements.

**DAWSON COUNTY, GEORGIA**  
**Statement of Fiduciary Assets and Liabilities**  
**Fiduciary Funds**  
**December 31, 2010**

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ <u>317,923</u>
<b>LIABILITIES</b>	
Due to other agencies	\$ <u><u>317,923</u></u>

The accompanying notes are an integral part of these financial statements.

**DAWSON COUNTY, GEORGIA**  
**COMBINING STATEMENT OF NET ASSETS**  
**COMPONENT UNITS**  
**December 31, 2010**

	<u>Development Authority of Dawson County</u>	<u>Industrial Building Authority of Dawson County</u>	<u>Dawson County Health Department</u>	<u>Totals</u>
<b>ASSETS</b>				
<b>Current assets</b>				
Cash	\$ 9,288	\$ 579,459	\$ 217,973	\$ 806,720
Accounts receivable, net	-	-	82,199	82,199
Restricted assets				
Cash	<u>37,773</u>			<u>37,773</u>
Total current assets	<u>47,061</u>	<u>579,459</u>	<u>300,172</u>	<u>926,692</u>
<b>Noncurrent assets</b>				
Capital assets				
Non-depreciable	-	44,592	-	44,592
Depreciable (net)	<u>5,641</u>	<u>118,055</u>	<u>-</u>	<u>123,696</u>
Total noncurrent assets	<u>5,641</u>	<u>162,647</u>	<u>-</u>	<u>168,288</u>
<b>Total assets</b>	<u>52,702</u>	<u>742,106</u>	<u>300,172</u>	<u>1,094,980</u>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Payables				
Accounts	-	-	4,998	4,998
Accrued salaries and expenses	2,854	-	-	2,854
Compensated absences	-	-	28,500	28,500
Amounts held in trust	<u>37,773</u>	<u>-</u>	<u>-</u>	<u>37,773</u>
Total current liabilities	40,627	-	33,498	74,125
<b>Noncurrent liabilities</b>				
Compensated absences	<u>-</u>	<u>-</u>	<u>11,490</u>	<u>11,490</u>
<b>Total liabilities</b>	<u>40,627</u>	<u>-</u>	<u>44,988</u>	<u>85,615</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	5,641	162,647	-	168,288
Unrestricted	<u>6,434</u>	<u>579,459</u>	<u>255,184</u>	<u>841,077</u>
<b>Total net assets</b>	<u>\$ 12,075</u>	<u>\$ 742,106</u>	<u>\$ 255,184</u>	<u>\$ 1,009,365</u>

The accompanying notes are an integral part of these financial statements.

**DAWSON COUNTY, GEORGIA**  
**COMBINING STATEMENT OF ACTIVITIES**  
**COMPONENT UNITS**  
*For the year ended December 31, 2010*

	<u>Development Authority of Dawson County</u>	<u>Industrial Building Authority of Dawson County</u>	<u>Dawson County Health Department</u>	<u>Totals</u>
<b>Expenses</b>				
Health and Welfare	\$ -	\$ -	\$ 598,174	\$ 598,174
Housing and Development	254,438	103,387	-	357,825
<b>Total expenses</b>	<u>254,438</u>	<u>103,387</u>	<u>598,174</u>	<u>955,999</u>
<b>Program revenues</b>				
Charges for services	-	12,000	301,269	313,269
Operating grants and contributions	100,000	-	104,973	204,973
<b>Total program revenues</b>	<u>100,000</u>	<u>12,000</u>	<u>406,242</u>	<u>518,242</u>
Net (expense) revenue	<u>(154,438)</u>	<u>(91,387)</u>	<u>(191,932)</u>	<u>(437,757)</u>
<b>General revenues</b>				
Interest	101	5,252	-	5,353
Payments from Dawson County	163,000	-	223,322	386,322
<b>Total general revenues</b>	<u>163,101</u>	<u>5,252</u>	<u>223,322</u>	<u>391,675</u>
Change in net assets	8,663	(86,135)	31,390	(46,082)
Net assets, January 1	3,412	828,241	225,012	1,056,665
Prior period adjustment	-	-	(1,218)	(1,218)
Net assets, January 1, restated	<u>3,412</u>	<u>828,241</u>	<u>223,794</u>	<u>1,055,447</u>
<b>Net assets, December 31</b>	<u>\$ 12,075</u>	<u>\$ 742,106</u>	<u>\$ 255,184</u>	<u>\$ 1,009,365</u>

The accompanying notes are an integral part of these financial statements.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**1. Description of Government Unit**

Dawson County, Georgia (the County) is located in the foothills of the North Georgia Mountains about seventy-five miles northeast of Atlanta.

The County provides a full range of governmental services, including public safety, health and welfare services, recreational programs, public works, and solid waste services.

The government is governed by an elected Chairman and four Commissioners.

**2. Summary of Significant Accounting Policies**

**A. Basis of Presentation**

The financial statements of Dawson County, Georgia, have been prepared in conformity with generally accepted accounting principles (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 more significant accounting policies established in GAAP and used by the County are discussed below.

**B. Reporting Entity**

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

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

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**2. Summary of Significant Accounting Policies (continued)**

***B. Reporting Entity, continued***

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

Dawson County Industrial Building Authority – The Dawson County Industrial Building Authority (Building Authority) is a legally separate entity. The Board of Commissioners of Dawson County appoints the five-member board. There is the potential for financial benefit to the primary government. The purpose of the Building Authority is to acquire and develop property in an industrial park. The Building Authority's fiscal year end is December 31. A copy of the Dawson County Industrial Building Authority's financial statements can be obtained from 135 Prominence Court, Suite 170, Dawsonville, Georgia 30534. This component unit has not been included as part of the notes to the financial statements.

Dawson County Development Authority – The Dawson County Development Authority (Development Authority) is a legally separate entity. The seven-member board is appointed by the Board of Commissioners of Dawson County. There is the potential for financial benefit or burden to the primary government. The Development Authority's purpose is to encourage economic development in Dawson County. During fiscal year 2010, the Development Authority received \$163,000 from County Board of Commissioners to subsidize annual operations. The development Authority's fiscal year end is December 31. A copy of the Dawson County Development Authority's financial statements can be obtained from 135 Prominence Court, Suite 170, Dawsonville, Georgia 30534. This component unit has not been included as part of the notes to the financial statements.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**2. Summary of Significant Accounting Policies (continued)**

***B. Reporting Entity, continued***

Dawson County Health Department – The health department is charged with determining the health needs and resources of its jurisdiction, developing programs, activities, and facilities responsive to those needs, and enforcing all laws related to health matters unless they fall under the jurisdiction of other agencies. The Dawson county Board of Health (Board) governs the health department. The county appoints the voting majority of the board. Additionally, the health department is fiscally dependent on the county since it must have its budget approved by the county. During fiscal year 2010, the Health Department received \$223,322 from the County Board of Commissioners to subsidize annual operations. The Health Departments fiscal year end is June 30. A copy of the Dawson County Health Department's financial statements can be obtained from 54 Highway 53 East, Dawsonville, Georgia 30534.

***C. Government-wide and Fund Financial Statements***

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

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

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**2. Summary of Significant Accounting Policies (continued)**

***C. Government-wide and Fund Financial Statements, continued***

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

***D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation***

The County's government-wide financial statements include a Statement of Net Assets and a Statement of Activities. These statements present summaries of Governmental and Business-Type activities for the County. Fiduciary activities of the County are not included in these statements.

These statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Accordingly, all the County's assets and liabilities, including capital assets, as well as current year infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Assets. The Statement of Activities presents changes in assets. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the County are reported in three categories: 1) charges for services to customers who directly benefit from goods, services or privileges provided by a given function, 2) operating grants and contributions that are restricted to meeting the operational needs requirements of a particular function and 3) capital grants and contributions that are restricted to meeting the capital needs requirements of a particular function.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**2. Summary of Significant Accounting Policies (continued)**

***D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation, continued***

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Assets have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated, however, those transactions between governmental and business-type activities have not been eliminated. Governmental activities that normally are supported by taxes and intergovernmental revenues are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

***Governmental Fund Financial Statements***

Governmental Fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. Governmental Fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets.

The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Those revenues susceptible to accrual are property taxes, sales taxes, licenses, interest revenue and charges for services. Sales taxes collected and held by the state at year-end on behalf of the government also are recognized as revenue. The County considers property taxes as available in the period for which they were levied if they are collected within 60 days subsequent to year-end. A 60-day availability period is also used for revenue recognition for all other governmental fund revenue.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**2. Summary of Significant Accounting Policies (continued)**

***D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation, continued***

***Governmental Fund Financial Statements, continued***

The County reports the following major governmental funds:

***General Fund*** – is the government’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

***Debt Service Fund*** – accounts for the servicing of general long-term debt not being financed by other funds.

***SPLOST Capital Projects Fund*** – accounts for funds received from the imposition of a local 1% voter approved sales tax reserved for construction of capital projects in the areas of water and sewerage improvements; roads, streets, bridges and sidewalks; parks and recreation; and public safety facilities for fire departments.

***Capital Projects Fund*** – accounts for financial resources to be used for the acquisition of construction of major capital facilities.

***Impact Fee Capital Projects Fund*** - accounts for impact fees restricted for the acquisition or construction of specific capital projects.

The County reports the following major proprietary funds:

***Solid Waste Disposal Facility Enterprise Fund*** – accounts for the activities of the County’s solid waste transfer station.

***DCAR GIS Enterprise Fund*** – accounts for activities related to geographical data related to Dawson County as well as Etowah & Sewer Authority.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**2. Summary of Significant Accounting Policies (continued)**

***D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation, continued***

Additionally, the government reports the following fund types:

***Governmental Fund Types***

***Special Revenue Funds*** – This fund type is used to account for the proceeds of specific revenue sources that are legally or donor restricted to expenditure for specified purposes.

***Proprietary Fund Type***

***Internal Service Funds*** – accounts for operations that provide services to other departments or agencies of the government on a cost reimbursement basis. The County uses internal services to account for fuel and fleet maintenance.

***Fiduciary Fund Types***

***Agency Funds*** – Agency Funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that are held either for the County or for others.

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, there are both restricted and unrestricted net assets available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**2. Summary of Significant Accounting Policies (continued)**

***D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation, continued***

Private-sector standards of accounting and financial reporting issued on or before November 30, 1989 are generally followed in the governmental and business type activities and enterprise fund financial statements to the extent that those standards do no conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option for following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

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

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for enterprise funds and internal services funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. Certain indirect costs have been included as part of the program expenses reported for the various functional activities.

Annual appropriated budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund, Debt Service Fund, and all Special Revenue Funds. Project length budgets are adopted for the Capital Projects Funds. Annual operating budgets are prepared for each Enterprise Fund for planning, control, cost allocation and evaluation purposes. All annual appropriations lapse at fiscal end.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**2. Summary of Significant Accounting Policies (continued)**

***E. Budgetary Information***

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

In the spring (May to June or earlier) of each year, all agencies of the government submit requests for appropriation to the Finance Director so that a budget may be prepared. The budget is prepared by fund, function and department, and line item and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. Before December 1, the proposed budget is presented to the governments Board of Commissioners for review and adoption. The governments Board of Commissioners holds public hearings and may add to, subtract from, or change appropriations. In 2010, the budget process will require requested amounts and information for three budget years, 2011, 2012, and 2013.

The Office of Financial Administration may amend the line item budget within a department's appropriation as long as the total appropriation for that department is not changed. However, expenditures may not legally exceed budgeted appropriations at the department level without a resolution of the Board of Commissioners. The legal level of budgetary control is at the department level within individual funds.

During the year, the Board of Commissioners authorized amendments to include appropriations and revenues that were not originally budgeted and to reclassify certain expenditures.

***F. Cash and Investments***

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

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**2. Summary of Significant Accounting Policies (continued)**

***G. Intergovernmental Receivables***

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

***H. Inventories***

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

***I. Prepaid Items***

Payments made to vendors for services that will benefit periods beyond December 31, 2010, are recorded as prepaid items. The costs of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased.

***J. Capital Assets***

Capital assets, which include property, plant, equipment, and infrastructure assets (i.e., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

GASB Statement No. 34 required the County to report and depreciate new infrastructure assets effective with the fiscal year ended June 30, 2003. Infrastructure assets include roads, bridges, underground pipe (other than related to utilities), traffic signals, etc. These infrastructure assets are among the largest asset classes of the County. Neither their historical costs nor related depreciation has historically been reported in the financial statements. For the fiscal year ended June 30, 2007, the County implemented the requirements for retroactive reporting of major general infrastructure assets.

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated fair value on the date donated.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**2. Summary of Significant Accounting Policies (continued)**

**J. Capital Assets, continued**

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

	<u>Useful Life in Years</u>	<u>Capitalization Threshold</u>
Land	N/A	\$ 1
Buildings	40	\$ 5,000
Computers and peripherals	5	\$ 5,000
Infrastructure	20	\$ 5,000
Machinery and equipment	5 - 10	\$ 5,000
Nonstructural improvements	7 - 10	\$ 5,000
Vehicles	3 - 5	\$ 5,000

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

**Prepaid Sewer Capacity** – The Intergovernmental Agreement of December 1998 between Etowah Water & Sewerage Authority (EWSA) transferred 263 sewer taps of 250 gallons per day to the County. Those taps may be used for County projects or sold to developers. As the taps are used, they will be expensed at the fair value of \$2,000 per tap. At December 31, 2010, the County had 251 taps with a remaining value of \$502,000.

**K. Compensation for Future Absences**

It is the government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits in accordance with Section 3.2.5 of the Dawson County Handbook. The County pays unused sick pay benefits to vested employees upon termination unless termination is with cause. The County pays unused vacation benefits to employees who leave employment in good standing and provide proper notice upon resignation. Accumulated unpaid vacation pay amounts are accrued when incurred by the County in the government-wide, proprietary, and fiduciary fund financial statements. The liability of the proprietary funds is recorded as an expense and a liability of those funds as the benefits accrue to the employees. In governmental fund types, a liability is recorded only if the benefit has matured and is expected to be liquidated with expendable available financial resources.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**2. Summary of Significant Accounting Policies (continued)**

***L. 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. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

***M. Capital Contributions***

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

***N. Reservations and Designations of Fund Balances***

Reservations represent the portions of fund balances, which are not appropriable for expenditure or have been segregated for specific future uses by legal mandate. Designations represent the portions of fund balance for which the government has made tentative plans.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**2. Summary of Significant Accounting Policies (continued)**

**O. Comparative Data and Reclassifications**

Comparative total data of the prior period has been presented in the accompanying individual fund financial statements in order to provide an understanding of changes in the County's financial position and operations. Certain 2009 amounts have been reclassified to conform to the 2010 presentation.

**3. Deposit and Investment Risk**

**Custodial Credit Risk – Deposits**

Custodial credit risk is the risk that in the event of a financial institution failure, the County's deposits may not be returned. The County has no formal policy, but follows the State of Georgia requirement that all deposits be federally insured or fully collateralized.

**Interest Rate Risk** - Interest rate risk is the risk that changes in interest rates may adversely affect an investment's fair value. Since the price of a bond fluctuates with market interest rates, the risk that an investor faces is that the price of a bond held in a portfolio will decline if market interest rates rise. Dawson County has a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates as follows:

Under 30 day's	10% minimum	under 1 year	75% minimum
Under 90 day's	25% minimum	under 2 years	100% minimum
Under 180 day's	50% minimum		

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**3. Deposit and Investment Risk (continued)**

**Credit Risk**

State statutes authorize the government to invest in obligations of the United States Treasury (100%) and of its agencies and instrumentalities (80%); bonds or certificates of indebtedness of this state and of its agencies and instrumentalities (25%); certificates of deposits of banks insured by FDIC (75%); prime bankers' acceptances (10%); the State of Georgia Local Government Investment Pool (100%); repurchase agreements (25%); bonds, debentures, notes or other evidence of indebtedness of any solvent corporation subject to certain conditions (0%). Dawson County has an investment policy that prohibits the use of derivatives as an investment. They limit the amount that may be invested in certain types of investments. The percentages are shown above.

**Concentration of Credit Risk** – Dawson County places limits on the amount it may invest in any one issuer as follows. Repurchase agreements – 10%; certificates of deposit – 35%; prime bankers acceptances – 10%

**Foreign currency risk**

The County has no investments denominated in a foreign currency.

The County participates in the State of Georgia Local Government Investment Pool. Assets in this pool are invested in Georgia Fund 1, created by OCGA 36-83-8, which is a stable net asset investment pool that follows Standard and Poor's criteria for AAAM rated money market funds. Georgia Fund 1 is managed by the Georgia Office of Treasury and Fiscal Services. The investment policies of Georgia Fund 1 are established by the Georgia State Depository Board. However, Georgia Fund 1 operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1.00 per share value). Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on \$1.00 per share. Georgia Fund 1 is managed by the Georgia Office of Treasury and Financial Services. The investment policies of Georgia Fund 1 are established by the Georgia State Depository Board.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**3. Deposit and Investment Risk (continued)**

Georgia Fund 1 is rated AAAM by Standard & Poor's. The weighted average maturity at December 31, 2010 was 46 days. At December 31, 2010, the County's balance in Georgia Fund 1 was \$13,472,653.

In addition to the \$13,472,653 in Georgia Fund 1, the County also held certificates of deposits in the amount of \$17,447,937. Both amounts are reported as investments.

**4. Accounts Receivable**

Net accounts receivable at December 31, 2010 consist of the following:

**Primary Government:**

**Major Funds**

General Fund	\$ 2,881,315	
Less: Allowance for Uncollectibles	<u>(2,371,219)</u>	\$ 510,096
Debt Service Fund		359
Impact Fees Capital Projects Fund		52
Solid Waste Enterprise Fund		115,041

**Nonmajor Funds**

Emergency 911 Telephone Services Special Revenue Fund		84,804
Internal Service Fund		<u>9,191</u>

<b>Total primary government</b>		<u><u>\$ 719,543</u></u>
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<b>Health Department Component Unit</b>		<u><u>\$ 82,199</u></u>
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**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**5. Intergovernmental Receivables**

Intergovernmental receivables at December 31, 2010 consist of the following:

**Major Funds**

General Fund

Georgia Secretary of State	\$ 1,549	
U.S. Treasury	18,253	
Georgia Department of Corrections	33,814	
Hall County Board of Commissioners	50	
Dawson County Board of Education	<u>80,586</u>	\$ 134,252

SPLOST

Georgia Department of Transportation	18,443	
Etowah Water & Sewer Authority	<u>1,729,706</u>	1,748,149

Solid Waste

State of Georgia		17,143
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**Nonmajor Funds**

Multiple Grants Special Revenue Fund

K-9	34,185	
Georgia Department of Transportation	46,477	
Byrne JAG	7,861	
OPS	6,334	
Georgia Department of Human Resources	29,080	
Medicaid	2,481	
Criminal Justice Coordinating Council	12,160	
Drug Court	9,358	
Legacy Link	6,208	
Certification Grant	517	
Georgia Emergency Management Agency	<u>68,555</u>	<u>223,216</u>

Total		<u>\$ 2,122,760</u>
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**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**6. Property Taxes**

Property tax rates are set by the Board of Commissioners each year and are limited by statutory or constitutional provision. Property values are assessed as of January 1<sup>st</sup> each year. Property taxes for digest year 2010, based upon the assessments as of January 1, 2010, were levied on July 30, 2010, billed on September 10, 2010, and due on December 1, 2010. Tax liens may be issued 90 days after the due date.

Taxes receivable as of December 31, 2010, consist of property taxes for seven years as follows:

Year of Levy	
2010	\$ 1,358,612
2009	201,067
2008	20,932
2007	8,965
2006	4,339
2005	542
2004	-
	<u>1,594,457</u>
Less allowance for uncollectible	<u>(382,360)</u>
Total	<u>\$ 1,212,097</u>

**Other Taxes**

\$1,155,549 of sales taxes and \$23,269 of hotel/motel tax are also included in taxes receivable.

**7. Interfund Receivables and Payables**

A summary of interfund receivables and payables as of December 31, 2010 is as follows:

	Due from:				Total
	Major Funds		Nonmajor Funds		
	General	Capital Projects	SPLOST	Governmental	
<b>Due to:</b>					
<b>Major Funds</b>					
General	\$ -	\$ 2,245	\$ 911	\$ 306,413	\$ 309,569
Capital Projects	743	-	-	-	743
<b>Total</b>	<u>\$ 743</u>	<u>\$ 2,245</u>	<u>\$ 911</u>	<u>\$ 306,413</u>	<u>\$ 310,312</u>

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**7. Interfund Receivables and Payables (continued)**

The balances reported as Due to/Due from represent loans between the borrower funds and the General Fund. These balances resulted from the time lag between the dates that transactions are recorded in the accounting system and payments between the funds are made.

Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

**8. Interfund Transfers**

A summary of interfund transfers as of December 31, 2010 is as follows:

	<b>Transfers out:</b>						
	<b>Major Funds</b>					<b>Nonmajor Funds</b>	
	<b>General</b>	<b>Debt Service</b>	<b>SPLOST</b>	<b>Capital Projects</b>	<b>Impact Fees</b>	<b>Governmental</b>	<b>Total</b>
<b>Transfers in:</b>							
<b>Major Funds</b>							
General	\$ -	\$ -	\$ -	\$ -	\$ 8,840	\$ -	\$ 8,840
Debt Service	-	-	5,077,598	749,377	-	-	5,826,975
SPLOST	-	226,070	-	-	-	-	226,070
Capital Projects	195,290	-	-	-	-	60,000	255,290
DCAR GIS	36,548	-	-	-	-	-	36,548
<b>Nonmajor Funds</b>							
Internal Service	47,883	-	-	-	-	-	47,883
Governmental	952,713	-	-	-	-	54,270	1,006,983
<b>Total</b>	<b>\$ 1,232,434</b>	<b>\$ 226,070</b>	<b>\$ 5,077,598</b>	<b>\$ 749,377</b>	<b>\$ 8,840</b>	<b>\$ 114,270</b>	<b>\$ 7,408,589</b>

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

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

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**9. Capital Assets**

Capital asset activity for the primary government for the year ended December 31, 2010 was as follows:

	<u>Balance 12/31/2009</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance 12/31/2010</u>
<b>Governmental activities</b>				
Nondepreciable assets				
Land and improvements	\$ 12,121,322	\$ 1,564,353	\$ (6,129)	\$ 13,679,546
Construction in progress	4,061,392	7,929,036	(1,110,346)	10,880,082
Total non-depreciable assets	<u>16,182,714</u>	<u>9,493,389</u>	<u>(1,116,475)</u>	<u>24,559,628</u>
Depreciable assets				
Buildings	29,101,213	94,431	(5,000)	29,190,644
Machinery and equipment	6,870,720	180,644	-	7,051,364
Vehicles	6,362,109	109,109	(103,967)	6,367,251
Infrastructure	66,372,991	1,217,612	-	67,590,603
Total depreciable assets	<u>108,707,033</u>	<u>1,601,796</u>	<u>(108,967)</u>	<u>110,199,862</u>
Less accumulated depreciation				
Buildings	(4,565,676)	(780,153)	4,379	(5,341,450)
Machinery and equipment	(2,742,966)	(527,347)	-	(3,270,313)
Vehicles	(3,214,216)	(415,477)	49,533	(3,580,160)
Infrastructure	(46,844,113)	(2,008,961)	-	(48,853,074)
Total accumulated depreciation	<u>(57,366,971)</u>	<u>(3,731,938)</u>	<u>53,912</u>	<u>(61,044,997)</u>
Total depreciable assets, net	<u>51,340,062</u>	<u>(2,130,142)</u>	<u>(55,055)</u>	<u>49,154,865</u>
Governmental activities capital assets, net	<u>\$ 67,522,776</u>	<u>\$ 7,363,247</u>	<u>\$ (1,171,530)</u>	<u>\$ 73,714,493</u>
<b>Business-type activities</b>				
Nondepreciable assets				
Land and improvements	\$ 1,122,008	\$ -	\$ -	\$ 1,122,008
Construction in progress	413,850	-	-	413,850
Total non-depreciable assets	<u>1,535,858</u>	<u>-</u>	<u>-</u>	<u>1,535,858</u>
Depreciable assets				
Buildings and improvements	606,879	-	-	606,879
Machinery and equipment	251,861	-	-	251,861
Vehicles	40,450	-	-	40,450
Total depreciable assets	<u>899,190</u>	<u>-</u>	<u>-</u>	<u>899,190</u>
Less accumulated depreciation				
Buildings and improvements	(115,324)	(16,651)	-	(131,975)
Machinery and equipment	(42,484)	(30,738)	-	(73,222)
Vehicles	(5,885)	(3,641)	-	(9,526)
Total accumulated depreciation	<u>(163,693)</u>	<u>(51,030)</u>	<u>-</u>	<u>(214,723)</u>
Total depreciable assets, net	<u>735,497</u>	<u>(51,030)</u>	<u>-</u>	<u>684,467</u>
Business-type activities capital assets, net	<u>\$ 2,271,355</u>	<u>\$ (51,030)</u>	<u>\$ -</u>	<u>\$ 2,220,325</u>

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**9. Capital Assets (continued)**

Depreciation expense was charged to functions/programs as follows:

**Primary Government**

**Governmental activities**

General Government	\$ 335,918
Judicial	6,073
Public Safety	1,074,610
Public Works	1,993,344
Health and Welfare	47,951
Culture and Recreation	264,136
Housing and Development	<u>9,906</u>
Total depreciation expense for governmental activities	<u><u>\$ 3,731,938</u></u>

**Business-type activities**

Solid Waste	<u><u>\$ 51,030</u></u>
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**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**9. Capital Assets (continued)**

Activity for the discretely presented component units for the year ended December 31, 2010 are as follows:

	<u>Balance 12/31/2009</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance 12/31/2010</u>
<b>Governmental activities</b>				
<b>Health Department</b>				
Depreciable assets				
Furniture and equipment	\$ 14,758	\$ -	\$ -	\$ 14,758
Total depreciable assets	<u>14,758</u>	<u>-</u>	<u>-</u>	<u>14,758</u>
Less accumulated depreciation				
Furniture and equipment	(14,758)	-	-	(14,758)
Total accumulated depreciation	<u>(14,758)</u>	<u>-</u>	<u>-</u>	<u>(14,758)</u>
Total depreciable assets, net	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Business-type activities</b>				
<b>Development Authority</b>				
Depreciable assets				
Furniture and equipment	\$ 13,944	\$ -	\$ -	\$ 13,944
Total depreciable assets	<u>13,944</u>	<u>-</u>	<u>-</u>	<u>13,944</u>
Less accumulated depreciation				
Furniture and equipment	(7,340)	(963)	-	(8,303)
Total accumulated depreciation	<u>(7,340)</u>	<u>(963)</u>	<u>-</u>	<u>(8,303)</u>
Total Development Authority depreciable assets, net	<u>\$ 6,604</u>	<u>\$ (963)</u>	<u>\$ -</u>	<u>\$ 5,641</u>
<b>Business-type activities</b>				
<b>Industrial Building Authority</b>				
Non-depreciable assets				
Land	\$ 44,592	\$ -	\$ -	\$ 44,592
Total non-depreciable assets	<u>44,592</u>	<u>-</u>	<u>-</u>	<u>44,592</u>
Depreciable assets				
Infrastructure	4,039	-	-	4,039
Buildings	124,701	-	-	124,701
Total depreciable assets	<u>128,740</u>	<u>-</u>	<u>-</u>	<u>128,740</u>
Less accumulated depreciation				
Infrastructure	(3,141)	(269)	-	(3,410)
Buildings	(4,157)	(3,118)	-	(7,275)
Total accumulated depreciation	<u>(7,298)</u>	<u>(3,387)</u>	<u>-</u>	<u>(10,685)</u>
Total depreciable assets, net	<u>121,442</u>	<u>(3,387)</u>	<u>-</u>	<u>118,055</u>
Total Industrial Building Authority capital assets, net	<u>\$ 166,034</u>	<u>\$ (3,387)</u>	<u>\$ -</u>	<u>\$ 162,647</u>

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**10. Capital and Operating Lease Agreements**

The County has entered into agreements for the lease of certain facilities and equipment. The terms of the agreements meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, which defines a capital lease generally as one which transfers benefits and risk of ownership to the lessee. The balances of these leases at December 31, 2010, are \$789,336 for governmental activities. Total assets leased under capital leases are \$856,025 for governmental activities, consisting of buildings.

The following is a schedule of the future minimum lease payments together with the present value of the net minimum lease payments as of December 31, 2010:

Year Ending December 31,	Governmental activities
2011	\$ 90,579
2012	90,579
2013	90,579
2014	90,579
2015	90,579
2016 - 2020	452,897
2021 - 2025	90,579
Total minimum lease payments	996,371
Less amounts representing interest	(207,035)
Present value of minimum lease payments	\$ 789,336

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

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**11. Long-Term Debt**

***Governmental Activities***

***Contracts Payable***

***Etowah Water and Sewer Authority Revenue Bonds, Series 2002:*** The County entered into an intergovernmental agreement with the Etowah Water and Sewer Authority (EWSA) to pay for the \$5,630,000 of the total \$8,595,000 in Etowah Water and Sewer Authority Revenue Bonds, series 2002. The County agreed to pay \$5,630,000 of the total bond issue, and Etowah Water and Sewer Authority agreed to pay the remaining \$2,965,000. The County also agreed to pay to the Authority amounts sufficient to enable the Authority to pay the debt service on the Series 2002 Bonds in the event that the Authority's net revenues are insufficient to pay debt service on the Series 2002 bonds.

The bonds are issued as a combination of serial and term bonds with interest rates from 2% to 5.375% maturing from March 1, 2003 through March 1, 2028. The purpose of the bonds is to finance the improvements to the water and sewer system and refunding the outstanding bonds of the Authority. As of December 31, the County's portion of the Series 2002 bonds had an outstanding balance of \$4,575,000. The outstanding balance of the Authority's liability, for which the County will be liable if the Authority defaults, was \$1,995,000 at December 31, 2010.

The annual requirements to amortize contracts payable as of December 31, 2010, are as follows:

<b>Year Ending December 31,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2011	\$ 160,000	\$ 220,454	\$ 380,454
2012	165,000	214,034	379,034
2013	175,000	207,124	382,124
2014	190,000	199,478	389,478
2015	195,000	191,248	386,248
2016 - 2020	1,145,000	811,237	1,956,237
2021 - 2025	1,465,000	492,141	1,957,141
2026 - 2028	1,080,000	89,225	1,169,225
<b>Totals</b>	<b>\$ 4,575,000</b>	<b>\$ 2,424,941</b>	<b>\$ 6,999,941</b>

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**11. Long-Term Debt (continued)**

***Governmental Activities, continued***

***Contacts Payable, continued***

***Etowah Water and Sewer Authority Sprayfield Lease:*** The County entered into an intergovernmental agreement with EWSA to pay the interest on a bank note used to acquire 1,236 acres of land. The note was modified on November 24, 2009, to extend the maturity date from November 24, 2009 to November 5, 2011. The balance at December 31, 2010 was \$2,421,012 and bears interest at prime minus .25% with a floor of 3.75%. The interest rate at December 31, 2010 was 3.75%. The amount of interest paid in 2010 was \$93,429. The County made principal payments of \$240,432 from the sale of wetland credits on that land, but is not directly liable for the debt.

***Bonds Payable***

**General Obligation Sales Tax Bonds, Series 2004.** The County issued general obligation bonds in the amount of \$12,200,000. The bonds are issued as term bonds with interest rates from 3% to 4% maturing June 1, 2010. The purpose of the bonds is to finance the construction of the detention center, a facility for 911 emergency services and animal control. The bonds will also be used for the acquisition, construction and equipping a recreational complex. The bonds are secured by a 1% local option sales tax approved by the voters on March 2, 2004 and from the levy of an ad valorem tax. The bonds were paid in full in 2010.

**General Obligation Sales Tax Bonds, Series 2007.** In 2007, the County issued general obligation bonds in the amount of \$38,325,000. The bonds are issued as term bonds with interest rates from 4% to 5% maturing June 1, 2015. The purpose of the bonds is to finance the costs of acquiring, constructing, remodeling, and equipping of the Courthouse and Administration Building and the Sheriff's Office. The bonds are secured by a 1% local option sales tax approved by the voters on November 6, 2007 and then from the levy of an ad valorem tax. As of December 31, 2010, the bonds had an outstanding balance of \$34,825,000.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**11. Long-Term Debt (continued)**

***Governmental Activities, continued***

***Bonds Payable, continued***

The annual requirements to amortize bonds payable as of December 31, 2010, are as follows:

<b>Year Ending December 31,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2011	\$ 6,000,000	\$ 1,721,150	\$ 7,721,150
2012	6,300,000	1,421,150	7,721,150
2013	7,010,000	1,106,150	8,116,150
2014	7,650,000	775,750	8,425,750
2015	7,865,000	393,250	8,258,250
Totals	<u>\$ 34,825,000</u>	<u>\$ 5,417,450</u>	<u>\$ 40,242,450</u>

***Agreement for Sale Payable***

**Jail Construction.** On April 1, 2006, the County entered into a variable rate installment sale agreement in the amount of \$6,080,000 with the Association of County Commissioners of Georgia through the Bank of America ("Bank"). In addition, in order to manage its interest rate risk, the County determined that it should enter into an interest rate swap agreement with the Bank. The purpose of the agreement is to complete the financing for the construction of the new jail which is being partially funded through the 2004 SPLOST proceeds.

**Objective of the Interest Rate Swap.** The County's asset/liability strategy is to have a mixture of fixed-and variable-rate debt to take advantage of market fluctuations. Because the County anticipated that interest rates might decline, it decided to synthetically create variable-rate debt by entering into a derivative.

**Terms.** The County entered into a pay-variable, receive-fixed interest rate swap for the term of its \$6,080,000 4.27% agreement for sale. The notional value of the swap is \$4,690,000. Under the terms of the swap, entered into March 28, 2006 and scheduled to end December 1, 2020, the County pays a fixed rate of 4.27% and receives a variable-rate equivalent to one month London Interbank Offered Rate (LIBRO) less 63 basis points, which totaled 0.94% at December 31, 2010.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**11. Long-Term Debt (continued)**

***Agreement for Sale Payable (continued)***

**Fair Value.** As of December 31, 2010, the swap had a fair value of \$4,949,022, calculated using the par-value method: the fixed rate on the swap was compared with the current fixed rates that could be achieved in the marketplace should the swap be unwound. The fixed-rate bond component was valued by discounting the fixed-rate cash flows using the current yield to maturity of a comparable bond. The variable-rate component was assumed to be at par value because the interest rate resets to the market rate at every reset date. The fair value was then calculated by subtracting the established market value of the fixed component from the established market value of the variable component (the par value of the bond).

**Credit Risk.** The swap's fair value represented the County's credit exposure to the counterparty as of December 31, 2010. Should the counterparty to this transaction fail to perform according to the terms of the swap contract, the County faces a maximum possible loss equivalent to the fixed interest amount.

**Interest Rate Risk.** The swap increases the County's exposure to interest rate risk. As LIBOR plus decreases, the County's net payment on the swap increases.

**Swap Payments and Associated Debt.** Using interest rates as of December 31, 2010, principal and interest requirements of the debt and net swap payments for the term of the swap and the debt are as follows. As rates vary, net swap payments will vary.

Year Ending December 31,	Governmental Activities			Total
	Fixed Rate Bonds Principal	Interest	Interest Rate Swaps, Net	
2011	\$ 385,000	\$ 200,263	\$ 156,302	\$ 741,565
2012	405,000	183,824	143,471	732,295
2013	420,000	166,530	129,974	716,504
2014	435,000	148,596	115,977	699,573
2015	455,000	130,022	101,480	686,502
2016 - 2020	2,590,000	340,960	266,116	3,197,076
	<u>\$ 4,690,000</u>	<u>\$ 1,170,195</u>	<u>\$ 913,320</u>	<u>\$ 6,773,515</u>

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**11. Long-Term Debt (continued)**

***Agreement for Sale Payable (continued)***  
***Pledged Revenue***

Dawson County has pledged SPLOST IV revenues to repay its contract payable related its 2004 General Obligation Sales Tax Bonds with an original debt of \$12,200,000. In the event that the County's SPLOST IV revenues are insufficient to cover the principal and interest payments, the County has agreed to pledge its property tax revenue. The contract payable was paid in full in 2010.

Dawson County has pledged SPLOST V revenues to repay its bonds payable related to its 2007 General Obligation Sales Tax Bonds with an original debt of \$38,325,000. In the event that the County's SPLOST V revenues are insufficient to cover the principal and interest payments, the County has agreed to pledge its property tax revenue. The bonds are payable through 2015. The total principal and interest remaining to be paid is \$47,792,450. For the current year, the principal and interest paid, and SPLOST V revenues recognized by the County were \$5,361,150 and \$5,314,274, respectively. Current year principal and interest payments are approximately 94.1% of net revenues.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**11. Long-Term Debt (continued)**

***Changes in Long - Term Debt***

The following is a summary of changes in long-term debt of the County for the fiscal year ending December 31, 2010.

	<u>Balance 12/31/2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 12/31/2010</u>	<u>Due Within One Year</u>
<b>Governmental activities</b>					
Bonds payable	\$ 41,175,000	\$ -	\$ 6,350,000	\$ 34,825,000	\$ 6,000,000
Plus: original issue premium	2,050,806	-	388,227	1,662,579	369,462
Total bonds payable	<u>43,225,806</u>	<u>-</u>	<u>6,738,227</u>	<u>36,487,579</u>	<u>6,369,462</u>
Contracts payable - EWSA	4,735,000	-	160,000	4,575,000	160,000
Agreement for sale - Jail	5,060,000	-	370,000	4,690,000	385,000
Capital leases	925,662	-	136,326	789,336	57,639
Net pension obligation	76,841	307,546	315,699	68,688	-
Compensated absences	266,225	421,074	434,223	253,076	253,076
Total governmental activities	<u>\$ 54,289,534</u>	<u>\$ 728,620</u>	<u>\$ 8,154,475</u>	<u>\$ 46,863,679</u>	<u>\$ 7,225,177</u>
<b>Business-type activities</b>					
Landfill post-closure care costs	\$ 928,400	\$ -	\$ 24,639	\$ 903,761	\$ 24,639
Compensated Absences	<u>1,178</u>	<u>471</u>	<u>471</u>	<u>1,178</u>	<u>1,178</u>
	<u>\$ 929,578</u>	<u>\$ 471</u>	<u>\$ 25,110</u>	<u>\$ 904,939</u>	<u>\$ 25,817</u>

Revenue bond issue costs and discounts/premiums are amortized over the life of the related debt using the straight-line method. In prior years, long-term liabilities, such as compensated absences and net pension obligations of the governmental activities were liquidated in the General Fund. The landfill post-closure care costs are paid for by the Solid Waste Fund.

Long-term liability activity for the Health Department Component Unit for the year ended June 30, 2010, was as follows:

	<u>Balance 12/31/2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 12/31/2010</u>	<u>Due Within One Year</u>
<b>Governmental activities</b>					
<b>Health Department</b>					
Compensated absences	\$ 40,653	\$ 27,848	\$ 28,511	\$ 39,990	\$ 28,500
Total governmental activities	<u>\$ 40,653</u>	<u>\$ 27,848</u>	<u>\$ 28,511</u>	<u>\$ 39,990</u>	<u>\$ 28,500</u>

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**12. Landfill Closure and Post-Closure Care Costs**

State and Federal laws and regulations require the County to place a final cover on a landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for up to thirty years after closure. Although closure and post closure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports an estimated portion of these closure and post closure care costs as a current operating expenditure in each period based on landfill capacity used as of each balance sheet date. The estimated costs are subject to adjustment due to changes in inflation or deflation, technology, or applicable laws or regulations. There was no amortization cost of the landfill liability in 2010. The current amount of post closure care costs remaining as of December 31, 2010 is \$903,761. The landfill was officially closed February 7, 2002.

**13. Designated Equity Balances**

An amount of \$9,532 has been designated in the Mentor Program Special Revenue Fund for the 2011 budget.

An amount of \$49,656 has been designated in the Restricted Programs Special Revenue Fund for the 2011 budget.

An amount of \$12,497 has been designated in the Victims Rights and Assistance Special Revenue Fund for the 2011 budget.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**14. Reserved Equity Balances**

**A. General Fund**

Reserved for prepaids - An amount of \$204,952 has been reserved for prepaid items since this amount is not legally available for appropriation.

Reserved for inventory - The total of \$81,648 has been reserved for inventory since this amount is not legally available for appropriation.

Reserved for public safety - The total of \$116,788 has been reserved for funds held for the Sheriff Department for capital since this amount is not legally available for appropriation.

Reserved for health and welfare - The total of \$36,744 has been reserved for the Senior Center for capital since this amount is not legally available for appropriation.

Reserved for culture and recreation - The total of \$28,667 has been reserved for donations received for Parks and Recreation since this amount is not legally available for appropriation.

**B. Capital Projects Funds**

Reserved for capital outlay projects - An amount of \$249,300 has been reserved for monies held on a bond for a specific developer project in the Impact Fees Capital Projects Fund. An amount of \$19,925,072 has been reserved in the Capital Projects Fund for unspent bond proceeds related to the courthouse construction.

Reserved for debt service – An amount of \$9,504,562 has been reserved in the Capital Projects Fund for monies held for future bond debt service.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**15. Retirement Plans**

***Defined Benefit Pension Plan***

***(A) Plan Description***

The County contributes to the Association of the County Commissioners of Georgia Restated Pension Plan for Dawson County Employees (The Plan), a defined benefit pension plan, an agent multiple-employer public employee retirement system. The Plan issues a publicly available financial report that includes financial statements and required supplementary information for the Plan. That report may be obtained by writing to Dawson County Board of Commissioners at: 76 Howard Avenue, E. Suite 120, Dawsonville, GA 30534.

The Plan provides retirement, disability and death benefits to plan participants and beneficiaries. The Plan, through execution of an adoption agreement, is affiliated with the Association County Commissioners of Georgia Second Restated Defined Benefit Plan (The ACCG Plan), an agent multiple-employer pension plan administered by the Government Employee's Benefit Corporation (GEBCorp). The ACCG, in its role as Plan Sponsor, has the sole authority to amend the provisions of the ACCG Plan, as provided in Section 19.03 of the ACCG Plan document. The County has the authority by resolution to amend the adoption agreement, which defines the specific benefit provisions of the Plan, as provided in section 19.02 of the ACCG Plan document.

Any full-time County employee meeting the provisions as set out in the adoption agreement are eligible to participate in the Plan after completing three years of service. Benefits vest at 100% after 5 years of service. Participants become eligible to retire at the earlier of: a) age 65 or b) the third anniversary of the first day of the Plan Year in which the participant commenced participation in the Plan.

Upon eligibility to retire, participants are entitled to an annual benefit in the amount of .50% of average annual compensation up to \$6,600 plus 1% of average compensation in excess of \$6,600 plus \$36 multiplied by years of service. Compensation is averaged over a five year period prior to retirement or termination. The Plan also provides benefits in the event of death before retirement. These benefit provisions were established by an adoption agreement executed by the County Board of Commissioners.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**15. Retirement Plans (continued)**

***Defined Benefit Pension Plan (continued)***

***(A) Plan Description (continued)***

Current membership and current year payrolls are as follows:

Retirees and beneficiaries currently receiving benefits	25
Terminated vested participants entitled to but not yet receiving benefits	98
Active participants	118
Disabled participants currently receiving benefits	-
	241
Total number of participants	241

***(B) Funding Policy***

County employees are not required to contribute to the Plan. The County contributes the entire cost of the Plan, using the actuarial basis described in the annual valuation report. The current rate is 6.4% of annual covered payroll. The County's covered payroll for employees participating in the Plan as of January 1, 2010, (the most recent actuarial valuation date) was \$4,934,894 (based on covered earnings for the preceding year). The Board of Commissioners provides for the benefits and funding policy through County ordinance and maintains the authority to change the policy.

***(C) Annual Pension Cost and Net Pension Obligation***

The administrative expenses set by contract between the ACCG and GEBCorp are in addition to the state-required annual funding requirement.

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

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**15. Retirement Plans (continued)**

***Defined Benefit Pension Plan (continued)***

***(C) Annual Pension Cost and Net Pension Obligation (continued)***

The information was determined as part of the actuarial valuation performed as of January 1, 2010. Additional information as of the latest actuarial valuation follows:

Valuation date	January 1, 2010
Actuarial cost method	Projected Unit Credit
Amortization method	Level Percent of Pay (closed)
Asset valuation method	Market Value
Remaining amortization period	10 years
Actuarial assumptions:	
Assumed rate of return on assets	7.75%
Expected future salary increases	7.5%
Expected inflation	3.0%
Cost-of-living adjustments	N/A
Post-retirement benefit increases	N/A

The County's annual pension cost and net pension obligations for the current year were as follows:

Annual required contribution (ARC)	\$ 316,923
Interest on net pension obligation	5,257
Amortization of net pension obligation	<u>(5,625)</u>
Annual pension cost	316,555
Contributions made	<u>315,699</u>
Increase (decrease) in net pension obligation	856
Net pension obligation - beginning of year	<u>67,832</u>
Net pension obligation - end of year	<u><u>\$ 68,688</u></u>

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**15. Retirement Plans (continued)**

***Defined Benefit Pension Plan (continued)***

***(D) Historical Trend Information***

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Trend information for the pension plan is presented below.

**Schedule of Employer Contributions**

Year Beginning	Annual Pension Cost (APC)	Actual County Contribution	Percentage of APC Contributed	Net Pension Obligation
1/1/2010	\$ 316,555	\$ 315,699	99.7%	\$ 68,688
1/1/2009	310,566	310,936	100.1%	67,832
1/1/2008	308,012	34,187	11.1%	68,202
1/1/2007	286,082	288,583	100.9%	(205,623)
1/1/2006	319,480	336,928	105.5%	(203,122)
1/1/2005	294,235	372,544	126.6%	(185,674)

**Schedule of Funding Progress**

Year Ending	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2009	\$ 2,743,045	\$ 3,428,231	\$ 685,186	80.0%	\$ 5,099,175	13.4%
12/31/2008	2,351,740	3,134,142	782,402	75.0%	5,301,419	14.8%
12/31/2007	2,510,476	2,808,569	298,093	89.4%	4,984,636	6.0%
12/31/2006	2,144,481	2,758,215	613,734	77.7%	5,009,337	12.3%
12/31/2005	1,722,072	2,444,270	722,198	70.5%	4,884,806	14.8%
12/31/2004	1,367,759	2,026,590	658,831	67.5%	3,956,023	16.7%

***401 (a) Retirement Plan***

Effective January 1, 2007, the County, by resolution, adopted the AACG 401 (a) Defined Contribution Plan for employees of Dawson County. This plan is administered by GEBCorp. Employees are immediately vested in the plan once contributions are made. The County matches 100% of employee voluntary contributions up to 4% of salary. The County may change the contribution requirements by resolution. The employee contributions for 2010 were \$231,336 and the County matching contribution was \$129,758.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**15. Retirement Plans (continued)**

***Other Plans***

In addition to the above pension plans, the following pension plans cover County employees but the County is not legally responsible for contributions to the pension plans. Other governmental entities are legally responsible for these contributions as well as required disclosures.

**(A) PROBATE JUDGES' RETIREMENT FUND OF GEORGIA**

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

**(B) CLERK OF SUPERIOR COURT RETIREMENT FUND**

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

**(C) SHERIFF'S RETIREMENT FUND/PEACE OFFICER'S ANNUITY AND BENEFIT FUND**

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

**(D) GEORGIA STATE EMPLOYEES' RETIREMENT SYSTEM**

The Health Department's eligible employees participate in the Georgia State Employees Retirement System (ERS), a statewide multiple-employer public employee retirement system covering employees of local boards of health and various agencies and departments of the State of Georgia. ERS is funded through employer and employee contributions and the Health Department has no legal obligation for paying benefits.

**(E) TEACHER RETIREMENT SYSTEM OF GEORGIA (TRS)**

Dawson County's Extension agent and staff are covered by the Teachers Retirement System of Georgia (TRS), which is a cost-sharing multiple employer public employee retirement system (PERS) funded by employee and employer contributions.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**15. Retirement Plans (continued)**

***Other Plans (continued)***

**(F) GEORGIA FIREFIGHTERS' PENSION FUND**

Dawson County's firefighters are covered by the Georgia Firefighters' Pension Fund, which is a cost-sharing multiple employer defined benefit pension plan. The plan is funded by a combination of member contributions and a tax imposed on gross insurance premiums written by insurance companies, corporations or associations for fire, inland marine and allied lines, lightning extended coverage, and windstorm policies covering property within the State of Georgia.

**16. Hotel/Motel Lodging Tax**

On February 19, 2009, the County changed its lodging tax from 5% to 8%. A summary of the transactions for the fiscal year ending December 31, 2010 follows:

Lodging Tax Receipts	\$ 301,359
Disbursements for trade and tourism	\$ 301,359 100% of tax receipts

**17. Joint Ventures**

Under Georgia law, the County, in conjunction with other cities and counties in the northeast Georgia area, is a member of the Georgia Mountains Regional Development Center (GMRDC) and is required to pay annual dues thereto. During the year ended December 31, 2010, the County paid \$23,920 in such dues. Membership in an RDC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of the RDC in Georgia. The RDC Board membership includes the chief elected official in each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RDC. A copy of the GMRDC financial statements can be obtained from GMRDC, 1310 West Ridge Road, Gainesville, Georgia 30501.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**18. Risk Management**

The County is exposed to various risks in terms of losses related to torts, thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has not decreased any of its insurance coverage from the prior year, and there have been no claims in excess of insurance coverage over the past three years.

***Group Health Insurance***

The government carries commercial insurance for its employees through a fully-insured plan with Association County Commissioners of Georgia/Blue Cross Blue Shield of Georgia (ACCG/BCBS).

***Other***

The County is a member of the Association of county commissioners of Georgia Interlocal Risk Management Agency (IRMA). IRMA is a group self-insurance fund covering general liability, automobile damage and theft, fire damage, and employee dishonesty for Georgia County Governments. IRMA pays losses up to \$10,000 per individual claim or \$1,000,000 for all claims. However, excess losses, if any, are covered by reinsurance and would be paid by the reinsurer.

The members of IRMA are assessable if the losses that IRMA must pay exceed the assets of the pool. At December 31, 2010, there was no need for such an assessment.

***Workers' Compensation***

The County participates in the Association County Commissioners of Georgia (ACCG) Group Self-Insurance Workers' Compensation Fund (GSIWCF), a self-insured pool cooperative arrangement among its members to finance workers' compensation coverage. The fund is owned by its members and is managed by a seven member Board of Trustees made up of representatives from participating counties. Losses are paid by the fund

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**18. Risk Management (continued)**

***Workers' Compensation (continued)***

Excess losses, if any, are covered by reinsurance and would be paid by the reinsurer. The members of the Fund are assessable if the losses that the Fund must pay exceed the assets of the pool. At December 31, 2010, there was no need for such an assessment. Therefore, no liability for this has been included in these financial statements.

As part of these risk pools (IRMA & GSIWCF), the County is obligated to pay all contributions and assessments to cooperate with the pools' agents and attorneys, to follow loss reduction procedures established by funds, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents that could require the funds to pay any type of loss. The County is also to allow all pools' agents and attorneys to represent the County in investigations, settlement discussions, and all levels of litigation arising out of any claim made against the County.

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 assessed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

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

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**December 31, 2010**

**19. Commitments and Contingencies**

***Commitments***

The County has active construction projects as of December 31, 2010. At fiscal year end, the County's commitments with contractors are as follows:

<b>Project</b>	<b>Amount Spent to Date</b>	<b>Remaining Commitment</b>
Holcomb Road Bridge Replacement	\$ 216,872	\$ 82,754
Dawson County Courthouse	8,170,883	9,825,307
Total	<u>\$ 8,387,755</u>	<u>\$ 9,908,061</u>

***Contingencies***

The County is involved in several civil lawsuits filed in the normal course of its activities. The majority of these claims are considered minimal with a favorable outcome expected. The County's position is to vigorously defend its position or seek an out of court settlement. These particular cases are covered by the County's liability insurance less the applicable deductible amount of \$10,000 for each case.

In September of 2006, the County accepted a Community Development Block Grant from the Department of Community Affairs in the amount of \$500,000 for construction of a new Adult Learning Center. As a condition of the grant, the County must agree to use the facility for the approved purpose throughout the life of the life of the facility. Should the facility be converted to an ineligible use, the Department of Community Affairs will require repayment of the grant. The repayment will be based on 20-year straight-line depreciation, except 100% repayment of grant funds will be required to be repaid during the first 5 years after the grant closeout date, which occurred February 2009.

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# Supplementary Information



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**COMBINING STATEMENTS**  
***Nonmajor Governmental Funds***

**DAWSON COUNTY, GEORGIA**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**December 31, 2010**

	Special Revenue													Total Nonmajor Governmental Funds	
	Emergency 911 Telephone Services	Multiple Grants	Mentor Program	Restricted Programs	Jail	Hotel/ Motel Tax	Law Library	Victims Rights and Assistance	Drug Abuse Treatment and Education	District Attorney Seizure	Sheriff's Seizure	Inmate Welfare	K-9 Seizure		Inmate Store and Welfare
<b>ASSETS</b>															
Cash	\$ 126,845	\$ -	\$ 9,532	\$ 53,939	\$ 124,154	\$ -	\$ 81,069	\$ 22,389	\$ 25,709	\$ 13,053	\$ 14,280	\$ 26,125	\$ 2,868	\$ 7,819	\$ 507,782
Receivables															
Accounts	84,804	-	-	-	-	-	-	-	-	-	-	-	-	-	84,804
Intergovernmental	-	223,216	-	-	-	-	-	-	-	-	-	-	-	-	223,216
Taxes	-	-	-	-	-	23,269	-	-	-	-	-	-	-	-	23,269
<b>Total assets</b>	<b>\$ 211,649</b>	<b>\$ 223,216</b>	<b>\$ 9,532</b>	<b>\$ 53,939</b>	<b>\$ 124,154</b>	<b>\$ 23,269</b>	<b>\$ 81,069</b>	<b>\$ 22,389</b>	<b>\$ 25,709</b>	<b>\$ 13,053</b>	<b>\$ 14,280</b>	<b>\$ 26,125</b>	<b>\$ 2,868</b>	<b>\$ 7,819</b>	<b>\$ 839,071</b>
<b>LIABILITIES AND FUND BALANCES</b>															
<b>Liabilities</b>															
Accounts payable	\$ 1,666	\$ 29,821	\$ -	\$ 76	\$ -	\$ 19,345	\$ -	\$ 4,230	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 55,138
Intergovernmental	-	1,052	-	-	-	-	-	-	-	-	-	-	-	-	1,052
Accrued salaries and payroll liabilities	9,962	11,676	-	320	-	-	135	432	-	-	-	-	-	-	22,525
Deferred revenue	-	7,500	-	-	-	-	-	-	-	-	-	-	-	-	7,500
Due to other funds	-	173,167	-	-	119,504	3,924	1,578	5,230	-	142	-	-	2,868	-	306,413
Amounts held in trust	-	-	-	-	-	-	-	-	-	-	-	-	-	7,380	7,380
<b>Total liabilities</b>	<b>11,628</b>	<b>223,216</b>	<b>-</b>	<b>396</b>	<b>119,504</b>	<b>23,269</b>	<b>1,713</b>	<b>9,892</b>	<b>-</b>	<b>142</b>	<b>-</b>	<b>-</b>	<b>2,868</b>	<b>7,380</b>	<b>400,008</b>
<b>Fund balances</b>															
Unreserved, designated for budget	-	-	9,532	49,656	-	-	-	12,497	-	-	-	-	-	-	71,685
Unreserved, undesignated	200,021	-	-	3,887	4,650	-	79,356	-	25,709	12,911	14,280	26,125	-	439	367,378
<b>Total fund balances</b>	<b>200,021</b>	<b>-</b>	<b>9,532</b>	<b>53,543</b>	<b>4,650</b>	<b>-</b>	<b>79,356</b>	<b>12,497</b>	<b>25,709</b>	<b>12,911</b>	<b>14,280</b>	<b>26,125</b>	<b>-</b>	<b>439</b>	<b>439,063</b>
<b>Total liabilities and fund balances</b>	<b>\$ 211,649</b>	<b>\$ 223,216</b>	<b>\$ 9,532</b>	<b>\$ 53,939</b>	<b>\$ 124,154</b>	<b>\$ 23,269</b>	<b>\$ 81,069</b>	<b>\$ 22,389</b>	<b>\$ 25,709</b>	<b>\$ 13,053</b>	<b>\$ 14,280</b>	<b>\$ 26,125</b>	<b>\$ 2,868</b>	<b>\$ 7,819</b>	<b>\$ 839,071</b>

**DAWSON COUNTY, GEORGIA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**For the year ended December 31, 2010**

	Special Revenue													Total Nonmajor Governmental Funds	
	Emergency 911 Telephone Services	Multiple Grants	Mentor Program	Restricted Programs	Jail	Hotel/ Motel Tax	Law Library	Victims Rights and Assistance	Drug Abuse Treatment and Education	District Attorney Seizure	Sheriff's Seizure	Inmate Welfare	K-9 Seizure		Inmate Store and Welfare
<b>REVENUES</b>															
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 301,359	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 301,359
Fines, fees, and forfeitures	-	-	-	-	63,782	-	26,702	25,867	17,774	3,912	9,753	-	-	-	147,790
Charges for services	439,264	96,420	-	-	-	-	-	-	-	-	51,543	-	-	-	587,227
Intergovernmental	-	774,113	-	-	-	-	-	-	-	-	-	-	-	-	774,113
Interest	-	-	-	-	170	-	124	46	47	17	30	41	-	-	475
Contributions	-	200	15,115	78,084	-	-	-	-	-	-	-	-	-	-	93,399
Other	-	-	-	-	-	-	154	-	-	-	-	-	-	-	154
<b>Total revenues</b>	<b>439,264</b>	<b>870,733</b>	<b>15,115</b>	<b>78,084</b>	<b>63,952</b>	<b>301,359</b>	<b>26,980</b>	<b>25,913</b>	<b>17,821</b>	<b>3,929</b>	<b>9,783</b>	<b>51,584</b>	<b>-</b>	<b>-</b>	<b>1,904,517</b>
<b>EXPENDITURES</b>															
Current															
General Government	-	5,921	-	-	-	-	-	-	-	-	-	-	-	-	5,921
Judicial	-	213,847	-	-	-	-	26,698	50,100	-	1,541	-	-	-	-	292,186
Public Safety	766,073	336,399	-	31,798	59,504	-	-	-	-	43,296	44,663	2,868	-	-	1,284,601
Public Works	-	95,283	-	-	-	-	-	-	-	-	-	-	-	-	95,283
Health and Welfare	-	555,183	51,534	60,397	-	-	-	-	-	-	-	-	-	-	667,114
Culture and Recreation	-	86,870	-	-	-	-	-	-	-	-	-	-	-	-	86,870
Housing and Development	-	81,724	-	-	-	301,359	-	-	-	-	-	-	-	-	383,083
<b>Total expenditures</b>	<b>766,073</b>	<b>1,375,227</b>	<b>51,534</b>	<b>92,195</b>	<b>59,504</b>	<b>301,359</b>	<b>26,698</b>	<b>50,100</b>	<b>-</b>	<b>1,541</b>	<b>43,296</b>	<b>44,663</b>	<b>2,868</b>	<b>-</b>	<b>2,815,058</b>
Excess (deficiency) of revenues over (under) expenditures	(326,809)	(504,494)	(36,419)	(14,111)	4,448	-	282	(24,187)	17,821	2,388	(33,513)	6,921	(2,868)	-	(910,541)
Other financing sources (uses)															
Transfers in	400,399	530,529	26,071	21,839	-	-	-	-	-	-	-	-	28,145	-	1,006,983
Transfers out	-	(26,070)	-	(200)	(60,000)	-	-	-	(28,000)	-	-	-	-	-	(114,270)
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	29,326	-	-	-	29,326
<b>Total other financing sources (uses)</b>	<b>400,399</b>	<b>504,459</b>	<b>26,071</b>	<b>21,639</b>	<b>(60,000)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(28,000)</b>	<b>-</b>	<b>29,326</b>	<b>-</b>	<b>28,145</b>	<b>-</b>	<b>922,039</b>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	73,590	(35)	(10,348)	7,528	(55,552)	-	282	(24,187)	(10,179)	2,388	(4,187)	6,921	25,277	-	11,498
Fund balances, January 1	126,431	35	19,880	46,015	60,202	-	79,074	36,684	35,888	10,523	18,467	19,204	(25,277)	439	427,565
<b>Fund balances, December 31</b>	<b>\$ 200,021</b>	<b>\$ -</b>	<b>\$ 9,532</b>	<b>\$ 53,543</b>	<b>\$ 4,650</b>	<b>\$ -</b>	<b>\$ 79,356</b>	<b>\$ 12,497</b>	<b>\$ 25,709</b>	<b>\$ 12,911</b>	<b>\$ 14,280</b>	<b>\$ 26,125</b>	<b>\$ -</b>	<b>\$ 439</b>	<b>\$ 439,063</b>

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***GENERAL FUND***

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

**DAWSON COUNTY, GEORGIA  
GENERAL FUND  
BALANCE SHEET  
December 31, 2010**

**ASSETS**

Cash	\$ 12,980,645
Receivables (net)	
Accounts	510,096
Intergovernmental	134,252
Taxes	1,746,383
Prepays	204,952
Inventories	81,648
Due from other funds	<u>309,569</u>
<b>Total assets</b>	<b><u><u>\$ 15,967,545</u></u></b>

**LIABILITIES AND FUND BALANCES**

**Liabilities**

Accounts payable	\$ 341,844
Accrued salaries and payroll liabilities	223,176
Due to other funds	743
Deferred revenue	11,067,636
Amounts held in trust	<u>132,342</u>
<b>Total liabilities</b>	<b><u>11,765,741</u></b>

**Fund balances**

Reserved for prepaids	204,952
Reserved for inventories	81,648
Reserved for public safety	116,788
Reserved for health and welfare	36,734
Reserved for culture and recreation	28,667
Unreserved, undesignated	<u>3,733,015</u>
<b>Total fund balances</b>	<b><u>4,201,804</u></b>
<b>Total liabilities and fund balances</b>	<b><u><u>\$ 15,967,545</u></u></b>

**DAWSON COUNTY, GEORGIA**  
**GENERAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**For the year ended December 31, 2010**

<b>REVENUES</b>	
Taxes	\$ 18,188,958
Licenses and permits	412,224
Fines, fees and forfeitures	655,006
Charges for services	1,873,306
Intergovernmental	378,908
Interest	17,020
Contributions	116,082
Other	109,763
<b>Total revenues</b>	<u>21,751,267</u>
<b>EXPENDITURES</b>	
Current	
General Government	4,103,027
Judicial	2,327,859
Public Safety	9,687,376
Public Works	1,082,725
Health and Welfare	392,443
Culture and Recreation	1,377,078
Housing and Development	516,354
Total Current	<u>19,486,862</u>
Debt Service	
General Government	100,357
Public Safety	62,335
Culture and Recreation	7,705
Housing and Development	7,052
Total Debt Service	<u>177,449</u>
<b>Total expenditures</b>	<u>19,664,311</u>
Excess of revenues over expenditures	<u>2,086,956</u>
Other financing sources (uses)	
Transfers in	8,840
Transfers out	(1,232,434)
Sale of capital assets	-
Total other financing sources (uses)	<u>(1,223,594)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	863,362
Fund balances, January 1	<u>3,338,442</u>
<b>Fund balances, December 31</b>	<u><u>\$ 4,201,804</u></u>

**DAWSON COUNTY, GEORGIA**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
<b>Taxes</b>			
General property taxes			
Real and personal tax	\$ 11,825,000	\$ 11,321,511	\$ (503,489)
Motor vehicle tax	625,000	571,934	(53,066)
Mobile home tax	8,000	9,004	1,004
Timber tax	5,000	3,896	(1,104)
Cost, penalties, and interest	<u>275,800</u>	<u>321,974</u>	<u>46,174</u>
Total general property taxes	12,738,800	12,228,319	(510,481)
Local option sales tax	5,016,000	4,570,368	(445,632)
Insurance premium tax	765,000	733,090	(31,910)
Intangibles tax	270,000	189,630	(80,370)
Real estate transfer tax	55,000	33,177	(21,823)
Franchise tax	39,700	50,691	10,991
Beer and wine tax	348,000	356,911	8,911
Occupational tax	45,000	26,736	(18,264)
Other tax	<u>-</u>	<u>36</u>	<u>36</u>
Total taxes	<u>19,277,500</u>	<u>18,188,958</u>	<u>(1,088,542)</u>
<b>Licenses and permits</b>			
Alcohol licenses	135,157	124,544	(10,613)
Building permits	230,000	103,183	(126,817)
Business licenses	180,000	168,662	(11,338)
Other permits	<u>9,800</u>	<u>15,835</u>	<u>6,035</u>
Total licenses and permits	<u>554,957</u>	<u>412,224</u>	<u>(142,733)</u>
<b>Fines, fees and forfeitures</b>			
	<u>836,500</u>	<u>655,006</u>	<u>(181,494)</u>
<b>Charges for Services</b>			
Emergency services	415,799	458,875	43,076
Sheriff services	77,500	97,944	20,444
Prisoner board	30,000	107,812	77,812
Recreation fees	201,660	217,946	16,286
Fire protection	30,000	15,376	(14,624)
Collection commissions	431,000	462,762	31,762
Other charges for services	<u>536,212</u>	<u>512,591</u>	<u>(23,621)</u>
Total charges for services	<u>1,722,171</u>	<u>1,873,306</u>	<u>151,135</u>
<b>Intergovernmental</b>			
	<u>376,600</u>	<u>378,908</u>	<u>2,308</u>
<b>Interest</b>			
	<u>290,000</u>	<u>17,020</u>	<u>(272,980)</u>

**DAWSON COUNTY, GEORGIA  
GENERAL FUND  
SCHEDULE OF REVENUES  
BUDGET (GAAP BASIS) AND ACTUAL  
For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
<b>Contributions</b>	\$ 116,164	\$ 116,082	\$ (82)
<b>Other</b>			
Rental Income	-	38,533	38,533
Miscellaneous	493,692	71,230	(422,462)
Total other	493,692	109,763	(383,929)
<b>Total revenues</b>	<u>\$ 23,667,584</u>	<u>\$ 21,751,267</u>	<u>\$ (1,916,317)</u>

**DAWSON COUNTY, GEORGIA  
GENERAL FUND  
SCHEDULE OF EXPENDITURES  
BUDGET (GAAP BASIS) AND ACTUAL  
For the year ended December 31, 2010**

<b>EXPENDITURES</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>Current</b>			
<b>General Government</b>			
Board of Commissioners			
Personal services	\$ 145,669	\$ 132,873	\$ 12,796
Contract services	161,425	155,563	5,862
Materials and supplies	7,225	4,149	3,076
Total Board of Commissioners	<u>314,319</u>	<u>292,585</u>	<u>21,734</u>
County Administration			
Personal services	251,890	225,837	26,053
Contract services	140,105	132,643	7,462
Materials and supplies	10,095	4,801	5,294
Total County Administration	<u>402,090</u>	<u>363,281</u>	<u>38,809</u>
Elections/Registrar			
Personal services	173,967	173,967	-
Contract services	65,854	65,852	2
Materials and supplies	3,330	3,330	-
Capital Outlay	33,934	33,933	1
Total Elections/Registrar	<u>277,085</u>	<u>277,082</u>	<u>3</u>
Financial Administration			
Personal services	433,927	414,268	19,659
Contract services	105,892	83,725	22,167
Materials and supplies	8,544	5,339	3,205
Total Financial Administration	<u>548,363</u>	<u>503,332</u>	<u>45,031</u>
Purchasing			
Personal services	134,901	103,091	31,810
Contract services	6,939	3,457	3,482
Materials and supplies	3,403	1,158	2,245
Total Purchasing	<u>145,243</u>	<u>107,706</u>	<u>37,537</u>
Information Technology			
Personal services	175,309	142,779	32,530
Contract services	119,252	82,252	37,000
Materials and supplies	23,055	6,792	16,263
Total Information Technology	<u>317,616</u>	<u>231,823</u>	<u>85,793</u>
Human Resources			
Personal services	135,798	118,390	17,408
Contract services	29,142	9,683	19,459
Materials and supplies	3,222	2,634	588
Total Human Resources	<u>168,162</u>	<u>130,707</u>	<u>37,455</u>
Tax Commissioner			
Personal services	387,950	375,263	12,687
Contract services	68,909	54,252	14,657
Materials and supplies	10,552	6,076	4,476
Total Tax Commissioner	<u>467,411</u>	<u>435,591</u>	<u>31,820</u>

**DAWSON COUNTY, GEORGIA**  
**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**For the year ended December 31, 2010**

	Final Budget	Actual	Variance
<b>General Government (continued)</b>			
Tax Assessor			
Personal services	\$ 336,001	\$ 331,400	\$ 4,601
Contract services	46,724	40,915	5,809
Materials and supplies	10,000	5,403	4,597
Total Tax Assessor	<u>392,725</u>	<u>377,718</u>	<u>15,007</u>
Risk Management			
Contract services	245,720	175,039	70,681
Payments to others	50,033	45,272	4,761
Total Risk Management	<u>295,753</u>	<u>220,311</u>	<u>75,442</u>
Facility Management			
Personal services	398,821	322,637	76,184
Contract services	304,362	284,017	20,345
Materials and supplies	253,158	244,202	8,956
Capital outlay	57,535	9,566	47,969
Total Facility Management	<u>1,013,876</u>	<u>860,422</u>	<u>153,454</u>
Board of Equalization			
Personal services	4,441	4,441	-
Contract services	11,109	4,576	6,533
Materials and supplies	175	49	126
Total Board of Equalization	<u>15,725</u>	<u>9,066</u>	<u>6,659</u>
Other General Government			
Personal services	213	212	1
Contract services	149,052	52,759	96,293
Payments to others	202,099	240,432	(38,333)
Total Other General Government	<u>351,364</u>	<u>293,403</u>	<u>57,961</u>
Total General Government	<u>4,709,732</u>	<u>4,103,027</u>	<u>606,705</u>
<b>Judicial</b>			
Superior Court			
Personal services	312,010	306,247	5,763
Contract services	147,295	114,889	32,406
Materials and supplies	3,756	2,642	1,114
Payments to others	31,371	31,371	-
Total Superior Court	<u>494,432</u>	<u>455,149</u>	<u>39,283</u>
Clerk of Superior Court			
Personal services	488,379	444,347	44,032
Contract services	80,938	78,460	2,478
Materials and supplies	21,140	18,599	2,541
Total Clerk of Superior Court	<u>590,457</u>	<u>541,406</u>	<u>49,051</u>
District Attorney			
Personal services	446,852	443,862	2,990
Contract services	34,017	31,554	2,463
Materials and supplies	10,296	10,011	285
Payments to others	55,000	52,631	2,369
Total District Attorney	<u>546,165</u>	<u>538,058</u>	<u>8,107</u>

**DAWSON COUNTY, GEORGIA**  
**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>Judicial (continued)</b>			
Magistrate Court			
Personal services	\$ 192,507	\$ 190,597	\$ 1,910
Contract services	28,881	19,923	8,958
Materials and supplies	13,163	11,641	1,522
Total Magistrate Court	<u>234,551</u>	<u>222,161</u>	<u>12,390</u>
Probate Court			
Personal services	202,657	202,657	-
Contract services	26,345	26,344	1
Materials and supplies	3,278	3,278	-
Total Probate Court	<u>232,280</u>	<u>232,279</u>	<u>1</u>
Juvenile Court			
Personal services	4,078	4,077	1
Contract services	27,500	27,500	-
Materials and supplies	116	116	-
Payments to others	63,056	63,056	-
Total Juvenile Court	<u>94,750</u>	<u>94,749</u>	<u>1</u>
Public Defender			
Personal services	34,335	33,730	605
Contract services	9,157	7,182	1,975
Materials and supplies	3,117	3,117	-
Payments to other agencies	200,033	200,028	5
Total Public Defender	<u>246,642</u>	<u>244,057</u>	<u>2,585</u>
Total Judicial	<u>2,439,277</u>	<u>2,327,859</u>	<u>111,418</u>
<b>Public Safety</b>			
Sheriff			
Personal services	2,412,830	2,412,496	334
Contract services	335,772	306,467	29,305
Materials and supplies	268,047	244,812	23,235
Capital outlay	2,500	2,500	-
Total Sheriff	<u>3,019,149</u>	<u>2,966,275</u>	<u>52,874</u>
Detention Center			
Personal services	2,155,402	2,156,703	(1,301)
Contract services	333,758	219,763	113,995
Materials and supplies	516,788	507,981	8,807
Total Detention Center	<u>3,005,948</u>	<u>2,884,447</u>	<u>121,501</u>
Fire			
Personal services	919,623	919,397	226
Contract services	150,752	149,272	1,480
Materials and supplies	123,614	120,152	3,462
Total Fire	<u>1,193,989</u>	<u>1,188,821</u>	<u>5,168</u>

**DAWSON COUNTY, GEORGIA**  
**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>Public Safety (continued)</b>			
Emergency Medical Services			
Personal services	\$ 1,608,394	\$ 1,607,058	\$ 1,336
Contract services	127,501	123,712	3,789
Materials and supplies	112,002	106,571	5,431
Total Emergency Medical Services	<u>1,847,897</u>	<u>1,837,341</u>	<u>10,556</u>
Emergency Services Administration			
Personal services	123,963	118,915	5,048
Contract services	12,969	8,341	4,628
Materials and supplies	49,895	48,789	1,106
Total Emergency Medical Services	<u>186,827</u>	<u>176,045</u>	<u>10,782</u>
Coroner			
Personal services	35,888	35,825	63
Contract services	20,784	20,448	336
Materials and supplies	1,500	1,320	180
Total Coroner	<u>58,172</u>	<u>57,593</u>	<u>579</u>
Animal Shelter			
Payments to others	<u>152,500</u>	<u>152,500</u>	<u>-</u>
School Resource Officers			
Personal services	<u>269,251</u>	<u>165,048</u>	<u>104,203</u>
Special Response Team			
Materials and supplies	<u>1,900</u>	<u>1,593</u>	<u>307</u>
Marshall			
Personal services	200,811	147,926	52,885
Contract services	13,250	2,529	10,721
Materials and supplies	12,200	6,818	5,382
Total Marshall	<u>226,261</u>	<u>157,273</u>	<u>68,988</u>
Junior Police Academy			
Materials and supplies	<u>4,675</u>	<u>4,189</u>	<u>486</u>
Emergency Management			
Contract services	14,040	5,209	8,831
Materials and supplies	992	800	192
Total Emergency Management	<u>15,032</u>	<u>6,009</u>	<u>9,023</u>
Animal Control			
Personal services	91,560	88,266	3,294
Contract services	431	421	10
Materials and supplies	2,000	1,555	445
Total Animal Control	<u>93,991</u>	<u>90,242</u>	<u>3,749</u>
Total Public Safety	<u>10,075,592</u>	<u>9,687,376</u>	<u>388,216</u>
<b>Public Works</b>			
Public Works Administration			
Personal services	203,884	183,470	20,414
Contract services	6,409	3,859	2,550
Materials and supplies	13,587	4,362	9,225
Total Public Works Administration	<u>223,880</u>	<u>191,691</u>	<u>32,189</u>

**DAWSON COUNTY, GEORGIA  
GENERAL FUND  
SCHEDULE OF EXPENDITURES  
BUDGET (GAAP BASIS) AND ACTUAL  
For the year ended December 31, 2010**

	Final Budget	Actual	Variance
<b>Public Works (continued)</b>			
Road Department			
Personal services	\$ 491,559	\$ 472,059	\$ 19,500
Contract services	252,309	184,550	67,759
Materials and supplies	795,285	215,425	579,860
Capital outlay	20,000	19,000	1,000
Total Road Department	<u>1,559,153</u>	<u>891,034</u>	<u>668,119</u>
Total Public Works	<u>1,783,033</u>	<u>1,082,725</u>	<u>700,308</u>
<b>Health and Welfare</b>			
Health Department			
Materials and supplies	3,500	-	3,500
Payments to others	234,015	234,012	3
Total Health Department	<u>237,515</u>	<u>234,012</u>	<u>3,503</u>
Public Welfare			
Payments to others	<u>65,699</u>	<u>59,882</u>	<u>5,817</u>
Indigent Welfare			
Payments to others	<u>5,000</u>	<u>3,150</u>	<u>1,850</u>
Senior Citizens Center			
Personal services	9,804	10,021	(217)
Contract services	34,384	18,187	16,197
Materials and supplies	43,345	37,767	5,578
Capital outlay	42,779	-	42,779
Payments to others	<u>8,450</u>	<u>8,450</u>	<u>-</u>
Total Senior Citizens Center	<u>138,762</u>	<u>74,425</u>	<u>64,337</u>
Senior Services Donation			
Contract services	7,850	7,850	-
Materials and supplies	<u>5,005</u>	<u>4,454</u>	<u>551</u>
Total Senior Services Donation	<u>12,855</u>	<u>12,304</u>	<u>551</u>
CASA			
Payments to others	<u>6,120</u>	<u>6,120</u>	<u>-</u>
Noah's Ark			
Payments to other agencies	<u>2,550</u>	<u>2,550</u>	<u>-</u>
Total Health and Welfare	<u>468,501</u>	<u>392,443</u>	<u>76,058</u>
<b>Culture and Recreation</b>			
Parks			
Personal services	432,474	432,346	128
Contract services	207,501	185,971	21,530
Materials and supplies	<u>282,643</u>	<u>273,386</u>	<u>9,257</u>
Total Parks	<u>922,618</u>	<u>891,703</u>	<u>30,915</u>
Parks and Recreation			
Materials and supplies	<u>93,520</u>	<u>66,422</u>	<u>27,098</u>
Parks - Women's Club Donations			
Materials and supplies	<u>5,247</u>	<u>3,678</u>	<u>1,569</u>

**DAWSON COUNTY, GEORGIA  
GENERAL FUND  
SCHEDULE OF EXPENDITURES  
BUDGET (GAAP BASIS) AND ACTUAL  
For the year ended December 31, 2010**

	Final Budget	Actual	Variance
<b>Culture and Recreation (continued)</b>			
Parks - Pool			
Personal services	\$ 19,745	\$ 18,649	\$ 1,096
Contract services	265	-	265
Materials and supplies	9,915	9,915	-
Total Parks - Pool	<u>29,925</u>	<u>28,564</u>	<u>1,361</u>
Parks - Camping			
Contract services	2,638	2,112	526
Materials and supplies	7,747	7,069	678
Total Parks - Camping	<u>10,385</u>	<u>9,181</u>	<u>1,204</u>
Libraries			
Payments to others	378,230	377,530	700
Total Culture & Recreation	<u>1,439,925</u>	<u>1,377,078</u>	<u>62,847</u>
<b>Housing and Development</b>			
Conservation			
Contract services	700	643	57
Planning and Zoning			
Personal services	391,296	206,886	184,410
Contract services	170,195	53,047	117,148
Materials and supplies	23,750	16,025	7,725
Payments to others	2,297	2,297	-
Total Planning and Zoning	<u>587,538</u>	<u>278,255</u>	<u>309,283</u>
County Agent			
Personal services	57,450	57,393	57
Contract services	12,279	8,019	4,260
Materials and supplies	8,432	8,294	138
Payment to others	2,651	-	2,651
Total County Agent	<u>80,812</u>	<u>73,706</u>	<u>7,106</u>
Development Authority			
Payments to others	163,000	163,000	-
Adult Literacy			
Payments to others	750	750	-
Total Housing & Development	<u>832,800</u>	<u>516,354</u>	<u>316,446</u>
Total Current	<u>21,748,860</u>	<u>19,486,862</u>	<u>2,261,998</u>
<b>Debt Service</b>			
<b>General Government</b>			
County Administration	7,058	6,928	130
Facility Management	9,356	-	9,356
Other General Government	93,429	93,429	-
Total General Government	<u>109,843</u>	<u>100,357</u>	<u>9,486</u>

**DAWSON COUNTY, GEORGIA  
GENERAL FUND  
SCHEDULE OF EXPENDITURES  
BUDGET (GAAP BASIS) AND ACTUAL  
For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>Public Safety</b>			
Sheriff	\$ 47,101	\$ 46,984	\$ 117
Detention Center	586,221	-	586,221
Marshall	6,255	6,255	-
Emergency Services Administration	9,355	9,096	259
Total Public Safety	<u>648,932</u>	<u>62,335</u>	<u>586,597</u>
<b>Culture and Recreation</b>			
Parks	7,883	7,705	178
<b>Housing and Development</b>			
Planning and Zoning	9,180	7,052	2,128
Total Debt Service	<u>775,838</u>	<u>177,449</u>	<u>598,389</u>
Total Expenditures	<u>\$ 22,524,698</u>	<u>\$ 19,664,311</u>	<u>\$ 2,860,387</u>

## ***SPECIAL REVENUE FUNDS***

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally or donor restricted to expenditure for specified purposes.

Emergency 911 Fund – This fund is used to account for the County’s share of telephone fees for the operation of their 911 emergency system.

Multiple Grants Fund – This fund is used to account for all reimbursement grants from state, federal, and local grantors.

Mentor Program Fund – This fund is used to account for grants funds and private contributions used to provide mentoring services to the County.

Restricted Program Fund – This fund is used to account for funds received from donations and other funds restricted to specific programs.

Jail Fund – This fund is used to account for fines and fees received restricted for the maintenance of the County Jail.

Hotel/Motel Tax Fund – This fund is used to account for Hotel/Motel tax collections which are used to support tourism in Dawson County.

Law Library Fund – This fund is used to account for the fines and forfeitures received that are reserved for providing a County Law Library.

Victims Rights and Assistance Fund – This fund is used to account for funds collected from fines and forfeitures that are used to assist victims of crime.

Drug Abuse Treatment and Education Fund – This fund is used to account for funds collected from fines and forfeitures to be used to create and maintain drug education programs in the County.

District Attorney Seizure Fund – This fund is used to account for funds collected from 10% of all funds subject to forfeiture laws as specified in the Sheriff’s Condemnation Fund. These funds are used to supplement victims-witness assistance programs.

Sheriff’s Seizure Fund – This fund is used to account for funds seized in acts of violation of specific forfeiture laws, such as controlled substance violations. Up to 33 1/3% of the amount of local funds appropriated may be spent for law enforcement purposes with the exception of salaries or rewards to law enforcement personnel at the discretion of the chief officer of the local law enforcement agency or may be used to fund victims-witness assistance programs.

Inmate Welfare Fund – This fund is used to account for monies legally restricted for the benefit of detainees in the County jail.

K-9 Seizure Fund – This fund is used to account for funds seized by the K-9 unit. These funds are held in trust until the court orders these funds to be distributed.

Inmate Stores and Welfare Fund – This fund is used to account for funds collected from sale of goods and services to inmates.

**DAWSON COUNTY, GEORGIA**  
**EMERGENCY 911 TELEPHONE SERVICES**  
**SPECIAL REVENUE FUND**  
**BALANCE SHEET**  
**December 31, 2010**

**ASSETS**

Cash	\$ 126,845
Accounts receivable	<u>84,804</u>
<b>Total assets</b>	<b><u><u>\$ 211,649</u></u></b>

**LIABILITIES AND FUND BALANCES**

**Liabilities**

Accounts payable	\$ 1,666
Accrued salaries and payroll liabilities	<u>9,962</u>
<b>Total liabilities</b>	11,628

**Fund balances**

Unreserved	<u>200,021</u>
<b>Total liabilities and fund balances</b>	<b><u><u>\$ 211,649</u></u></b>

**DAWSON COUNTY, GEORGIA**  
**EMERGENCY 911 TELEPHONE SERVICES**  
**SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Charges for services	\$ 493,564	\$ 439,264	\$ (54,300)
<b>EXPENDITURES</b>			
Current			
Public Safety			
Personal services	641,755	630,805	10,950
Contract services	133,695	120,330	13,365
Materials and supplies	7,634	6,799	835
Capital outlay	10,000	8,139	1,861
<b>Total expenditures</b>	<u>793,084</u>	<u>766,073</u>	<u>27,011</u>
Excess (deficiency) of revenues over (under) expenditures	(299,520)	(326,809)	(27,289)
Other financing sources (uses)			
Transfers in	<u>391,540</u>	<u>400,399</u>	<u>8,859</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	92,020	73,590	(18,430)
Fund balance, January 1	<u>(92,020)</u>	<u>126,431</u>	<u>218,451</u>
<b>Fund balances, December 31</b>	<u><u>\$ -</u></u>	<u><u>\$ 200,021</u></u>	<u><u>\$ 200,021</u></u>

**DAWSON COUNTY, GEORGIA**  
**MULTIPLE GRANTS SPECIAL REVENUE FUND**  
**BALANCE SHEET**  
**December 31, 2010**

**ASSETS**

Intergovernmental receivable	\$ 223,216
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**LIABILITIES AND FUND BALANCES**

**Liabilities**

Accounts payable	\$ 29,821
Intergovernmental payable	1,052
Accrued salaries and payroll liabilities	11,676
Deferred revenue	7,500
Due to other funds	<u>173,167</u>

Total liabilities	223,216
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**Fund balances**

Unreserved	<u>-</u>
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<b>Total liabilities and fund balances</b>	<b>\$ 223,216</b>
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**DAWSON COUNTY, GEORGIA**  
**MULTIPLE GRANTS SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Charges for services	\$ 100,536	\$ 96,420	\$ (4,116)
Intergovernmental	1,583,316	774,113	(809,203)
Contributions	200	200	-
<b>Total revenues</b>	<u>1,684,052</u>	<u>870,733</u>	<u>(813,319)</u>
<b>EXPENDITURES</b>			
Current			
General Government	3,149	5,921	(2,772)
Judicial	248,415	213,847	34,568
Public Safety	823,004	336,399	486,605
Public Works	63,118	95,283	(32,165)
Health and Welfare	820,220	555,183	265,037
Culture and Recreation	94,476	86,870	7,606
Housing and Development	158,539	81,724	76,815
<b>Total expenditures</b>	<u>2,210,921</u>	<u>1,375,227</u>	<u>835,694</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(526,869)</u>	<u>(504,494)</u>	<u>22,375</u>
Other financing sources (uses)			
Transfers in	749,161	530,529	(218,632)
Transfers out	(6,250)	(26,070)	(19,820)
Contingency	(216,042)	-	216,042
<b>Total other financing sources (uses)</b>	<u>526,869</u>	<u>504,459</u>	<u>(22,410)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	(35)	(35)
Fund balance, January 1	<u>-</u>	<u>35</u>	<u>35</u>
<b>Fund balances, December 31</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 0</u></u>

**DAWSON COUNTY, GEORGIA**  
**MENTOR PROGRAM SPECIAL REVENUE FUND**  
**BALANCE SHEET**  
**December 31, 2010**

**ASSETS**

Cash	\$ 9,532
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**LIABILITIES AND FUND BALANCES**

**Fund balances**

Unreserved, designated for budget	\$ 9,532
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**DAWSON COUNTY, GEORGIA**  
**MENTOR PROGRAM SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Contributions	\$ 15,115	\$ 15,115	\$ -
<b>EXPENDITURES</b>			
Current			
Health and Welfare			
Contract services	50,365	42,637	7,728
Materials and supplies	11,205	8,897	2,308
<b>Total expenditures</b>	<u>61,570</u>	<u>51,534</u>	<u>10,036</u>
Excess (deficiency) of revenues over (under) expenditures	(46,455)	(36,419)	10,036
Other financing sources (uses)			
Transfers in	<u>26,071</u>	<u>26,071</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(20,384)	(10,348)	10,036
Fund balance, January 1	<u>20,384</u>	<u>19,880</u>	<u>(504)</u>
<b>Fund balances, December 31</b>	<u><u>\$ -</u></u>	<u><u>\$ 9,532</u></u>	<u><u>\$ 9,532</u></u>

**DAWSON COUNTY, GEORGIA**  
**RESTRICTED PROGRAMS SPECIAL REVENUE FUND**  
**BALANCE SHEET**  
**December 31, 2010**

**ASSETS**

Cash	\$ 53,939
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**LIABILITIES AND FUND BALANCES**

**Liabilities**

Accounts payable	\$ 76
Accrued salaries and payroll liabilities	<u>320</u>

Total liabilities	<u>396</u>
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**Fund balances**

Unreserved, designated for budget	49,656
Unreserved, undesignated	<u>3,887</u>

Total fund balances	<u>53,543</u>
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<b>Total liabilities and fund balances</b>	<b><u>\$ 53,939</u></b>
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**DAWSON COUNTY, GEORGIA**  
**RESTRICTED PROGRAMS SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Contributions	\$ 78,086	\$ 78,084	\$ (2)
<b>EXPENDITURES</b>			
Current			
Public Safety			
Contract services	3,278	3,359	(81)
Materials and supplies	20,958	10,966	9,992
Payments to others	17,802	17,473	329
Health and Welfare			
Personal services	27,124	25,478	1,646
Contract services	16,354	6,589	9,765
Materials and supplies	33,627	6,994	26,633
Payments to others	<u>22,707</u>	<u>21,336</u>	<u>1,371</u>
<b>Total expenditures</b>	<u>141,850</u>	<u>92,195</u>	<u>49,655</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(63,764)</u>	<u>(14,111)</u>	<u>49,653</u>
Other financing sources (uses)			
Transfers in	21,839	21,839	-
Transfers out	<u>(200)</u>	<u>(200)</u>	<u>-</u>
Total other financing sources (uses)	<u>21,639</u>	<u>21,639</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(42,125)	7,528	49,653
Fund balance, January 1	<u>42,125</u>	<u>46,015</u>	<u>3,890</u>
<b>Fund balances, December 31</b>	<u><u>\$ -</u></u>	<u><u>\$ 53,543</u></u>	<u><u>\$ 53,543</u></u>

**DAWSON COUNTY, GEORGIA  
JAIL SPECIAL REVENUE FUND  
BALANCE SHEET  
December 31, 2010**

**ASSETS**

Cash	\$ 124,154
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**LIABILITIES AND FUND BALANCES**

**Liabilities**

Due to other funds	\$ 119,504
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**Fund balances**

Unreserved	<u>4,650</u>
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<b>Total liabilities and fund balances</b>	<u><u>\$ 124,154</u></u>
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**DAWSON COUNTY, GEORGIA  
JAIL SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
BUDGET (GAAP BASIS) AND ACTUAL  
For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Fines, fees and forfeitures	\$ 67,375	\$ 63,782	\$ (3,593)
Interest	100	170	70
<b>Total revenues</b>	<u>67,475</u>	<u>63,952</u>	<u>(3,523)</u>
<b>EXPENDITURES</b>			
Current			
Public Safety			
Contract services	<u>67,475</u>	<u>59,504</u>	<u>7,971</u>
Excess (deficiency) of revenues over (under) expenditures	-	4,448	4,448
Other financing sources (uses)			
Transfers out	<u>(60,000)</u>	<u>(60,000)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(60,000)	(55,552)	4,448
Fund balance, January 1	<u>60,000</u>	<u>60,202</u>	<u>202</u>
<b>Fund balances, December 31</b>	<u><u>\$ -</u></u>	<u><u>\$ 4,650</u></u>	<u><u>\$ 4,650</u></u>

**DAWSON COUNTY, GEORGIA**  
**HOTEL/MOTEL TAX SPECIAL REVENUE FUND**  
**BALANCE SHEET**  
**December 31, 2010**

**ASSETS**

Taxes receivable	\$ 23,269
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**LIABILITIES AND FUND BALANCES**

**Liabilities**

Accounts payable	\$ 19,345
Due to other funds	3,924

Total liabilities	23,269
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**Fund balances**

Unreserved	-
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<b>Total liabilities and fund balances</b>	<b>\$ 23,269</b>
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**DAWSON COUNTY, GEORGIA**  
**HOTEL/MOTEL TAX SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Hotel/motel taxes	\$ 302,986	\$ 301,359	\$ (1,627)
<b>EXPENDITURES</b>			
Current			
Housing and Development			
Materials and supplies	19,430	-	19,430
Payments to others	<u>283,556</u>	<u>301,359</u>	<u>(17,803)</u>
<b>Total expenditures</b>	<u>302,986</u>	<u>301,359</u>	<u>1,627</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Fund balance, January 1	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances, December 31</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**DAWSON COUNTY, GEORGIA**  
**LAW LIBRARY SPECIAL REVENUE FUND**  
**BALANCE SHEET**  
**December 31, 2010**

**ASSETS**

Cash	\$ 81,069
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**LIABILITIES AND FUND BALANCES**

**Liabilities**

Accrued salaries and payroll liabilities	\$ 135
Due to other funds	<u>1,578</u>

Total liabilities	1,713
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**Fund balances**

Unreserved	<u>79,356</u>
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<b>Total liabilities and fund balances</b>	<b><u>\$ 81,069</u></b>
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**DAWSON COUNTY, GEORGIA**  
**LAW LIBRARY SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**For the year ended December 31, 2010**

<b>REVENUES</b>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Fines and forfeitures	\$ 26,500	\$ 26,702	\$ 202
Interest	2,000	124	(1,876)
Other	-	154	154
<b>Total revenues</b>	<u>28,500</u>	<u>26,980</u>	<u>(1,520)</u>
 <b>EXPENDITURES</b>			
Current			
Judicial			
Personal services	2,700	8,384	(5,684)
Contract services	2,900	1,920	980
Materials and supplies	22,900	16,394	6,506
<b>Total expenditures</b>	<u>28,500</u>	<u>26,698</u>	<u>1,802</u>
Excess (deficiency) of revenues over (under) expenditures	-	282	282
Fund balance, January 1	<u>-</u>	<u>79,074</u>	<u>79,074</u>
<b>Fund balances, December 31</b>	<u><u>\$ -</u></u>	<u><u>\$ 79,356</u></u>	<u><u>\$ 79,356</u></u>

**DAWSON COUNTY, GEORGIA  
VICTIMS RIGHTS AND ASSISTANCE  
SPECIAL REVENUE FUND  
BALANCE SHEET  
December 31, 2010**

**ASSETS**

Cash	\$ 22,389
	<u>22,389</u>

**LIABILITIES AND FUND BALANCES**

**Liabilities**

Accounts payable	\$ 4,230
Accrued salaries and payroll liabilities	432
Due to other funds	<u>5,230</u>

Total liabilities	9,892
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**Fund balances**

Unreserved, designated for budget	<u>12,497</u>
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<b>Total liabilities and fund balances</b>	<b>\$ 22,389</b>
	<u>22,389</u>

**DAWSON COUNTY, GEORGIA  
VICTIMS RIGHTS AND ASSISTANCE  
SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
BUDGET (GAAP BASIS) AND ACTUAL  
For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Fee, fines and forfeitures	\$ 30,250	\$ 25,867	\$ (4,383)
Interest	2,200	46	(2,154)
	<u>32,450</u>	<u>25,913</u>	<u>(6,537)</u>
<b>Total revenues</b>			
<b>EXPENDITURES</b>			
Current			
Judicial			
Personal services	25,136	25,438	(302)
Contract services	1,620	1,594	26
Payments to others	23,472	23,068	404
	<u>50,228</u>	<u>50,100</u>	<u>128</u>
<b>Total expenditures</b>			
Excess (deficiency) of revenues over (under) expenditures	(17,778)	(24,187)	(6,409)
Fund balance, January 1	<u>17,778</u>	<u>36,684</u>	<u>18,906</u>
<b>Fund balances, December 31</b>	<u><u>\$ -</u></u>	<u><u>\$ 12,497</u></u>	<u><u>\$ 12,497</u></u>

**DAWSON COUNTY, GEORGIA  
DRUG ABUSE TREATMENT AND EDUCATION  
SPECIAL REVENUE FUND  
BALANCE SHEET  
December 31, 2010**

**ASSETS**

Cash	<u>\$ 25,709</u>
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**LIABILITIES AND FUND BALANCES**

<b>Fund balances</b>	
Unreserved	<u>\$ 25,709</u>

**DAWSON COUNTY, GEORGIA  
DRUG ABUSE TREATMENT AND EDUCATION  
SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
BUDGET (GAAP BASIS) AND ACTUAL  
For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Fines, fees and forfeitures	\$ 28,251	\$ 17,774	\$ (10,477)
Interest	65	47	(18)
<b>Total revenues</b>	<u>28,316</u>	<u>17,821</u>	<u>(10,495)</u>
<b>EXPENDITURES</b>			
Current			
Judicial			
Materials and supplies	<u>60</u>	<u>-</u>	<u>60</u>
Excess (deficiency) of revenues over (under) expenditures	28,256	17,821	(10,435)
Other financing sources (uses)			
Transfers out	<u>(28,256)</u>	<u>(28,000)</u>	<u>256</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	(10,179)	(10,179)
Fund balance, January 1	<u>-</u>	<u>35,888</u>	<u>35,888</u>
<b>Fund balances, December 31</b>	<u><u>\$ -</u></u>	<u><u>\$ 25,709</u></u>	<u><u>\$ 25,709</u></u>

**DAWSON COUNTY, GEORGIA**  
**DISTRICT ATTORNEY SEIZURE SPECIAL REVENUE FUND**  
**BALANCE SHEET**  
**December 31, 2010**

**ASSETS**

Cash	\$ 13,053
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**LIABILITIES AND FUND BALANCES**

**Liabilities**

Due to other funds	\$ 142
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**Fund balances**

Unreserved	<u>12,911</u>
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<b>Total liabilities and fund balances</b>	<u><u>\$ 13,053</u></u>
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**DAWSON COUNTY, GEORGIA**  
**DISTRICT ATTORNEY SEIZURE SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Fines, fees and forfeitures	\$ 3,150	\$ 3,912	\$ 762
Interest	30	17	(13)
	<u>3,180</u>	<u>3,929</u>	<u>749</u>
<b>Total revenues</b>	<u>3,180</u>	<u>3,929</u>	<u>749</u>
<b>EXPENDITURES</b>			
Current			
Judicial			
Contract services	70	-	70
Materials and supplies	3,110	1,541	1,569
	<u>3,180</u>	<u>1,541</u>	<u>1,639</u>
<b>Total expenditures</b>	<u>3,180</u>	<u>1,541</u>	<u>1,639</u>
Excess (deficiency) of revenues over (under) expenditures	-	2,388	2,388
Fund balance, January 1	<u>-</u>	<u>10,523</u>	<u>10,523</u>
<b>Fund balances, December 31</b>	<u><u>\$ -</u></u>	<u><u>\$ 12,911</u></u>	<u><u>\$ 12,911</u></u>

**DAWSON COUNTY, GEORGIA**  
**SHERIFF'S SEIZURE SPECIAL REVENUE FUND**  
**BALANCE SHEET**  
*December 31, 2010*

**ASSETS**

Cash	\$ 14,280
------	-----------

**LIABILITIES AND FUND BALANCES**

**Fund balances**

Unreserved	\$ 14,280
------------	-----------

**DAWSON COUNTY, GEORGIA**  
**SHERIFF'S SEIZURE SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Fines, fees and forfeitures	\$ 11,000	\$ 9,753	\$ (1,247)
Interest	865	30	(835)
<b>Total revenues</b>	<u>11,865</u>	<u>9,783</u>	<u>(2,082)</u>
<b>EXPENDITURES</b>			
Current			
Public Safety			
Contract services	3,769	3,769	-
Capital outlay	28,202	28,201	1
Materials and supplies	5,280	3,197	2,083
Payments to others	8,130	8,129	1
<b>Total expenditures</b>	<u>45,381</u>	<u>43,296</u>	<u>2,085</u>
Excess (deficiency) of revenues over (under) expenditures	(33,516)	(33,513)	3
Other financing sources (uses)			
Sale of capital assets	29,298	29,326	28
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(4,218)	(4,187)	31
Fund balance, January 1	4,218	18,467	14,249
<b>Fund balances, December 31</b>	<u>\$ -</u>	<u>\$ 14,280</u>	<u>\$ 14,280</u>

**DAWSON COUNTY, GEORGIA**  
**INMATE WELFARE SPECIAL REVENUE FUND**  
**BALANCE SHEET**  
**December 31, 2010**

**ASSETS**

Cash	<u>\$ 26,125</u>
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**LIABILITIES AND FUND BALANCES**

**Fund balances**

Unreserved	<u>\$ 26,125</u>
------------	------------------

**DAWSON COUNTY, GEORGIA**  
**INMATE WELFARE SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Charges for services	\$ 42,451	\$ 51,543	\$ 9,092
Interest	-	41	41
	<u>42,451</u>	<u>51,584</u>	<u>9,133</u>
<b>Total revenues</b>	<u>42,451</u>	<u>51,584</u>	<u>9,133</u>
<b>EXPENDITURES</b>			
Current			
Public Safety			
Materials and supplies	35,233	28,163	7,070
Capital outlay	16,500	16,500	-
	<u>51,733</u>	<u>44,663</u>	<u>7,070</u>
<b>Total expenditures</b>	<u>51,733</u>	<u>44,663</u>	<u>7,070</u>
Excess (deficiency) of revenues over (under) expenditures	(9,282)	6,921	16,203
Fund balance, January 1	<u>9,282</u>	<u>19,204</u>	<u>9,922</u>
<b>Fund balances, December 31</b>	<u><u>\$ -</u></u>	<u><u>\$ 26,125</u></u>	<u><u>\$ 26,125</u></u>

**DAWSON COUNTY, GEORGIA**  
**K-9 SEIZURE SPECIAL REVENUE FUND**  
**BALANCE SHEET**  
**December 31, 2010**

**ASSETS**

Cash	\$ 2,868
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**LIABILITIES AND FUND BALANCES**

**Liabilities**

Due to other funds	\$ 2,868
--------------------	----------

**Fund balances**

Unreserved	-
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<b>Total liabilities and fund balances</b>	<b>\$ 2,868</b>
--	-----------------

**DAWSON COUNTY, GEORGIA**  
**K-9 SEIZURE SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>	\$ -	\$ -	\$ -
<b>EXPENDITURES</b>			
Current			
Public Safety			
Materials and supplies	<u>2,868</u>	<u>2,868</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(2,868)	(2,868)	-
Other financing sources (uses)			
Transfers in	<u>-</u>	<u>28,145</u>	<u>28,145</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(2,868)	25,277	28,145
Fund balance, January 1	<u>2,868</u>	<u>(25,277)</u>	<u>(28,145)</u>
<b>Fund balances, December 31</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**DAWSON COUNTY, GEORGIA**  
**INMATE STORE AND WELFARE SPECIAL REVENUE FUND**  
**BALANCE SHEET**  
**December 31, 2010**

**ASSETS**

Cash	\$ 7,819
------	----------

**LIABILITIES AND FUND BALANCES**

**Liabilities**

Amounts held in trust	\$ 7,380
-----------------------	----------

**Fund balances**

Unreserved	439
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<b>Total liabilities and fund balances</b>	<b>\$ 7,819</b>
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**DAWSON COUNTY, GEORGIA**  
**INMATE STORE AND WELFARE SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>	\$ -	\$ -	\$ -
<b>EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Fund balance, January 1	<u>-</u>	<u>439</u>	<u>439</u>
<b>Fund balances, December 31</b>	<u><u>\$ -</u></u>	<u><u>\$ 439</u></u>	<u><u>\$ 439</u></u>

**DAWSON COUNTY, GEORGIA**  
**FAMILY CONNECTION SPECIAL REVENUE SUBFUND**  
**BALANCE SHEET**  
*Part of Restricted Program and Multiple Grants Special Revenue Funds*  
**December 31, 2010**

**ASSETS**

Cash	\$ 38,395
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**LIABILITIES AND FUND BALANCES**

**Liabilities**

Accounts payable	\$ 74
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**Fund balances**

Unreserved	<u>38,321</u>
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<b>Total liabilities and fund balances</b>	<u><u>\$ 38,395</u></u>
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**DAWSON COUNTY, GEORGIA**  
**FAMILY CONNECTION SPECIAL REVENUE SUBFUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
*Part of Restricted Program and Multiple Grants Special Revenue Funds*  
**For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Intergovernmental - State operating grants	\$ 67,613	\$ 48,059	\$ (19,554)
Contributions - United Way of Dawson County	7,468	7,467	(1)
Contributions - Big Canoe	6,400	6,400	-
Contributions - Northside Hospital	15,000	15,000	-
Contributions - Private donations	15,376	15,376	-
	<u>111,857</u>	<u>92,302</u>	<u>(19,555)</u>
<b>Total revenues</b>			
<b>EXPENDITURES</b>			
Health and Welfare			
Current			
Personal services	84,822	68,271	16,551
Contract services	25,109	11,569	13,540
Materials and supplies	34,790	8,376	26,414
Payment to other agencies	22,707	21,336	1,371
	<u>167,428</u>	<u>109,552</u>	<u>57,876</u>
<b>Total expenditures</b>			
Excess (deficiency) of revenues over (under) expenditures	<u>(55,571)</u>	<u>(17,250)</u>	<u>(38,321)</u>
Other financing sources (uses)			
Transfers in	21,839	21,839	-
Transfers out	(200)	(200)	-
	<u>21,639</u>	<u>21,639</u>	<u>-</u>
<b>Total other financing sources (uses)</b>			
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>(33,932)</u>	<u>4,389</u>	<u>(38,321)</u>
Fund balance, January 1	<u>33,932</u>	<u>33,932</u>	<u>-</u>
<b>Fund balances, December 31</b>	<u><u>\$ -</u></u>	<u><u>\$ 38,321</u></u>	<u><u>\$ (38,321)</u></u>

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***DEBT SERVICE FUND***

The Debt Service Fund is used to account for the accumulation of resources and payment of general government long-term debt principal and interest from governmental resources.

**DAWSON COUNTY, GEORGIA**  
**DEBT SERVICE FUND**  
**BALANCE SHEET**  
**December 31, 2010**

**ASSETS**

Cash	\$ 3,129,179
Accounts receivable	<u>359</u>
<b>Total assets</b>	<b><u><u>\$ 3,129,538</u></u></b>

**LIABILITIES AND FUND BALANCES**

<b>Fund balances</b>	
Unreserved	<u><u>\$ 3,129,538</u></u>

**DAWSON COUNTY, GEORGIA**  
**DEBT SERVICE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET (GAAP BASIS) AND ACTUAL**  
**For the year ended December 31, 2010**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>REVENUES</b>			
Interest	\$ 39,014	\$ 52,470	\$ 13,456
<b>EXPENDITURES</b>			
Debt Service	<u>8,654,764</u>	<u>8,654,764</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,615,750)</u>	<u>(8,602,294)</u>	<u>13,456</u>
Other financing sources (uses)			
Transfer in	5,747,464	5,826,975	79,511
Transfer out	<u>(147,842)</u>	<u>(226,070)</u>	<u>(78,228)</u>
Total other financing sources (uses)	<u>5,599,622</u>	<u>5,600,905</u>	<u>1,283</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(3,016,128)	(3,001,389)	14,739
Fund balances, January 1	<u>3,016,128</u>	<u>6,130,927</u>	<u>3,114,799</u>
<b>Fund balances, December 31</b>	<u><u>\$ -</u></u>	<u><u>\$ 3,129,538</u></u>	<u><u>\$ 3,129,538</u></u>

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## ***CAPITAL PROJECTS FUNDS***

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

Special Purpose Local Option Sales Tax Fund – This fund is used to account for long-term projects financed by the passage of the special purpose local option sales tax.

Capital Projects Fund – This fund is used to account for financial resources to be used for the construction of major capital facilities.

Impact Fees Capital Projects Fund – This fund is used to account for impact fees restricted for the acquisition or construction of specific capital projects.

**DAWSON COUNTY, GEORGIA**  
**SPECIAL PURPOSE LOCAL OPTION SALES TAX**  
**CAPITAL PROJECTS FUND**  
**BALANCE SHEET**  
**December 31, 2010**

**ASSETS**

Cash		\$ 2,041,822
Receivables		
Intergovernmental		1,748,149
Taxes		<u>621,263</u>
<b>Total assets</b>		<b><u><u>\$ 4,411,234</u></u></b>

**LIABILITIES AND FUND BALANCES**

**Liabilities**

Payables		
Accounts		\$ 28,748
Retainages		9,510
Due to other funds		<u>911</u>
<b>Total liabilities</b>		39,169

**Fund balances**

Unreserved		<u>4,372,065</u>
<b>Total liabilities and fund balances</b>		<b><u><u>\$ 4,411,234</u></u></b>

**DAWSON COUNTY, GEORGIA**  
**SPECIAL PURPOSE LOCAL OPTION SALES TAX**  
**CAPITAL PROJECTS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
*For the year ended December 31, 2010*

**REVENUES**

Taxes	\$ 5,314,274
Intergovernmental	256,521
Contributions	68,497
	5,639,292
<b>Total revenues</b>	<b>5,639,292</b>

**EXPENDITURES**

Capital outlay	
General Government	
Other General Government	1,236
Public Safety	
Fire	990,470
Public Works	
Road Department	1,412,774
Intergovernmental	24,000
	2,428,480
<b>Total expenditures</b>	<b>2,428,480</b>
Excess (deficiency) of revenues over (under) expenditures	3,210,812
Other financing sources (uses)	
Transfers in	226,070
Transfers out	(5,077,598)
	(4,851,528)
Total other financing sources uses	(4,851,528)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(1,640,716)
Fund balances, January 1	6,012,781
<b>Fund balances, December 31</b>	<b>\$ 4,372,065</b>

**DAWSON COUNTY, GEORGIA  
CAPITAL PROJECTS FUND  
BALANCE SHEET  
December 31, 2010**

**ASSETS**

Cash	\$	260,428
Due from other funds		743
Restricted assets		
Cash		13,472,653
Investments		17,198,637
Interest receivable		93,652
		93,652
<b>Total assets</b>	<b>\$</b>	<b>31,026,113</b>
		31,026,113

**LIABILITIES AND FUND BALANCES**

**Liabilities**

Accounts payable	\$	756,659
Retainage payable		577,514
Accrued salaries and payroll liabilities		1,043
Due to other funds		2,245
		2,245
<b>Total liabilities</b>		<b>1,337,461</b>
		1,337,461

**Fund balances**

Reserved for debt service		9,504,562
Reserved for courthouse construction		19,925,072
Unreserved		259,018
		259,018
<b>Total fund balances</b>		<b>29,688,652</b>
		29,688,652
<b>Total liabilities and fund balances</b>	<b>\$</b>	<b>31,026,113</b>
		31,026,113

**DAWSON COUNTY, GEORGIA  
CAPITAL PROJECTS FUND  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
For the year ended December 31, 2010**

**REVENUES**

Interest	\$ 507,525
Other	28,392
	<u>535,917</u>
<b>Total revenues</b>	<b>535,917</b>

**EXPENDITURES**

Capital outlay	
General Government	
Facility Management	6,446,104
Other General Government	781
Judicial	
Information Technology	14,985
Public Safety	
Sheriff	55,089
Debt service	
General Government	
General Government	678,165

<b>Total expenditures</b>	<b>7,195,124</b>
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Excess (deficiency) of revenues over (under) expenditures	<u>(6,659,207)</u>
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Other financing sources (uses)	
Transfers in	255,290
Transfers out	<u>(749,377)</u>

Total other financing sources (uses)	<u>(494,087)</u>
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Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(7,153,294)
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Fund balances, January 1	<u>36,841,946</u>
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<b>Fund balances, December 31</b>	<b>\$ <u>29,688,652</u></b>
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**DAWSON COUNTY, GEORGIA**  
**IMPACT FEES**  
**CAPITAL PROJECTS FUND**  
**BALANCE SHEET**  
**December 31, 2010**

**ASSETS**

Cash	\$ 463,283
Accounts receivable	52
Restricted assets	
Investments	<u>249,300</u>
<b>Total assets</b>	<b><u><u>\$ 712,635</u></u></b>

**LIABILITIES AND FUND BALANCES**

**Fund balances**

Reserved for developer project	\$ 249,300
Unreserved	<u>463,335</u>
<b>Total fund balances</b>	<b><u><u>\$ 712,635</u></u></b>

**DAWSON COUNTY, GEORGIA**  
**IMPACT FEES**  
**CAPITAL PROJECTS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE**  
*For the year ended December 31, 2010*

**REVENUES**

Interest	\$ 1,209
----------	----------

**EXPENDITURES**

Capital Outlay	
Culture and Recreation	
Parks	150,120

Excess (deficiency) of revenues over (under) expenditures	(148,911)
---	-----------

Other financing sources (uses)	
Transfers out	(8,840)

Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(157,751)
---	-----------

Fund balances, January 1	870,386
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<b>Fund balances, December 31</b>	<b>\$ 712,635</b>
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## ***ENTERPRISE FUNDS***

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The funds are self-supporting in nature where the costs, including depreciation, of providing goods or services to the general public on a continuing basis are financed or recovered primarily through user charges.

Solid Waste Disposal Facility Fund – This fund is used to account for activities connected with the disposal of residential and commercial solid waste at the County’s solid waste transfer station.

DCAR GIS Fund – This fund is used to account for the activities related to geographical data related to Dawson County, as well as, Etowah Water & Sewerage Authority.

**DAWSON COUNTY, GEORGIA**  
**SOLID WASTE DISPOSAL FACILITY ENTERPRISE FUND**  
**STATEMENT OF NET ASSETS**  
**December 31, 2010**

**ASSETS**

**Current assets**

Cash	\$ 377,074
Receivables	
Accounts (net)	115,041
Intergovernmental	<u>17,143</u>
Total current assets	<u>509,258</u>

**Capital assets**

Land	1,122,008
Buildings	606,879
Equipment	251,861
Vehicles	40,450
Accumulated depreciation	<u>(214,723)</u>
Total capital assets (net of accumulated depreciation)	<u>1,806,475</u>

**Total assets**

2,315,733

**LIABILITIES**

**Current liabilities**

Accounts payable	11,422
Accrued salaries and payroll liabilities	1,382
Compensated absences	1,178
Post-closure care	<u>24,639</u>
Total current liabilities	38,621

**Long-term liabilities**

Post-closure care	<u>879,122</u>
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**Total liabilities**

917,743

**NET ASSETS**

Invested in capital assets	1,806,475
Unrestricted	<u>(408,485)</u>
<b>Total net assets</b>	<u><u>\$ 1,397,990</u></u>

**DAWSON COUNTY, GEORGIA**  
**SOLID WASTE DISPOSAL FACILITY ENTERPRISE FUND**  
**STATEMENT OF REVENUES, EXPENSES AND**  
**CHANGES IN NET ASSETS**  
**For the year ended December 31, 2010**

**OPERATING REVENUES**

Charges for sales and services	
Sanitation fees	\$ 568,298
Recycling fees	10,848
Other	<u>745</u>
<b>Total operating revenues</b>	<u>579,891</u>

**OPERATING EXPENSES**

Costs of sales and services	248,804
Personal services	133,763
Depreciation	<u>51,030</u>
<b>Total operating expenses</b>	<u>433,597</u>

Operating income (loss)	<u>146,294</u>
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Non-operating revenues (expenses)

Contributions	744
Intergovernmental	<u>(17,177)</u>

Total non-operating revenues (expenses)	<u>(16,433)</u>
---	-----------------

Change in net assets	129,861
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Net assets, January 1	<u>1,268,129</u>
-----------------------	------------------

<b>Net assets, December 31</b>	<u><u>\$ 1,397,990</u></u>
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**DAWSON COUNTY, GEORGIA**  
**SOLID WASTE DISPOSAL FACILITY ENTERPRISE FUND**  
**STATEMENT OF CASH FLOWS**  
**For the year ended December 31, 2010**

<b>Cash flows from operating activities:</b>	
Receipts from customers	\$ 575,735
Payments to suppliers	(275,829)
Payments to employees	<u>(133,542)</u>
Net cash provided (used) by operating activities	<u>166,364</u>
<b>Cash flows from non-capital financing activities:</b>	
Receipts from other funds	209,967
Receipt of contributions	<u>743</u>
Net cash provided (used) by non-capital financing activities	<u>210,710</u>
Net increase (decrease) in cash	377,074
Cash, January 1	<u>-</u>
<b>Cash, December 31</b>	<b><u><u>\$ 377,074</u></u></b>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>	
Operating income (loss)	<u>\$ 146,294</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Depreciation expense	51,030
Landfill closure/post-closure costs	(24,639)
(Increase) decrease in accounts receivable	(4,156)
Increase (decrease) in accounts payable	(2,386)
Increase (decrease) in accrued payroll liabilities	<u>221</u>
Total adjustments	<u>20,070</u>
Net cash provided (used) by operating activities	<b><u><u>\$ 166,364</u></u></b>

**DAWSON COUNTY, GEORGIA**  
**DCAR GIS ENTERPRISE FUND**  
**STATEMENT OF NET ASSETS**  
**December 31, 2010**

**ASSETS**

**Current assets**

Cash \$ 5,381

**Capital assets**

Construction in progress 413,850

**Total assets** 419,231

**LIABILITIES**

**Current liabilities**

Accounts payable 2,048

Intergovernmental payable 2,925

Accrued salaries and payroll liabilities 408

**Total liabilities** 5,381

**NET ASSETS**

Invested in capital assets \$ 413,850

**DAWSON COUNTY, GEORGIA**  
**DCAR GIS ENTERPRISE FUND**  
**STATEMENT OF REVENUES, EXPENSES AND**  
**CHANGES IN NET ASSETS**  
*For the year ended December 31, 2010*

**OPERATING REVENUES**

Charges for sales and services	<u>\$ 6,289</u>
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**OPERATING EXPENSES**

Costs of sales and services	20,816
Personal services	<u>22,021</u>

<b>Total operating expenses</b>	<u>42,837</u>
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Operating income (loss)	(36,548)
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Non-operating revenues (expenses)	
Transfers in	<u>36,548</u>

Change in net assets	-
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Net assets, July 1	<u>413,850</u>
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<b>Net assets, June 30</b>	<u><u>\$ 413,850</u></u>
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**DAWSON COUNTY, GEORGIA**  
**DCAR GIS ENTERPRISE FUND**  
**STATEMENT OF CASH FLOWS**  
*For the year ended December 31, 2010*

<b>Cash flows from operating activities:</b>	
Receipts from customers	\$ 6,289
Payments to suppliers	(15,843)
Payments to employees	<u>(21,940)</u>
Net cash provided (used) by operating activities	<u>(31,494)</u>
<b>Cash flows from non-capital financing activities:</b>	
Receipts from other funds	327
Receipts from other governments	<u>36,548</u>
Net cash provided (used) by non-capital financing activities	<u>36,875</u>
Net increase (decrease) in cash and cash equivalents	5,381
Cash, January 1	<u>-</u>
<b>Cash, December 31</b>	<u><u>\$ 5,381</u></u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>	
Operating income (loss)	<u>\$ (36,548)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Increase (decrease) in accounts payable	2,048
Increase (decrease) in intergovernmental payables	2,925
Increase (decrease) in accrued payroll liabilities	<u>81</u>
Total adjustments	<u>5,054</u>
Net cash provided (used) by operating activities	<u><u>\$ (31,494)</u></u>

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### ***INTERNAL SERVICE FUNDS***

Internal Service funds are used to account for the financing of goods and services provided to the departments of the government on a cost reimbursement basis.

Fuel and Fleet Maintenance Fund – This fund is used to account for the cost of providing fuel, maintenance and repairs on all County owned vehicles.

**DAWSON COUNTY, GEORGIA**  
**FUEL AND FLEET MAINTENANCE INTERNAL SERVICE FUND**  
**STATEMENT OF NET ASSETS**  
**December 31, 2010**

**ASSETS**

**Current assets**

Cash	\$ 22,755
Accounts receivable	9,191
Inventories	<u>46,431</u>

**Total assets** 78,377

**LIABILITIES**

**Current liabilities**

Accounts payable	77,969
Accrued salaries and payroll liabilities	<u>408</u>

**Total liabilities** 78,377

**NET ASSETS**

Unrestricted	<u><u>\$ -</u></u>
--------------	--------------------

**DAWSON COUNTY, GEORGIA**  
**FUEL AND FLEET MAINTENANCE INTERNAL SERVICE FUND**  
**STATEMENT OF REVENUES, EXPENSES AND**  
**CHANGES IN NET ASSETS**  
*For the year ended December 31, 2010*

**OPERATING REVENUES**

Charges for sales and services	
Interfund services provided	\$ 791,845
Other	145,522
	937,367
<b>Total operating revenues</b>	<b>937,367</b>

**OPERATING EXPENSES**

Costs of sales and services	963,228
Personal services	22,022
	985,250
<b>Total operating expenses</b>	<b>985,250</b>

Operating income (loss)	(47,883)
Transfers in (out)	
Transfers in	47,883
	-
Change in net assets	-
Net assets, January 1	-
<b>Net assets, December 31</b>	<b>\$ -</b>

**DAWSON COUNTY, GEORGIA**  
**FUEL AND FLEET MAINTENANCE INTERNAL SERVICE FUND**  
**STATEMENT OF CASH FLOWS**  
*For the year ended December 31, 2010*

<b>Cash flows from operating activities:</b>	
Receipts from customers	\$ 158,025
Receipts from interfund services provided	791,845
Payments to suppliers	(943,057)
Payments to employees	<u>(21,940)</u>
Net cash provided (used) by operating activities	<u>(15,127)</u>
<b>Cash flows from non-capital financing activities:</b>	
Receipts from other funds	<u>37,882</u>
Net cash provided (used) by non-capital financing activities	<u>37,882</u>
Net increase (decrease) in cash	22,755
Cash, January 1	<u>-</u>
<b>Cash, December 31</b>	<u><u>\$ 22,755</u></u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>	
Operating income (loss)	<u>\$ (47,883)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
(Increase) decrease in accounts receivable	12,503
(Increase) decrease in inventories	(11,672)
Increase (decrease) in accounts payable	31,843
Increase (decrease) in accrued payroll liabilities	<u>82</u>
Total adjustments	<u>32,756</u>
Net cash provided (used) by operating activities	<u><u>\$ (15,127)</u></u>

## ***AGENCY FUNDS***

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

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

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

Inmate Escrow - This fund accounts for the collection and disbursement of cash for inmates incarcerated at the Dawson County Detention Center.

**DAWSON COUNTY, GEORGIA  
 AGENCY FUNDS  
 COMBINING BALANCE SHEET  
 December 31, 2010**

	<u>Tax Commissioner</u>	<u>Magistrate Court</u>	<u>Probate Court</u>	<u>Clerk of Superior Court</u>	<u>Inmate Escrow Fund</u>	<u>Totals</u>
<b>ASSETS</b>						
Cash	\$ 8,362	\$ 4,117	\$ 25,706	\$ 262,056	\$ 17,682	\$ 317,923
<b>LIABILITIES AND FUND BALANCES</b>						
<b>Liabilities</b>						
Due to other agencies	\$ 8,362	\$ 4,117	\$ 25,706	\$ 262,056	\$ 17,682	\$ 317,923

**DAWSON COUNTY, GEORGIA**  
**AGENCY FUNDS**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**For the year ended December 31, 2010**

	<u>Balance January 1</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance December 31</u>
<b>TAX COMMISSIONER</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 12,139	\$ 34,472,682	\$ 34,476,459	\$ 8,362
<b>LIABILITIES</b>				
Due to others	\$ 12,139	\$ 34,472,682	\$ 34,476,459	\$ 8,362
<b>MAGISTRATE COURT</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 7,386	\$ 118,053	\$ 121,322	\$ 4,117
<b>LIABILITIES</b>				
Due to others	\$ 7,386	\$ 118,053	\$ 121,322	\$ 4,117
<b>PROBATE COURT</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 35,920	\$ 430,633	\$ 440,847	\$ 25,706
<b>LIABILITIES</b>				
Due to others	\$ 35,920	\$ 430,633	\$ 440,847	\$ 25,706
<b>CLERK OF SUPERIOR COURT</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,045,859	\$ 2,006,325	\$ 2,790,128	\$ 262,056
<b>LIABILITIES</b>				
Due to others	\$ 1,045,859	\$ 2,006,325	\$ 2,790,128	\$ 262,056
<b>INMATE ESCROW FUND</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 14,398	\$ 520,753	\$ 517,469	\$ 17,682
<b>LIABILITIES</b>				
Due to others	\$ 14,398	\$ 520,753	\$ 517,469	\$ 17,682
<b>TOTALS</b>				
<b>ALL AGENCY FUNDS</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,115,702	\$ 37,548,446	\$ 38,346,225	\$ 317,923
<b>LIABILITIES</b>				
Due to others	\$ 1,115,702	\$ 37,548,446	\$ 38,346,225	\$ 317,923

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# Part III

## Statistical Section



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**DAWSON COUNTY, GEORGIA  
INTRODUCTION TO STATISTICAL SECTION  
(Unaudited)**

This part of the county's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

**Contents**

**Exhibit Page(s)**

**Financial Trends**

*These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.*

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Fund Balances of Governmental Funds	J-3	132
Changes in Fund Balances of Governmental Funds	J-4	133
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General Governmental Tax Revenues by Source	J-6	135

**Revenue Capacity**

*These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.*

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Property Tax Rates (Direct and Overlapping Governments)	J-8	137
Principal Property Taxpayers	J-9	138
Property Tax Levies and Collections	J-10	139

**Debt Capacity**

*These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.*

Ratios of Outstanding Debt by Type	J-11	140
Other Long-Term Liabilities	J-12	141
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Direct and Overlapping Governmental Activities Debt	J-14	143
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**Demographic and Economic Information**

*These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.*

Demographic and Economic Statistics	J-17	146
Principal Employers	J-18	147

**Operating Information**

*These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.*

Full-Time Equivalent County Government Employees by Function	J-19	148
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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

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**DAWSON COUNTY, GEORGIA**  
**NET ASSETS BY COMPONENT**  
**Last Seven Fiscal Years**  
**(accrual basis of accounting)**  
**(amounts expressed in thousands)**

	2003	2004	2005	2006	2007	2008	2009	2010
<b>GOVERNMENTAL ACTIVITIES</b>								
Invested in capital assets, net of related debt	\$ 5,166	\$ 17,409	\$ 16,049	\$ 20,272	\$ 71,619	\$ 78,191	\$ 51,217	\$ 60,278
Restricted:								
Capital outlay	5,189	963	4,122	6,015	8,735	8,733	5,088	5,291
Debt service	-	-	2,400	3,166	2,780	2,956	4,093	3,518
Health and Welfare	-	-	-	-	45	50	13	44
Housing and Development	-	-	-	-	-	-	54	-
Judicial	-	-	34	54	63	73	-	130
Prepaid Items	271	251	-	-	-	-	-	-
Special Revenue & Grant Funds	315	379	-	-	-	-	-	-
Recreation and Culture	-	-	-	-	12	12	28	-
Public Safety	-	-	503	542	348	348	320	265
Unrestricted:	900	3,211	4,457	6,507	5,453	4,529	6,374	116
Total governmental activities net assets	<u>\$11,841</u>	<u>\$22,213</u>	<u>\$27,565</u>	<u>\$36,556</u>	<u>\$89,055</u>	<u>\$94,892</u>	<u>\$67,187</u>	<u>\$69,642</u>
<b>BUSINESS-TYPE ACTIVITIES</b>								
Invested in capital assets, net of related debt	\$ 997	\$ 1,074	\$ 1,974	\$ 1,934	\$ 1,989	\$ 2,255	\$ 2,271	\$ 2,220
Restricted	-	-	-	-	-	-	-	-
Unrestricted	200	207	(652)	(665)	(661)	(401)	(589)	(408)
Total business-type activities net assets	<u>\$ 1,197</u>	<u>\$ 1,281</u>	<u>\$ 1,322</u>	<u>\$ 1,269</u>	<u>\$ 1,328</u>	<u>\$ 1,854</u>	<u>\$ 1,682</u>	<u>\$ 1,812</u>
<b>PRIMARY GOVERNMENT</b>								
Invested in capital assets, net of related debt	\$ 6,163	\$ 18,483	\$ 18,023	\$ 22,206	\$ 73,608	\$ 80,446	\$ 53,488	\$ 62,498
Restricted	5,775	1,593	6,556	9,235	11,623	11,812	9,596	9,248
Unrestricted	1,100	3,418	3,805	5,842	4,791	4,128	5,785	(292)
Total primary government net assets	<u>\$13,038</u>	<u>\$23,494</u>	<u>\$28,384</u>	<u>\$37,282</u>	<u>\$90,024</u>	<u>\$96,387</u>	<u>\$68,869</u>	<u>\$71,454</u>

Note: The County adopted GASB 34 in 2003. Data for years prior to this are not available.  
Some items in the table may not add due to rounding.

**DAWSON COUNTY, GEORGIA**  
**CHANGES IN NET ASSETS**  
**Last Seven Fiscal Years**  
**(accrual basis of accounting)**  
**(amounts expressed in thousands)**

	2004	2005	2006	2007	2008	2009	2010
<b>EXPENSES</b>							
Governmental activities:							
General government	\$ 3,398	\$ 3,517	\$ 3,810	\$ 4,871	\$ 5,007	\$ 4,683	\$ 4,508
Public safety	7,409	8,822	8,609	10,205	2,664	2,698	12,034
Judicial	1,546	2,005	2,251	2,403	10,778	11,798	2,559
Public works	968	1,564	1,415	1,858	1,472	3,689	4,297
Health and welfare	910	832	853	878	956	1,090	1,110
Recreation and culture	1,509	1,653	1,621	1,755	1,436	1,578	1,728
Housing and development	155	981	1,323	1,379	1,492	1,133	907
Interest on long-term debt	670	796	930	886	2,392	2,235	2,030
Total governmental activities expenses	16,565	20,170	20,812	24,235	26,197	28,904	29,173
Business-type activities:							
Solid waste	242	259	345	201	194	441	450
Child Development Center	343	316	349	238	1	-	-
DCAR GIS	-	-	-	-	-	29	43
Total business-type activities expenses	585	575	694	440	440	470	493
Total primary government expenses	\$ 17,150	\$ 20,745	\$ 21,505	\$ 24,675	\$ 26,637	\$ 29,374	\$ 29,666
<b>PROGRAM REVENUES</b>							
Governmental activities:							
Charges for services:							
General government	\$ 1,232	\$ 959	\$ 950	\$ 1,434	\$ 925	\$ 1,144	\$ 843
Public safety	749	1,065	860	1,397	1,136	963	1,198
Judicial	1,004	863	1,133	904	1,641	1,173	1,242
Public works	-	-	33	5	-	-	-
Health and welfare	18	6	13	18	15	12	8
Recreation and culture	155	214	296	224	206	179	218
Housing and development	155	714	739	1,305	758	185	120
Total charges for services	3,313	3,821	4,025	5,288	4,681	3,656	3,629
Operating grants and contributions	879	1,710	1,431	986	1,613	1,424	1,273
Capital grants and contributions	139	141	1,436	3	618	61	2,225
Total governmental activities program revenues	4,331	5,672	6,892	6,276	6,912	5,141	7,127
Business-type activities:							
Charges for services:							
Solid waste	96	79	304	322	355	461	579
Child Development Center	308	296	283	156	16	13	-
DCAR GIS	-	-	-	-	2	10	6
Total charges for services	404	375	587	478	373	484	585
Operating grants and contributions	227	75	52	21	1	24	1
Capital grants and contributions	29	-	-	-	181	-	-
Total business-type activities program revenues	660	450	639	499	555	508	586
Total primary government program revenues	\$ 4,991	\$ 6,122	\$ 7,531	\$ 6,775	\$ 7,467	\$ 5,649	\$ 7,713
Net (expense)/revenue							
Governmental activities	\$ (12,234)	\$ (14,498)	\$ (13,920)	\$ (17,959)	\$ (19,285)	\$ (23,763)	\$ (22,046)
Business-type activities	75	(125)	(55)	59	115	38	93
Total primary government net expense	\$ (12,159)	\$ (14,623)	\$ (13,975)	\$ (17,900)	\$ (19,170)	\$ (23,725)	\$ (21,953)

**DAWSON COUNTY, GEORGIA**  
**CHANGES IN NET ASSETS**  
**Last Seven Fiscal Years**  
**(accrual basis of accounting)**  
**(amounts expressed in thousands)**

	2004	2005	2006	2007	2008	2009	2010
<b>GENERAL REVENUES AND OTHER</b>							
<b>CHANGES IN NET ASSETS</b>							
Governmental activities:							
Taxes							
Property Taxes	\$ 7,319	\$ 8,044	\$ 8,710	\$ 9,771	\$ 10,599	\$ 11,968	\$ 12,050
Sales Taxes	7,658	9,028	11,173	12,207	10,832	10,357	9,885
Insurance premium tax	634	677	710	747	765	754	733
Real estate and recording taxes	-	-	568	470	323	291	223
Other taxes	515	996	533	538	622	667	904
Total taxes	16,126	18,745	21,693	23,733	23,141	24,037	23,795
Sale of Wetland Credits	161	-	-	-	-	-	-
Homeowner Tax Relief Grant	-	-	-	288	315	337	-
Investment earnings	253	676	1,218	1,405	1,640	1,057	576
Gain on sale of capital assets	-	-	-	-	3	-	29
Other	384	-	-	-	-	-	138
Transfers	-	(164)	-	-	(159)	256	(36)
Total governmental activities	16,924	19,257	22,911	25,426	24,940	25,687	24,502
Business-type activities:							
Investment earnings	1	3	2	-	-	-	-
Gain on sale of capital assets	-	-	-	-	6	45	-
Other	8	-	-	-	-	-	1
Transfers	-	164	-	-	159	(256)	36
Total business-type activities	9	167	2	-	165	(211)	37
Total primary government	\$ 16,933	\$ 19,424	\$ 22,913	\$ 25,426	\$ 25,105	\$ 25,476	\$ 24,539
<b>CHANGE IN NET ASSETS</b>							
Governmental activities	\$ 4,690	\$ 4,759	\$ 8,991	7,467	5,655	1,924	2,455
Business-type activities	84	42	(53)	59	280	(173)	130
Total primary government	\$ 4,774	\$ 4,801	\$ 8,938	\$ 7,526	\$ 5,935	\$ 1,751	\$ 2,585

Note: Data for years prior to this are not available.  
Some items in the table may not add due to rounding.

**DAWSON COUNTY, GEORGIA**  
**FUND BALANCES OF GOVERNMENTAL FUNDS**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**  
**(amounts expressed in thousands)**

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>General fund</b>										
Reserved										
Capital projects	\$ 121	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 219	\$ -	\$ -	\$ -
Prepaid items	79	223	271	251	311	166	197	193	193	205
Operating Reserve	-	-	1,082	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	30	-	-	82
Other programs	4,574	64	-	-	-	-	20	21	41	182
Total reserved	4,774	287	1,353	251	311	166	466	214	234	469
Unreserved	109	72	-	2,374	3,990	5,821	4,761	3,124	3,104	3,733
Total general fund	\$ 4,883	\$ 359	\$ 1,353	\$ 2,625	\$ 4,301	\$ 5,987	\$ 5,227	\$ 3,338	\$ 3,338	\$ 4,202
<b>All other governmental funds</b>										
Reserved:										
Capital projects	\$ 5,225	\$ 3,900	\$ -	\$ -	\$ -	\$ 9,299	\$ 51,617	\$ 50,219	\$ 33,354	\$ 20,174
Debt service	-	-	4,354	3,347	-	-	2,884	3,052	16,502	9,505
Prepaid items	-	1,059	206	1	2	-	-	-	-	-
Other programs	260	-	605	14,360	-	-	-	4	12	-
Total reserved	5,485	4,959	5,165	17,708	2	9,299	54,501	53,275	49,868	29,679
Unreserved, designated for:										
Capital asset purchases	-	-	339	-	-	-	-	-	60	-
Budget	-	-	-	-	-	-	-	-	-	72
Wireless service upgrades	-	-	-	-	-	-	-	38	112	-
Unreserved, undesignated, reported	-	-	-	-	-	-	-	-	-	-
Special revenue funds	-	-	-	-	445	541	422	276	243	367
Capital projects funds	-	-	-	200	15,546	8,912	-	-	-	5,094
Debt service funds	-	-	-	-	2,517	3,277	-	-	-	3,130
Total unreserved	-	-	339	200	18,508	12,729	422	314	415	8,663
Total all other governmental funds	\$ 5,485	\$ 4,959	\$ 5,504	\$ 17,907	\$ 18,510	\$ 22,028	\$ 54,923	\$ 53,589	\$ 50,283	\$ 38,342
Total reserved	\$ 10,259	\$ 5,246	\$ 6,518	\$ 17,959	\$ 313	\$ 9,465	\$ 54,967	\$ 53,489	\$ 50,102	\$ 30,148
Total unreserved	\$ 109	\$ 72	\$ 339	\$ 2,574	\$ 22,497	\$ 18,550	\$ 5,183	\$ 3,438	\$ 3,519	\$ 12,396
Total all funds	\$ 10,368	\$ 5,318	\$ 6,856	\$ 20,532	\$ 22,810	\$ 28,015	\$ 60,150	\$ 56,927	\$ 53,621	\$ 42,544

Note: Some items in the table may not add due to rounding.

**DAWSON COUNTY, GA**  
**CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS**  
(modified accrual basis of accounting)  
(amounts expressed in thousands)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>REVENUES</b>										
Taxes	\$ 12,564	\$ 12,474	\$ 15,522	\$ 16,609	\$ 18,718	\$ 21,693	\$23,683	\$23,074	\$ 23,965	\$ 23,805
Licenses and permits	437	669	706	751	825	833	1,569	1,788	1,607	412
Fines and forfeitures	439	701	820	959	937	1,135	1,094	953	456	803
Charges for services	1,402	1,097	1,049	1,246	1,739	1,864	2,585	968	816	2,460
Investment earnings	434	89	76	253	676	1,218	1,405	2,539	2,302	579
Intergovernmental	1,385	1,082	1,239	1,102	1,739	2,028	1,153	1,640	1,057	1,410
Other	135	830	166	103	140	228	216	264	325	416
<b>Total revenues</b>	<b>16,795</b>	<b>16,943</b>	<b>19,578</b>	<b>21,022</b>	<b>24,773</b>	<b>28,999</b>	<b>31,705</b>	<b>31,226</b>	<b>30,528</b>	<b>29,885</b>
<b>EXPENDITURES</b>										
General government	1,562	1,856	3,083	3,772	2,417	3,176	3,604	4,220	3,915	4,109
Public safety	5,088	5,665	6,596	6,886	7,538	8,189	9,691	2,664	2,691	10,972
Judicial	1,132	1,244	1,352	1,532	1,969	2,227	2,434	10,630	10,629	2,620
Public works	921	948	780	910	960	1,263	1,321	1,390	1,739	1,178
Health and welfare	308	329	948	891	761	814	837	953	1,029	1,060
Culture and Recreation	784	972	1,278	1,303	1,345	1,381	1,511	1,415	1,314	1,464
Housing and development	-	-	267	155	938	1,220	1,361	1,496	1,122	899
Intergovernmental	-	-	-	-	687	422	1,052	516	333	-
Capital Outlay	12,161	6,256	1,710	3,106	4,686	9,066	14,055	5,419	4,265	9,096
Miscellaneous	2,073	2,592	-	-	-	-	-	-	-	-
Principal on long-term debt	-	-	-	-	3,123	2,966	3,646	3,786	4,212	7,016
Interest on long-term debt	-	-	-	-	807	863	925	1,775	2,554	2,399
Other debt service payments	-	-	2,320	3,359	-	76	550	44	-	95
<b>Total expenditures</b>	<b>24,029</b>	<b>19,863</b>	<b>18,334</b>	<b>21,914</b>	<b>25,231</b>	<b>31,663</b>	<b>40,989</b>	<b>34,308</b>	<b>33,803</b>	<b>40,908</b>
Excess of revenues over (under) expenditures	(7,234)	(2,920)	1,244	(893)	(458)	(2,664)	(9,283)	(3,081)	(3,275)	(11,023)
<b>OTHER FINANCING SOURCES (USES)</b>										
Proceeds from COPS	191	140	-	-	-	-	-	-	-	-
Proceeds from financing	-	1,200	-	14,081	-	7,834	41,416	41,416	-	-
Capital Lease issuance	-	-	239	334	418	-	-	-	-	-
road improvements	-	-	67	-	-	-	-	-	-	-
Proceeds from sales of wetland credits	-	-	168	161	-	-	-	-	-	-
Sale of capital assets	-	-	11	-	9	48	3	3	3	29
Transfers in	188	-	-	-	15,482	4,598	4,938	4,938	9,345	7,324
Transfers out	(188)	-	(190)	(8)	(15,645)	(4,598)	(4,938)	(4,938)	(9,379)	(7,408)
<b>Total other financing sources (uses)</b>	<b>191</b>	<b>1,340</b>	<b>295</b>	<b>14,568</b>	<b>264</b>	<b>7,882</b>	<b>41,419</b>	<b>41,419</b>	<b>(31)</b>	<b>(55)</b>
<b>Net change in fund balances</b>	<b>\$ (7,043)</b>	<b>\$ (1,580)</b>	<b>\$ 1,538</b>	<b>\$ 13,676</b>	<b>\$ (194)</b>	<b>\$ 5,218</b>	<b>\$ 32,136</b>	<b>\$ 38,338</b>	<b>\$ (3,306)</b>	<b>\$ (11,078)</b>
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	13.96%	17.86%	3.93%	17.28%	19.01%	19.40%	22.91%	29.89%

In adopting the DCA Uniform Chart of Accounts in 2003, some activities were reclassified to different functions than had been reported in the financial statements. Those functions have been reclassified above so that comparisons can be made between years.

Note: Some items in the table may not add due to rounding.

**DAWSON COUNTY, GEORGIA**  
**General Fund History**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Last Five Fiscal Years**  
**(amounts expressed in thousands)**

	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
<b>REVENUES</b>					
Taxes	\$ 15,478	\$ 16,914	\$ 17,053	\$ 18,163	\$ 18,189
Licenses and permits	833	740	463	431	412
Intergovernmental	1,285	709	731	950	379
Fines and forfeitures	944	824	785	649	655
Charges for services	1,410	2,351	2,266	1,756	1,873
Contributions and donations	156	76	60	103	116
Interest income	401	572	296	14	17
Miscellaneous	72	70	42	39	110
<b>TOTAL REVENUES</b>	<b>20,578</b>	<b>22,254</b>	<b>21,696</b>	<b>22,104</b>	<b>21,751</b>
<b>EXPENDITURES</b>					
<b>Current</b>					
General government	3,176	3,480	4,101	3,870	4,103
Judicial	2,094	2,230	2,375	2,380	2,328
Public safety	7,143	8,704	9,581	9,622	9,687
Public works	1,013	1,249	1,382	1,460	1,083
Health and welfare	515	439	387	412	392
Culture and Recreation	1,374	1,500	1,414	1,309	1,378
Housing and development	940	990	1,101	713	516
Intergovernmental	422	750	294	333	-
Capital Outlay	1,516	933	929	10	-
Debt Service	755	1,122	981	837	177
<b>TOTAL EXPENDITURES</b>	<b>18,947</b>	<b>21,396</b>	<b>22,544</b>	<b>20,947</b>	<b>19,664</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>					
	1,631	858	(848)	1,157	2,087
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in/(out)	(700)	(1,941)	(1,052)	(1,158)	(1,223)
Proceeds from borrowings	754	320	-	-	-
Sale of capital assets	1	3	11	1	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>55</b>	<b>(1,618)</b>	<b>(1,041)</b>	<b>(1,157)</b>	<b>(1,223)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>1,686</b>	<b>(760)</b>	<b>(1,889)</b>	<b>-</b>	<b>864</b>
<b>FUND BALANCES, JANUARY 1</b>	<b>1,353</b>	<b>5,987</b>	<b>5,227</b>	<b>3,338</b>	<b>3,338</b>
<b>FUND BALANCES, DECEMBER 31</b>	<b>\$ 3,039</b>	<b>\$ 5,227</b>	<b>\$ 3,338</b>	<b>\$ 3,338</b>	<b>\$ 4,202</b>

Note: Some items in the table may not add due to rounding.

**DAWSON COUNTY, GEORGIA**  
**GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**  
**(amounts expressed in thousands)**

<b>Fiscal Year</b>	<b>Property Taxes</b>	<b>Sales Taxes</b>	<b>Insurance Premium Tax</b>	<b>Real Estate Transfer Tax</b>	<b>Other Taxes</b>	<b>Total</b>
2001	\$ 4,817	\$ 6,470	\$ 495	\$ 62	\$ 719	\$ 12,564
2002	4,224	6,946	547	355	403	12,474
2003	7,209	6,654	586	-	1,072	15,522
2004	7,284	7,658	634	-	1,032	16,609
2005	8,044	9,028	677	-	968	18,718
2006	8,710	11,173	710	568	533	21,693
2007	9,721	12,207	747	470	538	23,683
2008	10,532	10,832	765	323	622	23,074
2009	11,896	10,357	754	291	667	23,965
2010	\$ 12,228	\$ 9,885	\$ 733	\$ 223	\$ 736	\$ 23,805

**DAWSON COUNTY, GEORGIA**  
**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**  
**(amounts expressed in thousands)**

Tax Year	Real Property				Personal Property				Less Exemptions:		Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value (3)	Assessed Value as a Percentage of Actual Value
	Residential Property	Agricultural Property (1)	Commercial & Industrial	Public Utilities	Inventory & Equipment (4)	Motor Vehicles	Mobile Homes	Other (2)	Real Property	Personal Property				
2001	\$ 400,768	\$ 145,654	\$ 81,306	\$ 15,209	\$ 48,089	\$ 90,372	\$ 2,220	\$ 6,494	\$ 48,759	\$ 4,812	\$ 736,540	\$ 6	\$ 1,841,351	40.00%
2002	476,391	148,019	97,181	16,482	45,271	93,019	2,576	6,685	51,507	3,268	830,849	9.139	2,077,121	40.00%
2003	519,915	146,841	100,154	16,589	44,289	60,963	1,917	3,551	52,079	2,383	839,756	9.138	2,099,391	40.00%
2004	635,604	226,733	112,615	17,825	46,563	61,277	1,607	4,111	94,573	343	1,011,419	8.138	2,528,546	40.00%
2005	687,209	222,669	129,447	18,262	50,801	61,185	1,532	5,193	105,236	2,934	1,068,128	8.138	2,670,320	40.00%
2006	813,833	220,688	134,058	19,417	57,304	61,338	1,401	6,701	107,360	5,843	1,201,538	8.138	3,003,845	40.00%
2007	868,203	224,652	161,599	21,784	60,684	66,589	1,403	7,564	110,749	5,316	1,296,414	8.138	3,241,035	40.00%
2008	979,011	371,464	176,874	21,373	65,043	72,839	1,397	6,479	195,659	5,316	1,493,506	8.138	3,733,764	40.00%
2009	982,672	375,834	181,483	22,847	64,110	76,347	1,165	6,640	225,979	6,660	1,478,457	8.138	3,696,143	40.00%
2010	964,017	373,420	26,723	181,148	60,355	65,463	1,034	6,230	239,908	5,906	1,432,575	8.138	3,581,438	40.00%

Source: Georgia Department of Revenue

(1) Includes conservation use and preferential property.

(2) Includes aircraft, boats, miscellaneous personal property, timber and heavy equipment.

(3) Property that is exempt from taxation has not been included. That is typically property owned by governments and not-for-profit organizations like churches.

**DAWSON COUNTY, GEORGIA**  
**Direct and Overlapping Property Tax Rate - Mills**  
**Last Ten Fiscal Years**  
**(Mills - rate per \$1,000 of taxable assessed value)**

<i>Tax Year</i>	<i>2001</i>	<i>2002</i>	<i>2003</i>	<i>2004</i>	<i>2005</i>	<i>2006</i>	<i>2007</i>	<i>2008</i>	<i>2009</i>	<i>2010</i>
<i>Fiscal Year</i>	<i>2002</i>	<i>2003</i>	<i>2004</i>	<i>2005</i>	<i>2006</i>	<i>2007</i>	<i>2008</i>	<i>2009</i>	<i>2010</i>	<i>2011</i>
<b><u>Dawson County Rates:</u></b>										
County - Incorporated	6.164	9.139	9.138	8.138	8.138	8.138	8.138	8.138	8.138	8.138
County - Unincorporated (1)	6.164	9.139	9.138	8.138	8.138	8.138	8.138	8.138	8.138	8.138
School Operations	12.75	13.646	13.646	13.646	13.646	13.646	13.646	13.646	13.646	13.646
School Debt Service	0.400	0.400	0.400	0.400	0.400	0.400	0.400	0.400	0.400	0.400
<b><u>State of Georgia:</u></b>										
	0.250	0.250	0.250	0.250	0.250	0.250	0.250	0.250	0.250	0.250
Total Incorporated	6.414	9.389	9.388	8.388	8.388	8.388	8.388	8.388	8.388	8.388
Total Unincorporated	19.561	23.435	23.434	22.434	22.434	22.434	22.434	22.434	22.434	22.434
<b><u>Municipal Rates:</u></b>										
Dawsonville	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000

Source: Georgia Department of Revenue

Overlapping rates are those of local and county governments that apply to property owners within the County. Not all overlapping rates apply to all County property owners (e.g., the rates for special districts apply only to the proportion of the government's property owners whose property is located within the geographic boundaries of the special district. The districts that are within the city limits of municipalities that do not levy a city tax are considered with the unincorporated areas in computing the maximum rates.

(1) For purposes of this schedule and Exhibit 7, the County unincorporated rate is considered the total direct rate.

**DAWSON COUNTY, GEORGIA  
PRINCIPAL PROPERTY TAXPAYERS  
Current Year and Nine Years Ago (See Note)  
(amounts expressed in thousands)**

Taxpayer	Type of Business	2010			2001		
		Taxable Assessed	Rank	Percentage of Total Taxable Assessed	Taxable Assessed	Rank	Percentage of Total Taxable Assessed
		Value		Value	Value		Value
Chelsea GCA Realty	Outlet Mall	\$ 17,050	1	1.32%	\$ 14,655	1	4.04%
City of Atlanta	Municipality	12,764	2	0.98%	6,792	2	1.87%
Forestar (GA) Real Estate	Residential Development	11,332	3	0.87%			
Dawson Fee LLC	Real Estate Development	6,800	4	0.52%			
Georgia Power Company	Utility	6,320	5	0.49%			
Wal-Mart Real Estate	Shopping Center	5,746	6	0.44%			
Georgia Transmission	Utility	5,740	7	0.44%			
Lumpkin Campground Road LLC		5,104	8	0.39%			
Nordson Corporation	Manufacturer	5,033	9	0.39%			
G06 4 LLC		4,858	10	0.37%			
Chestatee Development	Residential Development				6,240	3	1.42%
Dawson 400 Associates LP	Real Estate Development				5,689	4	1.57%
Inland Container Corp	Paper Company				5,135	5	0.95%
J&M Laboratories INC	Hot Melt Equipment				3,674	6	1.01%
TelTek INC					3,443	7	0.93%
Sawnee EMC	Utility				3,381	8	1.72%
Totals		<u>\$ 80,747</u>		<u>5.64%</u>	<u>\$ 49,009</u>		<u>6.65%</u>

Source: Dawson County Tax Commissioner

County maintenance & operations

**DAWSON COUNTY, GEORGIA**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**Last Ten Fiscal Years**  
(amounts expressed in thousands)

Fiscal Year	Tax Year	Tax Due Date	Taxes Levied for the Tax Year (Original Levy)		Interest, Costs, & Penalties	Total Adjusted Levy	Collected within Fiscal year of the Levy		Collections in Subsequent Years	Total Collections to Date		Uncollected Balance
			Amount	Percentage of Original Levy			Amount	Percentage of Adjusted Levy				
2003	2002	01/20/03	\$ 6,903	\$ 177	\$ 133	\$ 7,213	\$ 2,348	34.01% <sup>(1)</sup>	\$ 4,865	\$ 7,213	100.00%	\$ -
2004	2003	12/20/03	7,395	382	158	7,935	6,124	82.81%	1,811	7,935	100.00%	-
2005	2004	12/20/04	7,963	(44)	171	8,090	6,814	85.57%	1,276	8,090	100.00%	-
2006	2005	12/20/05	8,415	(1)	245	8,659	7,187	85.41%	1,471	8,658	99.99%	1
2007	2006	12/20/06	9,583	(16)	222	9,789	8,219	85.77%	1,566	9,785	99.96%	4
2008	2007	12/01/07	10,281	88	218	10,587	9,399	91.42%	1,179	10,578	99.91%	9
2009	2008	12/01/08	11,753	51	40	11,844	10,362	88.16%	1,461	11,823	99.82%	21
2010	2009	12/01/09	11,877	16	27	11,920	10,466	88.12%	1,253	11,719	98.31%	201
2011	2010	12/01/10	\$ 12,576	\$ (20)	\$ 48	\$ 12,604	\$ 11,245	89.42%	\$ -	\$ 11,245	89.22%	\$ 1,359

Note: Information for Tax Year 2001 is not available.

<sup>(1)</sup> Taxes due January 20, 2003; therefore, lower collection percentage for original collection.

Taxes levied during the calendar year 2009 are recorded as revenues in the financial statements in 2010 since they are levied to finance that year's expenditures.

Taxes levied include real and personal property, motor vehicle, mobile home, timber, and heavy equipment taxes.

Adjustments reflect changes, i.e., Not on Digest entries (NODS), Appeal settlement adjustments, error corrections, if any.

**DAWSON COUNTY, GEORGIA**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**

Last Ten Fiscal Years  
(amounts expressed in thousands)

Fiscal Year	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	Capital Leases	Agreement for sale Payable	Contracts Payable	General Obligation Bonds (2)	GEFA Notes Payable	Capital Leases					
2001	\$ 13,025	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,025	2.78%	\$ 770
2002	12,334	-	5,680	-	-	-	-	-	18,014	3.68%	1,022
2003	5,381	-	5,560	-	-	-	-	-	10,941	0.00%	590
2004	5,100	-	5,430	12,200	-	-	-	-	22,730	4.16%	1,194
2005	2,526	-	5,300	12,200	-	-	-	-	20,026	3.44%	1,015
2006	3,350	6,080	5,165	10,300	-	-	-	-	24,895	4.03%	1,206
2007	2,734	5,755	5,030	46,375	-	-	-	-	59,894	8.59%	2,788
2008	1,928	5,415	4,890	43,875	-	-	-	-	56,108	7.67%	2,550
2009	926	5,060	4,735	41,175	-	-	-	-	51,896	6.72%	2,301
2010	\$ 789	\$ 4,690	\$ 4,575	\$ 34,825	\$ -	\$ -	\$ -	\$ -	\$ 44,879	8.12%	\$ 2,010

Note: Details regarding the County's outstanding debt can be found in the Note 11 of the notes to the financial statements.

- (1) See the Schedule of Demographic and Economic Statistics on Exhibit 17 for personal income and population data.
- (2) Premiums and discounts are not included in the General Obligation Bonds outstanding.

**DAWSON COUNTY, GEORGIA**  
**OTHER LONG-TERM LIABILITIES**  
**Last Ten Fiscal Years**  
**(amounts expressed in thousands)**

Fiscal Year	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	Landfill Closure/ Post-closure (2)	Compensated Absences	Total	Landfill Closure/ Post-closure	Compensated Absences	Total			
2001	\$ 869	\$ -	\$ 869	\$ -	\$ -	\$ -	\$ 869	0.19%	\$ 51
2002	837	-	837	-	-	-	837	0.17%	48
2003	-	287	287	934	11	945	1,232	0.24%	66
2004	-	302	302	902	11	913	1,215	0.22%	64
2005	-	401	401	886	12	898	1,298	0.22%	66
2006	-	395	395	927	1	928	1,323	0.21%	64
2007	-	244	244	898	1	899	1,143	0.16%	53
2008	-	239	239	784	1	785	1,024	0.14%	47
2009	-	266	266	928	1	929	1,195	0.15%	53
2010	\$ -	\$ 253	\$ 253	\$ 904	\$ 1	\$ 905	\$ 1,158	0.21%	\$ 52

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Demographic and Economic Statistics on Exhibit 17 for personal income and population data.

(2) Landfill closure/postclosure costs were moved from the General fund to the Solid Waste Enterprise fund in 2004.

**DAWSON COUNTY, GEORGIA**  
**RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING**  
**Last Ten Fiscal Years**  
**(amounts expressed in thousands)**

<b>Fiscal Year</b>	<b>General Obligation Bonds</b>	<b>Less: Amounts Restricted to Repaying Principal</b>	<b>Total</b>	<b>Percentage of Estimated Actual Taxable Value of Property (1)</b>	<b>Per Capita (2)</b>
2001	\$ -	\$ -	\$ -	0.00%	\$ -
2002	-	-	-	0.00%	-
2003	-	-	-	0.00%	-
2004	12,200	-	12,200	0.48%	641
2005	12,200	2,282	9,918	0.37%	503
2006	10,300	3,042	7,258	0.24%	352
2007	46,375	2,637	43,738	1.35%	2,036
2008	43,875	2,887	40,988	1.10%	1,863
2009	41,175	3,830	37,345	1.01%	1,656
2010	\$ 34,825	\$ 2,039	\$ 32,786	0.92%	\$ 1,468

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

(1) See Table 8 for property value data.

(2) See Table 18 for population data.

**DAWSON COUNTY, GEORGIA**  
**Direct and Overlapping Governmental Activities Debt**  
**General Obligation and Revenue Bonds**  
**December 31, 2010**  
(amounts expressed in thousands)

<b><i>Jurisdiction</i></b>	<b><i>Debt Outstanding</i></b>	<b><i>Percentage Applicable to Government</i></b>	<b><i>Amount Applicable to Government</i></b>
Direct Debt			
General Obligation Debt	\$ 34,825	100.00%	\$ 34,825
Capital Leases	789	100.00%	789
Agreement for Sale - Jail	4,690	100.00%	4,690
Contract Payable - EWSA	4,575	100.00%	4,575
Total Direct	<u>44,879</u>		<u>44,879</u>
Overlapping General Obligation Debt:			
Dawson County School System	10,175	100.00%	10,175
City of Dawsonville	3,425	100.00%	3,425
Total Overlapping General Obligation Debt	<u>13,600</u>		<u>13,600</u>
Total	<u>\$ 58,479</u>		<u>\$ 58,479</u>

Sources: Assessed value data used to estimate applicable percentages provided by the State Department of Revenue. Debt outstanding provided by the County. See Table 8.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the county. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident.

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

**DAWSON COUNTY, GEORGIA**  
**LEGAL DEBT MARGIN INFORMATION**  
**Last Ten Fiscal Years**  
**(amounts expressed in thousands)**

	FISCAL YEAR									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Assessed value of property	\$ 790,112	\$ 885,624	\$ 894,218	\$ 1,106,334	\$ 1,176,299	\$ 1,314,741	\$ 1,412,478	\$ 1,694,481	\$ 1,711,096	\$ 1,678,390
Debt limit (10% of total assessed value)	79,011	88,562	89,422	110,633	117,630	131,474	141,248	169,448	171,110	167,839
Amount of Debt applicable to limit:										
General obligation bonds and contracts payable	-	5,680	5,560	17,630	17,500	15,465	51,405	48,765	45,910	39,400
Less: Resources restricted to paying principal	-	-	-	-	(2,282)	(3,042)	(2,637)	(2,887)	(3,830)	(2,039)
Total net debt applicable to limit	-	5,680	5,560	17,630	15,218	12,423	48,768	45,878	42,080	37,361
Legal debt margin	\$ 79,011	\$ 82,882	\$ 83,862	\$ 93,003	\$ 102,412	\$ 119,051	\$ 92,480	\$ 123,570	\$ 129,030	\$ 130,478
Total net debt applicable to the limit as a percentage of debt limit	0.00%	6.41%	6.22%	15.94%	12.94%	9.45%	34.53%	27.07%	24.59%	22.26%

**DAWSON COUNTY, GEORGIA**  
**PLEDGED REVENUE COVERAGE**  
**Last Ten Fiscal Years**  
**(amounts expressed in thousands)**

**Sales Tax Increment Bonds (1)**

<b>Fiscal Year</b>	<b>Sales Tax</b>		<b>Debt Service</b>		<b>Coverage</b>
	<b>Increment</b>		<b>Principal</b>	<b>Interest</b>	
2001	\$ -		\$ -	\$ -	-
2002	-		-	-	-
2003	-		-	-	-
2004	-		-	-	-
2005	-		-	-	-
2006	6,005		1,900	380	2.63
2007	6,564		2,250	317	2.56
2008	5,816		2,500	1,197	1.57
2009	5,567		2,700	2,022	1.18
2010	\$ 5,314		\$ 3,500	\$ 1,861	0.99

(1) Sales tax increment bonds are backed by the sales tax revenue produced by the sales tax rate in effect when the bonds were issued

Note: Details regarding the government's outstanding debt can be found in the notes to the financial statements.

**DAWSON COUNTY, GEORGIA  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
Last Ten Fiscal Years**

Fiscal Year	Population (1)	Personal Income (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2001	\$ 16,916	\$ 468,928	\$ 27,721	2.5%
2002	17,620	488,937	27,749	4.0%
2003	18,559	506,271	27,279	3.0%
2004	19,041	546,610	28,707	4.2%
2005	19,731	581,630	29,478	3.6%
2006	20,643	617,948	29,935	3.5%
2007	21,484	696,877	32,437	3.6%
2008	22,006	731,501	33,241	5.9%
2009	22,555	772,058	34,230	9.7%
2010	\$ 22,330	\$ 552,668	\$ 24,750	10.1%

Data sources:

- (1) US Bureau of the Census
- (2) Amount expressed in thousands
- (3) Federal Bureau of Economic Analysis (2009 not available, estimated based on Compound Annual Growth Rate for the period 2004 through 2008)
- (4) State Department of Labor

**DAWSON COUNTY, GEORGIA  
PRINCIPAL EMPLOYERS  
Current Year and Nine Years Ago (See Note)**

Employer	2010			2003		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
North Georgia Premium Outlets	1,000	1	9.01%	1,100	1	9.96%
Gold Creek Foods LLC	600	2	5.40%			n/a
Dawson County Board of Education	451	3	4.06%	415	2	3.76%
Wal-Mart # 3874	350	4	3.15%			n/a
Dawson County Commissioner's Office	275	5	2.48%	200	4	1.81%
Nordson Corporation	233	6	2.10%	233	3	2.11%
Kroger	150	7	1.35%	116	5	1.05%
World Wide Manufacturing Co.	107	8	0.96%	107	6	0.97%
Department of Natural Resources	99	9	0.89%			n/a
Ingles Market	90	10	0.81%	90	7	0.81%
The Home Depot			0.00%			n/a
SleeveCo, Inc			0.00%	80	9	0.72%
Chestatee State Bank			0.00%	80	10	0.72%
All other employers	7,749		69.79%	8,622		78.08%
Total	<u>11,104</u>		<u>100.00%</u>	<u>11,043</u>		<u>100.00%</u>

Source: Dawson County Chamber of Commerce

Note: Data for nine years ago (2001) is not available, used oldest available (2003).

**DAWSON COUNTY, GEORGIA**  
**FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION**  
**Last Ten Fiscal Years**

<b>Function</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
General government	-	-	-	32	33	35	52	58	51	41
Public safety										
Sheriff										
Officers	-	-	-	63	71	82	92	83	82	88
Civilians	-	-	-	11	13	18	18	26	27	28
Fire										
Firefighters and officers	-	-	-	35	35	41	44	43	43	42
Civilians	-	-	-	1	1	1	1	3	3	2
Court system	-	-	-	20	24	26	30	30	32	30
Public works	-	-	-	23	21	21	24	24	23	23
Health and welfare	-	-	-	9	9	9	9	9	9	9
Recreation and culture	-	-	-	8	8	9	10	10	12	12
Housing and development	-	-	-	-	-	-	-	-	-	-
Solid Waste	-	-	-	-	-	-	-	-	-	-
Water & Sewer	-	-	-	-	-	-	1	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>202</b>	<b>215</b>	<b>242</b>	<b>281</b>	<b>286</b>	<b>282</b>	<b>275</b>

Source: Dawson County Human Resources

Notes: A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave). Full-time-equivalent employment is calculated by dividing total labor hours by 2,080.

Information for 2000-2003 is not available.

**DAWSON COUNTY, GEORGIA**  
**OPERATING INDICATORS BY FUNCTION**  
**Last Ten Fiscal Years**

<b>Function</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
<b>Sheriff</b>										
Citations	-	-	-	-	2,115	2,694	2,323	2,809	1,986	1,477
Traffic Stops	-	-	-	-	7,057	8,738	9,254	14,708	13,649	10,467
Arrests	-	-	-	-	824	898	2,273	2,848	2,201	2,036
<b>Emergency Services</b>										
Fire calls answered	-	1,455	1,597	1,641	1,993	1,707	1,880	2,019	2,048	1,989
Fire Inspections	-	-	-	-	385	605	663	548	1,339	829
EMS Calls	-	1,634	1,727	1,778	2,043	1,959	2,103	2,279	2,282	2,243
<b>Highways and streets</b>										
Paved resurfacing (miles)	-	-	-	-	10.5	10.4	22.8	11.5	7.0	6.5
<b>Transfer Station</b>										
Refuse collected (tons/month)	-	-	-	-	216	N/A	108	150	201	345
<b>Planning and Development</b>										
Building permits	654	745	579	591	643	680	621	389	247	250
<b>Recreation and Culture</b>										
Spring sports participants (1)	-	713	688	809	1,096	1,170	1,039	1,208	1,205	1,117
Total sports participants (1)	-	-	-	-	-	2,011	2,299	2,597	2,813	2,787
Facility usage	-	-	-	-	-	475	592	2,858	2,486	2,391

Sources: Various County departments

Note: Information is not available for many years.

(1) Sports programs such as football and basketball were added during 2006 with the availability of additional facilities.

**DAWSON COUNTY, GEORGIA**  
**CAPITAL ASSET STATISTICS BY FUNCTION**  
**Last Ten Fiscal Years (See Note)**

Function	2006	2007	2008	2009	2010
<b>General government</b>					
Undeveloped Land	1 parcel, 77.67 acres	1 parcel, 77.67 acres	1 parcel, 77.67 acres	2 parcels, 79.038 acres	2 parcels, 79.038 acres
Buildings	2	3	4	4	4
Vehicles	3	3	6	6	6
<b>Public safety</b>					
Buildings					
Sheriff Department	3	2	2	2	3
Emergency Services	5	5	6	6	6
Vehicles					
Fire/Pumper Trucks	10	10	10	14	14
Other Fire Dept. Vehicles	15	15	16	16	16
Ambulance/Rescue	10	10	12	12	12
Sheriffs Vehicles	57	60	72	75	80
Marshall's Vehicles	-	-	3	3	3
Equipment (1)	1	1	1	1	1
<b>Court system</b>					
Buildings	2	2	2	2	2
Vehicles	-	3	1	1	1
<b>Public works</b>					
Buildings					
Road Department	1	1	1	1	1
Facilities Management	1	1	1	1	1
Transfer Station	2	2	2	3	3
Fleet Maintenance	-	-	-	1	1
Vehicles					
Road Department	14	15	15	15	15
Facilities Management	2	2	2	2	2
Heavy Equipment					
Road Department	16	17	17	18	18
Transfer Station	1	-	-	2	2
Fleet Maintenance	-	-	-	1	1
Roads					
Total Miles Paved Roads	200	200	201	201	208
Total Miles Unpaved Roads	90	90	89	89	70
<b>Health and welfare</b>					
Buildings	1	1	1	1	1
Vehicles	2	2	2	2	2
<b>Recreation and culture</b>					
Park and Recreation					
Buildings/Site Improvements	14	14	14	14	15
Vehicles	5	6	5	5	5
Equipment	1	1	1	1	1
Senior Center					
Buildings	1	1	1	1	1
Vehicles	8	8	7	7	7
Child Care Center					
Buildings	1	1	1	1	1

Sources: Various county departments  
No data is available prior to 2006

(1) Fire Safety House (Mobile Trailer)

## Part IV

# Other Reporting Section



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***SINGLE AUDIT SECTION***

This section contains reports required by OMB A-133 and grantor agencies.

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**Independent Auditor's Report on Internal Control over Financial Reporting and on  
Compliance and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance with *Government Auditing Standards***

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

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Dawson County, Georgia, as of and for the year ended December 31, 2010, which collectively comprise Dawson County, Georgia's basic financial statements and have issued our report thereon dated June 23, 2011. We did not audit the financial statements of the Dawson County Health Department, a component unit of Dawson County, Georgia. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion on the basic financial statements, insofar as it relates to the amounts included for the Dawson County Health Department, is based on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs as comments 10-1 and 10-2 that we consider to be significant deficiencies in internal control over financial reporting. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

**Compliance and Other Matters**

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

We noted certain matters that we have reported to management of Dawson County, Georgia in a separate letter dated June 23, 2011.

Dawson County, Georgia's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit Dawson County, Georgia's responses and, accordingly, we express no opinion on them.

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

*Rushton & Company, LLC*

Certified Public Accountants

Gainesville, Georgia  
June 23, 2011

**Independent Auditor's Report on Compliance with Requirements that Could Have  
a Direct and Material Effect on Each Major Program and on Internal Control  
over Compliance in Accordance with OMB Circular A-133**

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

Compliance

We have audited Dawson County, Georgia's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have direct and material effect on each of Dawson County, Georgia's major federal programs for the year ended December 31, 2010. Dawson County, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Dawson County, Georgia's management. Our responsibility is to express an opinion on Dawson County, Georgia's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Dawson County, Georgia's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Dawson County, Georgia's compliance with those requirements.

In our opinion, Dawson County, Georgia complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2010.

Internal Control over Compliance

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

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

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

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

*Rushton & Company, LLC*

Certified Public Accountants

Gainesville, Georgia  
June 23, 2011

**DAWSON COUNTY, GEORGIA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended December 31, 2010**

<b>Federal Grant/Pass-Through Grantor/Program Title</b>	<b>Federal CFDA Number</b>	<b>Pass- Through Number</b>	<b>Expenditures</b>
<b>Department of the Interior</b>			
Passed through the Georgia Department of Natural Resources: Outdoor Recreation_Acquisition, Development and Planning	15.916	13-00896	\$ 43,390
<b>Department of Justice</b>			
Passed through the Criminal Justice Coordinating Council: Juvenile Accountability Block Grants	16.523	07B-ST-0001 JB-08ST-0001	4,981 257 <hr/> 5,238
Edward Byrne Memorial Formula Grant Program	16.738	B08-8-037 B09-8-008	62,365 65,216 <hr/> 127,581
ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program/ Grants to States and Territories	16.803	B82-8-127 B82-8-130	69,995 10,000 <hr/> 79,995
Violence Against Women Formula Grants	16.588	N/A	<hr/> 36,130
Bulletproof Vest Partnership Program	16.607	N/A	<hr/> 2,323
<b>Total Department of Justice</b>			<hr/> 251,267
<b>Department of Labor</b>			
Passed through the Georgia Governor's Office of Work Force Development: Work Incentive Grants	17.266	66317004	<hr/> 24,236
<b>Department of Transportation</b>			
Passed through the Georgia Department of Transportation: Formula Grants for Other Than Urbanized Areas	20.509	GA-18-4030 / T002910 GA-18-4031 / T003354	51,901 46,393 <hr/> 98,294
ARRA - Formula Grants for Other Than Urbanized Areas	20.509	GA-86-X001 / T002807	<hr/> 6,318
Total Formula Grants for Other Than Urbanized Areas			<hr/> 104,612
Passed through the Georgia Department of Human Services: Capital Assistance Program for Elderly Persons and Persons with Disabilities	20.513	427-93-10100219-99	<hr/> 5,595
<b>Total Department of Transportation</b>			<hr/> 110,207

**DAWSON COUNTY, GEORGIA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Year Ended December 31, 2010**

<b>Federal Grant/Pass-Through Grantor/Program Title</b>	<b>Federal CFDA Number</b>	<b>Pass- Through Number</b>	<b>Expenditures</b>
<b>Department of Energy</b>			
Passed through the Georgia Environmental Finance Authority (GEFA): ARRA - Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128	EECBG-ARRA-GOV-2010-144	\$ 4,125
<b>Department of Health and Human Services</b>			
Aging Cluster of Programs			
Passed through the Georgia Department of Human Resources: Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	427-93-10100219-99	17,335
Passed through Legacy Link, Inc.: Title III, Part C, Nutrition Services	93.045	427-373-0000005007	42,930
Nutrition Services Incentive Program	93.053	427-373-0000005007	14,706
			<u>57,636</u>
Total Aging Cluster Programs			<u>74,971</u>
Passed through Legacy Link, Inc.: Social Services Block Grant	93.667	427-373-0000005007	20,467
Passed through Georgia Department of Human Services: Block Grants for Prevention and Treatment of Substance Abuse	93.959	427-93-09091012-99	28,001
<b>Total Department of Health and Human Services</b>			<u>123,439</u>
<b>Department of Homeland Security</b>			
Passed through the Georgia Emergency Management Agency (GEMA): Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	PA ID#085-99085-00	67,021
Emergency Management Performance Grants	97.042	P09-9-044 2010-EP-00-013	500
			<u>5,000</u>
Citizen Corps	97.053	GAN #2008-GE-T8-0017 GAN 2010-SS-TO-0034	2,943
			<u>518</u>
			<u>3,461</u>
Homeland Security Grant Program	97.067	GAN#2008-GE-T8-0017	14,092
<b>Total Department of Homeland Security</b>			<u>90,074</u>
<b>Total Federal Awards</b>			<u>\$ 646,738</u>

See accompanying notes to the schedule of expenditures of federal awards and the schedule of findings and questioned costs.

**DAWSON COUNTY, GEORGIA**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**December 31, 2010**

**1. Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Dawson County, Georgia, under programs for the federal government for the year ended December 31, 2010. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because this schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net assets or cash flows of the County.

**2. Summary of Significant Accounting Policies**

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

**DAWSON COUNTY, GEORGIA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the fiscal year ended December 31, 2010**

**1. Summary of the Auditor's Results**

**A. Financial Statements**

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weakness(es) identified?	None reported
Significant deficiencies identified not considered material weaknesses?	Yes
Noncompliance material to financial statements noted?	None reported

**B. Federal Awards**

Internal control over major programs:	
Material weakness(es) identified?	None reported
Significant deficiencies identified not considered material weaknesses?	None reported

Type of auditor's report issued on compliance for major programs:	Unqualified
--	-------------

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a)?	None reported
---	---------------

Identification of major programs:

- 15.916 Outdoor Recreation\_Acquisition, Development and Planning
- 16.738 Edward Byrne Memorial Formula Grant Program
- 20.509 Formula Grants for Other than Urbanized Areas
- 20.509 ARRA - Formula Grants for Other than Urbanized Areas
- 97.036 Disaster Grants - Public Assistance (Presidentially Declared Disasters)

Dollar threshold used to distinguish Between Type A and Type B programs:	\$300,000
---	-----------

Auditee qualified as low-risk auditee?	No
--	----

**DAWSON COUNTY, GEORGIA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the fiscal year ended December 31, 2010**

**2. Financial Statement Findings**

**A. Material Noncompliance**

None reported

**B. Significant Deficiencies**

**10-1**

*Condition:* During audit procedures for traffic citations at the Probate Court, we noted that the Probate Judge is not signing off on the disposition, even when the charge or fine amount is adjusted. The Judge is currently providing the approval verbally.

*Criteria:* Internal controls should provide for adequate separation of duties and proper approval processes.

*Effect:* Failure to provide for adequate separation of duties and approval provides opportunities for misappropriation.

*Recommendation:* All traffic citations should have the Probate Judge's signature on the disposition.

*Management Response:* Management concurs with this finding. The Probate Judge will provide written approval on each citation that requires a change in fine amount. This was implemented immediately upon receipt of this comment.

**10-2**

*Condition:* While performing audit procedures at the Probate Court, we noted that there was no documentation of approval by the Probate Judge for voided transactions.

*Criteria:* Internal controls should provide for adequate separation of duties and proper approval processes.

*Effect:* Failure to provide for adequate separation of duties and approval provides opportunities for misappropriation.

*Recommendation:* The Probate Judge should review and approve all voided transactions. Individual voided receipts or a voided receipts report should have evidence of approval documenting the review.

*Management Response:* Management concurs with this finding. The Probate Judge will review all voided transactions and evidence written approval. This was implemented immediately upon receipt of this comment.

**DAWSON COUNTY, GEORGIA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
*For the fiscal year ended December 31, 2010*

**2. Financial Statement Findings (continued)**

**C. Prior Year Audit Findings Follow-Ups**

None reported

**3. Federal Award Findings and Questioned Costs**

**A. Material Noncompliance**

None reported.

**B. Significant Deficiencies**

None reported

**C. Prior Year Audit Findings Follow-Ups**

None reported

***STATE REPORTING SECTION***

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

**DAWSON COUNTY, GEORGIA**  
**SCHEDULE OF PROJECTS FINANCED WITH SPECIAL**  
**PURPOSE LOCAL OPTION SALES TAX**  
**For the year ended December 31, 2010**

<u>Project</u>	<u>Estimated Cost</u>		<u>Expenditures</u>		
	<u>Original</u>	<u>Current</u>	<u>Prior Years</u>	<u>Current Year</u>	<u>Total</u>
<b><u>SPLOST #3 - Commenced January 1, 2000</u></b>					
Library	\$ 3,000,000	\$ 3,673,404	\$ 3,673,404	\$ -	\$ 3,673,404
Infrastructure (Sewer Improvements)	4,500,000	4,500,000	4,177,675	408,587	4,586,262
County Buildings	1,500,000	750,229	750,229	-	750,229
Park	4,000,000	5,148,776	5,148,776	-	5,148,776
Roads and Bridges	5,000,000	5,000,000	5,001,761	-	5,001,761
<b>Total</b>	<b>\$ 18,000,000</b>	<b>\$ 19,072,409</b>	<b>\$ 18,751,845</b>	<b>\$ 408,587</b>	<b>\$ 19,160,432</b>

1. Note that Prior Years expenditure amount is reduced by (\$170) for an audit adjustment.

**SPLOST #4 - Commenced January 1, 2005**

Jail Construction	\$ 11,500,000	\$ 19,433,679	\$ 19,433,679	\$ -	\$ 19,433,679
Rock Creek Recreation Center	2,500,000	2,500,000	2,372,559	-	2,372,559
Emergency Services Projects	3,000,000	3,195,443	3,195,443	990,932	4,186,375
Administrative Facility Building & Land	2,000,000	2,000,000	1,915,196	-	1,915,196
Roads and Bridges	5,500,000	5,737,765	4,397,302	1,085,463	5,482,765
<b>Total</b>	<b>\$ 24,500,000</b>	<b>\$ 32,866,887</b>	<b>\$ 31,314,179</b>	<b>\$ 2,076,395</b>	<b>\$ 33,390,574</b>

**DAWSON COUNTY, GEORGIA**  
**SCHEDULE OF PROJECTS FINANCED WITH SPECIAL**  
**PURPOSE LOCAL OPTION SALES TAX**  
**For the year ended December 31, 2010**

Project	Estimated Cost		Expenditures		
	Original	Current	Prior Years	Current Year	Total
<b>SPLOST #5 - Commenced July 1, 2009</b>					
<b>LEVEL 1 COUNTY PROJECTS</b>					
Courthouse and Administration					
Building	\$ 50,000,000	\$ 50,000,000	\$ 6,058,031	\$ 4,693,011	\$ 10,751,042
Sheriff's Office	12,500,000	12,500,000	-	-	-
<b>LEVEL 2 COUNTY PROJECTS</b>					
Roads, Streets, and Bridges	10,000,000	10,000,000	-	-	-
Recreational Facilities	5,000,000	5,000,000	-	-	-
Sewer Facilities	2,500,000	2,500,000	-	-	-
Library Facilities	3,000,000	3,000,000	-	-	-
Public Safety Facilities	3,900,000	3,900,000	-	-	-
Public Safety Equipment	500,000	500,000	-	-	-
Subtotal All County Projects	<u>87,400,000</u>	<u>87,400,000</u>	<u>6,058,031</u>	<u>4,693,011</u>	<u>10,751,042</u>
<b>CITY PROJECTS (1)</b>					
Roads, Streets, Bridges, and Sidewalks	2,110,000	2,110,000	-	-	-
Water and Sewer	2,000,000	2,000,000	-	-	-
Recreation	50,000	50,000	-	-	-
Subtotal All City Projects	<u>4,160,000</u>	<u>4,160,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total All Projects	<u>\$ 91,560,000</u>	<u>\$ 91,560,000</u>	<u>\$ 6,058,031</u>	<u>\$ 4,693,011</u>	<u>\$ 10,751,042</u>

(1) The County remits the tax collected to the City who is responsible for reporting on the expenditures in accordance with OCGA 48-8-121.

Current year expenditures per SPLOST schedules	\$ 7,177,993
Intergovernmental reimbursements	256,521
Contributions from developers	68,497
Prior year other revenue	3,067
Expenditures and Transfers per SPLOST financial statements	<u>\$ 7,506,078</u>

**DAWSON COUNTY, GEORGIA**  
**SCHEDULE OF COMPLETED STATE AWARDS EXPENDED**  
**GEORGIA DEPARTMENT OF HUMAN SERVICES**  
**For the Year Ending December 31, 2010**

Grant Name	Grant Period	Contract Number	Amount Awarded	State Revenues	State Expenditures	Amount Due from State
Mass Transportation Services for Elderly and Handicapped - DHS UT	07/01/09 to 6/30/10	427-93-10100219-99	\$ 2,001	\$ 2,001	\$ 2,001	\$ -
Mass Transportation Services for Elderly and Handicapped - DHS UT	07/01/10 TO 06/30/11	42700-362-0000005524	3,893	3,893	3,893	-
DHS Operating Grant - Family Connection	07/01/09 to 06/30/10	427-93-10100353-99	47,575	25,365	25,365	-
DHS Operating Grant - Family Connection	07/01/10 TO 06/30/11	427-93-11110115	42,250	22,694	22,693	12,080
U.S. Dept. Of Health & Human Services Legacy Link	07/01/09 to 06/30/10	427-93-10100219-99	175	175	175	-
U.S. Dept. Of Health & Human Services Legacy Link	07/01/10 TO 06/30/11	427-373-0000005007	1,253	1,253	1,253	-
Drug Treatment Court Judicial Council of Georgia	07/01/09 to 06/30/10	24712	45,591	21,209	21,209	-
Drug Treatment Court Judicial Council of Georgia	07/01/10 to 06/30/11	25101	42,132	15,116	15,116	9,358
Totals			<u>\$184,870</u>	<u>\$91,705</u>	<u>\$91,705</u>	<u>\$21,438</u>