

**DODGE COUNTY, GEORGIA
FINANCIAL STATEMENTS
AND
SUPPLEMENTAL INFORMATION
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2016
AND
INDEPENDENT AUDITOR'S REPORT**

Dodge County, Georgia
 ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED DECEMBER 31, 2016
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DODGE COUNTY, GEORGIA

PRINCIPAL OFFICIALS

BOARD OF COMMISSIONERS

Dan McCranie	Commissioner, Chairman
Karen Cheek	Commissioner
William T. Howell, Jr.	Commissioner, Vice Chairman
Terry Niblett	Commissioner
Brian Watkins	Commissioner

ELECTED OFFICIALS

Kay Graham	Tax Commissioner
Waymon A. McCranie, Jr.	Judge, Probate Court
Lynn Sheffield	Sheriff
Rhett Walker	Clerk of Superior Court
Lonnie Parkerson	Judge, Magistrate Court
Joe Smith	Coroner

APPOINTED OFFICIALS

Bobby Peacock	Interim County Manager
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MEMBER
American Institute of
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners of Roads and Revenues
Dodge County, Georgia

Report on the Financial Statements

I have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Dodge County, Georgia, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise Dodge County, Georgia's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

My responsibility is to express opinions on these financial statements based on my audit. I conducted my 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 I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Dodge County, Georgia, as of December 31, 2016, and the respective changes in financial position, and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the defined pension benefit plan schedules on pages 34 and 35 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. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards general accepted in the United States of America, which consisted of inquiries, the management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. My opinion on the basic financial statements is not affected by this missing information.

Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Dodge County, Georgia's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedules of expenditures of special purpose local option sales tax proceeds are presented for purposes of additional analysis as required by the Official Code of Georgia 48-8-121, and are not required part of the basic financial statements.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, I have also issued our report dated July 31, 2017, on my consideration of the Dodge County, Georgia's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulation, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Dodge County, Georgia's internal control over financial reporting and compliance.



Eastman, Georgia
July 31, 2017

FINANCIAL SECTION

Dodge County, Georgia
STATEMENT OF NET POSITION
December 31, 2016

	PRIMARY GOVERNMENT	COMPONENT UNIT
	Governmental Activities	Governmental Activities
Assets:		
Cash	5,697,248	593,168
Taxes receivable, net	1,381,239	-
Due from other governments	28,376	4,784
Loans receivable	128,183	-
Inventory	8,058	-
Accrued Interest	478	-
Capital assets (net of accumulated depreciation):		
Land	351,410	-
Buildings	6,501,654	-
Improvements	348,050	-
Machinery and equipment	766,037	-
Infrastructure	3,018,338	-
Total Assets	18,229,071	597,952
Deferred Outflows of Resources:		
Pension adjustments	134,778	89,102
Liabilities:		
Accounts payable	16	-
Accrued liabilities	102,819	10,765
Prepaid insurance proceeds	19,107	-
Prepaid contract revenue	849,829	-
Noncurrent liabilities:		
Due within one year:		
Capital Lease Payable	45,054	-
Bond Payable	-	-
Due in more than one year:		
Accrued liabilities	-	23,922
Capital Lease Payable	94,329	-
Bond Payable	495,000	-
Net pension liability	469,796	388,448
Closure/post closure care	1,120,610	-
Total liabilities	3,196,560	423,135
Deferred Inflows of Resources:		
Pension adjustments	5,655	43,663
Net position:		
Net investment in capital assets	10,351,106	-
Restricted for:		
Prior year program income	-	20,930
Capital projects	1,888,587	-
Economic Development	225,604	-
Public Safety	234,479	-
Unrestricted	2,461,858	199,326
Total net position	15,161,634	220,256

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

Dodge County, Georgia
STATEMENT OF ACTIVITIES
For the fiscal year ended December 31, 2016

Functions	Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services and Fines	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	\$ 1,029,970	\$ 17,866	\$ 1,000	\$ -
Public safety	5,711,823	1,865,445	263,079	-
Public works	2,327,776	245,955	603,024	-
Judiciary	874,116	450,468	-	-
Health & welfare	168,404	-	36,925	-
Recreation & culture	289,984	-	-	-
Development & housing	327,352	55,871	-	-
Community service	424,608	6,762	69,826	-
Intergovernmental	616,615	-	-	-
Interest on Long Term Debt	54,847	-	-	-
Total governmental activities	<u>\$11,825,495</u>	<u>\$ 2,642,367</u>	<u>\$ 973,854</u>	<u>\$ -</u>
Component units:				
Governmental-type	<u>\$ 511,256</u>	<u>\$ 173,331</u>	<u>\$ 311,338</u>	<u>\$ -</u>
General revenues:				
Property taxes				4,988,758
Sales taxes				3,150,702
Other taxes				781,252
Sales of capital assets				1,500
Interest				2,254
Other revenues				395,700
Transfers				81,212
Total general revenues and transfers				<u>9,320,166</u>
Change in net position				1,110,892
Net position - beginning				14,050,742
Adjustments				-
Net position - ending				<u>\$ 15,161,634</u>
				<u>\$ 220,256</u>
				<u>(26,587)</u>

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

Dodge County, Georgia
BALANCE SHEET
GOVERNMENTAL FUNDS

December 31, 2016

	General	TIA SPLOST	2013 SPLOST	Other Governmental Funds	Total Governmental Funds
Assets:					
Cash	\$ 3,138,466	\$ 738,680	\$ 911,135	\$ 908,967	\$ 5,697,248
Investments	-	-	-	-	-
Taxes receivable, net	1,216,516	-	164,723	-	1,381,239
Due from other governments	28,376	-	-	-	28,376
Due from other funds	-	-	-	-	-
Loans receivable	-	-	-	128,183	128,183
Inventory	8,058	-	-	-	8,058
Accrued Interest	-	-	-	478	478
Total assets	4,391,416	738,680	1,075,858	1,037,628	7,243,582
Liabilities:					
Bank overdraft	-	-	-	-	-
Accounts payable	16	-	-	-	16
Accrued liabilities	94,323	-	-	8,496	102,819
Deferred insurance proceeds	19,107	-	-	-	19,107
Deferred grant revenues	849,829	-	-	-	849,829
Total liabilities	963,275	-	-	8,496	971,771
Deferred inflows of resources:					
Unavailable revenue-taxes	743,396	-	-	-	743,396
Total deferred inflows of resources	743,396	-	-	-	743,396
Fund balances:					
Nonspendable					
Inventories	8,058	-	-	-	8,058
Restricted for					
Economic Development	-	-	-	225,604	225,604
Public Safety	-	-	-	234,479	234,479
Capital Projects	-	738,680	1,075,858	569,049	2,383,587
Unassigned	2,676,687	-	-	-	2,676,687
Total fund balances	2,684,745	738,680	1,075,858	1,029,132	5,528,415
Total liabilities, Deferred inflows of resources, and fund balances	\$ 4,391,416	\$ 738,680	\$ 1,075,858	\$ 1,037,628	\$ 7,243,582

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

Dodge County, Georgia
 Reconciliation of the Balance Sheet of Governmental Funds
 To the Statement of Net Position
 December 31, 2016

Total fund equity per balance sheet of governmental funds	\$ 5,528,415
<p>Amounts reported for governmental activities in the statement of net position are different from amounts reported in the balance sheet of governmental funds due to the following:</p>	
Net pension obligation - To recognize asset (liability) resulting from contributions in excess of (under) the annual required contribution.	(469,796)
Deferred outflows of resources - Collective deferred outflows of resources-pension liability.	134,778
Deferred inflows of resources - Collective deferred inflows of resources-pension liability.	(5,655)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. (capital assets amounted to \$20,269,476 accumulated depreciation amounted to \$9,283,987)	10,985,489
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	743,396
Long-term liabilities, including landfill estimated cost of closure and post closure care and capital leases payable, are not due and payable in the current period and therefore are not reported in the funds. (closure/post closure care amounted to \$1,120,610; bonds payable amounted to \$495,000, capital lease payable amounted to \$139,383)	<u>(1,754,993)</u>
Net position of governmental activities	<u>\$ 15,161,634</u>

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

Dodge County, Georgia
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the fiscal year ended December 31, 2016

	General	TIA SPLOST	2013 SPLOST	Other Governmental Funds	Total Governmental Funds
Revenues:					
Taxes	\$ 6,524,986	\$ 453,252	\$ 1,768,876	\$ -	\$ 8,747,114
Licenses and permits	36,346	-	-	-	36,346
Intergovernmental	970,356	-	-	-	970,356
Charges for services	1,135,129	-	-	896,885	2,032,014
Judicial fees and charges	428,479	-	-	48,269	476,748
Other	164,717	-	-	15,379	180,096
Total revenues	9,260,013	453,252	1,768,876	960,533	12,442,674
Expenditures:					
Current:					
General government	1,171,857	-	-	11,800	1,183,657
Public safety	4,271,485	-	98,486	1,065,959	5,435,930
Public works	1,744,969	108,037	9,749	157,928	2,020,683
Judiciary	863,816	-	-	-	863,816
Health & welfare	148,411	-	-	-	148,411
Recreation & culture	250,830	-	6,531	14,449	271,810
Development & housing	106,266	-	-	145,690	251,956
Community service	402,724	-	-	-	402,724
Capital outlay:					
General government	-	-	-	-	-
Public safety	-	-	83,260	43,000	126,260
Public Works	-	-	101,000	8,000	109,000
Judiciary	-	-	6,500	-	6,500
Health & Welfare	-	-	-	-	-
Recreation & culture	-	-	-	-	-
Debt service:					
Principial retirement	368,704	-	-	715,000	1,083,704
Interest	6,628	-	-	48,219	54,847
Intergovernmental	-	-	616,615	-	616,615
Total expenditures	9,335,690	108,037	922,141	2,210,045	12,575,913
Excess (deficiency) of revenues over (under) expenditures	(75,677)	345,215	846,735	(1,249,512)	(133,239)
Other financing sources (uses):					
Loan proceeds	325,000	-	-	-	325,000
Surplus equipment sale	1,500	-	-	-	1,500
Transfers in	-	-	-	882,767	882,767
Transfers out	(85,439)	-	(797,328)	-	(882,767)
Total other financing sources and (uses)	241,061	-	(797,328)	882,767	326,500
Net change in fund balance	165,384	345,215	49,407	(366,745)	193,261
Fund balances - beginning	2,519,361	393,465	1,026,451	1,395,877	5,335,154
Adjustments	-	-	-	-	-
Fund balances - ending	2,684,745	\$ 738,680	\$ 1,075,858	\$ 1,029,132	\$ 5,528,415

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

Dodge 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, 2016

Net change in fund balances, total governmental funds \$ 193,261

Amounts reported for governmental activities in the Statement of Activities differ from amounts reported in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances due to the following:

Net pension obligation - To recognize change in asset (liability) resulting from contributions in excess of (under) the annual required contribution. (54,318)

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. This is the amount by which capital outlays exceeded depreciation in the current period. (278,969)

Because some revenues will not be collected for several months after the government's fiscal year end, they are not considered available revenues and are deferred in the governmental funds. Deferred revenues increased by this amount during the fiscal year. 173,987

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

Debt Issued or Incurred	(325,000)
Bond Issuance Costs	-
Closure/post closure care	318,227
Principal Repayments	
Bonds	715,000
Capital Leases	43,704
Notes Payable	325,000
	325,000

Net position of governmental activities 1,110,892

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

Dodge County, Georgia
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL

For the fiscal year ended December 31, 2016

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 6,432,000	\$6,432,000	\$ 6,524,986	\$ 92,986
Licenses and permits	38,200	38,200	36,346	(1,854)
Intergovernmental	337,500	337,500	970,356	632,856
Charges for services	1,215,500	1,215,500	1,135,129	(80,371)
Judicial fees and charges	455,000	455,000	428,479	(26,521)
Other	35,000	35,000	164,717	129,717
Total revenues	<u>8,513,200</u>	<u>8,513,200</u>	<u>9,260,013</u>	<u>746,813</u>
Current expenditures:				
General government:				
Office of Commissioner	533,901	533,901	501,506	32,395
Registrar and election	207,613	207,613	160,471	47,142
Office of Tax Commissioner	210,366	210,366	189,407	20,959
Tax Assessor and Appraiser	332,800	332,800	320,473	12,327
Tax Collector	-	-	-	-
Total general government	<u>1,284,680</u>	<u>1,284,680</u>	<u>1,171,857</u>	<u>112,823</u>
Public safety:				
Office of Sheriff	2,745,617	2,745,617	2,835,907	(90,290)
EMA	33,205	33,205	29,369	3,836
Coroner	29,479	29,479	39,673	(10,194)
EMS	921,191	921,191	1,000,212	(79,021)
Building Inspector	78,444	78,444	68,566	9,878
Oconee Drug Task Force	150,000	150,000	193,436	(43,436)
Miscellaneous	87,965	87,965	104,322	(16,357)
Total public safety	<u>4,045,901</u>	<u>4,045,901</u>	<u>4,271,485</u>	<u>(225,584)</u>
Public works:				
Landfill and sanitation	541,807	541,807	525,058	16,749
Roads	740,305	740,305	1,219,911	(479,606)
Total public works	<u>1,282,112</u>	<u>1,282,112</u>	<u>1,744,969</u>	<u>(462,857)</u>
Judiciary:				
Clerk of Superior Court	247,917	247,917	244,728	3,189
Superior Court	235,400	235,400	221,616	13,784
Probate Court	208,987	208,987	209,924	(937)
Magistrate Court	194,552	194,552	187,548	7,004
Total judiciary	<u>886,856</u>	<u>886,856</u>	<u>863,816</u>	<u>23,040</u>

(continued)

Dodge County, Georgia
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL - CONTINUED

For the fiscal year ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Health & welfare:				
Eastman Dodge Nutrition Center	50,255	50,255	50,035	220
Public Health	93,824	93,824	92,719	1,105
Family and Children Services	5,000	5,000	2,707	2,293
Paupers and financial assistance	2,500	2,500	2,950	(450)
Total health & welfare	151,579	151,579	148,411	3,168
Recreation & culture:				
Library	65,940	65,940	68,440	(2,500)
Historical Society	3,500	3,500	3,500	-
Recreation	181,500	181,500	178,890	2,610
Total recreation & culture	250,940	250,940	250,830	110
Development & housing:				
Development Authority	14,336	14,336	12,500	1,836
Firefighters Association	-	-	718	(718)
Forestry Department	24,288	24,288	24,288	-
Chamber of Commerce	67,000	67,000	66,000	1,000
NRCS Conservation	500	500	2,760	(2,260)
Total development & housing	106,124	106,124	106,266	(142)
Community service:				
Extension Service	88,662	88,662	90,669	(2,007)
GEFA Irrigation Grant	-	-	-	-
Miscellaneous	27,000	27,000	518	26,482
Airport	112,906	112,906	120,267	(7,361)
Eastman-Dodge Council on Aging	10,000	10,000	10,000	-
Dodge County Agricultural Park	500	500	335	165
Regional Development Center	28,000	28,000	13,239	14,761
Building Rent	-	-	-	-
Transit	174,138	174,138	167,696	6,442
Total community service	441,206	441,206	402,724	38,482

(continued)

Dodge County, Georgia
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL - CONTINUED

For the fiscal year ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Capital outlay:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Judiciary	-	-	-	-
Total capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	368,704	(368,704)
Interest	12,000	12,000	6,628	5,372
Total debt service	12,000	12,000	375,332	(363,332)
Total expenditures	8,461,398	8,461,398	9,335,690	(864,559)
Excess of revenues over expenditures	51,802	51,802	(75,677)	(127,479)
Other financing sources (uses):				
Loan proceeds	-	-	325,000	325,000
Surplus equipment sale	-	-	1,500	15,071
Transfers in	-	-	-	-
Transfers out	(26,954)	(26,954)	(85,439)	(66,558)
Total other financing sources (uses)	(26,954)	(26,954)	241,061	268,015
Net change in fund balances	24,848	24,848	165,384	140,536
Fund balances - beginning	2,519,361	2,519,361	2,519,361	-
Fund balances - ending	<u>\$ 2,544,209</u>	<u>\$ 2,544,209</u>	<u>\$ 2,684,745</u>	<u>\$ 140,536</u>

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

Dodge County, Georgia
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
December 31, 2016

ASSETS

Cash	\$ 1,680,559
Due from other funds	<u>-</u>
Total assets	<u>1,680,559</u>

LIABILITIES

Other liabilities	999,486
Funds held in escrow	<u>681,073</u>
Total liabilities	<u>\$ 1,680,559</u>

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

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

1) **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of Dodge County, Georgia have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Government Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting principles. The County also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities at the government-wide financial reporting level and to its enterprise funds at the fund reporting level, provided they do not conflict with or contradict GASB pronouncements.

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

A Reporting Entity

Dodge County, Georgia (the Government) was chartered under the laws of Georgia in 1870. The County operates under a five member Board of Commissioners form of government. Dodge County provides services in the following functions: General Government, Public Safety, Public Works, Judicial, Health and Welfare, Recreation and Culture, Development and Housing, and Community Services.

The County's basic financial statements include the accounts of all County operations. The criteria for including organizations within the County's reporting entity, as set forth in GASB No. 14 "The Financial Reporting Entity", is financial accountability. Financial accountability is defined as appointment of a voting majority of the component unit's board and either the ability to impose will by the primary government or the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

Discretely Presented Component Units – Discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize they are legally separate from the Government.

Dodge County Public Health Center – The financial operations of the Dodge County Public health Center are presented as a governmental fund type. The seven members of the Board of Health include the Chairmen of Dodge County, three County appointed members, the County School Superintendent, the City Administrator, and one City appointed member. The Board of Health has a June 30th year-end. The Board of Health is responsible for health programs designed for prevention, early detection, treatment and referral. The complete financial statements for Dodge County Public health Center may be obtained at the following address: Dodge County, P.O. Box 818, Eastman, GA 31023.

B Basis of Presentation

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

Government-wide Financial Statements – The government-wide financial statements include a statement of net position and a statement of activities. These statements report financial information for the County as a whole. All funds other than fiduciary activities are included at the government-wide reporting level. These statements include separate columns for the governmental and business-type activities of the primary government, as well as its discretely presented component units. Individual funds are not displayed at this reporting level, but the statements distinguish governmental activities, generally supported by taxes and County general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers.

The statement of net position presents the financial position of the governmental and business-type activities of the County.

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

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

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

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

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

Major individual governmental and enterprise funds are reported in separate columns with composite columns for non-major funds. The fiduciary funds are reported by type.

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

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

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

TIA SPLOST Fund – Established to separately account for Transportation Investment Act Sales Tax, which was approved by a Transportation Referendum passed in the Heart of Georgia region. This region implemented a one percent regional sales tax to fund transportation improvements. Collection of these Transportation Investment Act funds began on January 1, 2013.

2013 Special Purpose Local Option Sales Tax (SPLOST) – Established to separately account for Special Purpose Local Option Sales Tax 2013, which was approved by the citizens of Dodge County on September 27, 2013. The proceeds of this levy are designated for various capital projects totaling \$13 million which include Dodge County jail debt, roads; bridges, and transportation improvement projects for Dodge County; renovations, improvements, additions to water and sewer systems, storm drainage systems,

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

economic development, and capital improvements projects for the City of Eastman; Hospital Authority retire debt and capital improvements; economic development projects for Dodge County; sanitation projects for Dodge County; recreation department projects; building, equipment, vehicles, EMS ambulances and equipment Dodge County; rural fire department; road, bridges, transportation, and capital improvement projects for City of Rhine; road, bridges, transportation, and capital improvement projects for City of Milan; road, bridges, transportation, and capital improvement projects for City of Chauncey; road, bridges, transportation, and capital improvement projects for City of Chester. The proceeds of this levy began on November 1, 2013. Under Georgia law, this tax can remain in effect for six years.

Fiduciary Fund – The fiduciary fund reporting focuses on net position. The County’s fiduciary funds account for assets held by the government in accordance with GASB in a trustee capacity or as an agent on behalf of others.

C Measurement Focus

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

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

D Basis of Accounting

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

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

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

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected within 60 days) before it can be recognized.

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

Deferred Revenue – Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

On governmental fund financial statements (i.e., on the modified accrual basis), receivables that will not be collected within the available period have been reported as deferred revenue (i.e., they are measurable but not available) rather than as revenue.

Sales taxes collected by the State of Georgia, Department of Revenue, for the November and December sales are reported as deferred revenue at year-end. Property taxes receivable not collected within 60 days of year-end have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met (e.g., cash advances) also are recorded as deferred revenue.

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

E Cash, Cash Equivalents, and Investments

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquitted by the County.

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

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

- Obligations of the State of Georgia or of any other states
- Obligations issued by the United States
- Obligations fully insured or guaranteed by the United States government or governmental agency
- Obligations of any corporation of the United States government
- Prime bankers' acceptances
- The State of Georgia local government investment pool (i.e., Georgia Fund I)
- Georgia Extended Asset Pool (GEAP)
- Repurchase agreements
- Obligations of other political subdivisions of the State of Georgia

Any investment or deposit in excess of the Federal Deposit Insurance Corporation (FDIC) insured amount must be secured by 110% of an equivalent amount of State or U.S. obligations.

The County has no custodial credit risk policy that would require additional collateral requirements.

F Receivables

Outstanding balances resulting in transactions between funds are reported as "due to/from other funds". Receivables are stated net of an allowance for uncollectibles, where applicable.

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

G Inventory

Inventories are valued at cost, which approximates market, using the first in, first out (FIFO) method. The consumption method is used to account for inventories. Under the consumption method, inventory items are recognized as expenditures when used.

H Prepaid Items

For prepaid expenditures in the government-wide and fund financial statements, the County reports the expenditures during the benefiting period.

I Capital Assets

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

Capital assets are defined by the Government as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. Improvements (i.e., betterments) to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

Infrastructure assets reported in the Governmental Activities include assets acquired after the implementation date of GASB 34. The County's management has elected not to include infrastructure assets acquired prior to July 1, 2003.

All reported capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Infrastructure	20-50 Years
Buildings	40 Years
Improvements	7-40 Years
Equipment	5 - 15 Years

J Compensated Absences

All unused vacation leave lapses at year-end, therefore no liability is recorded. In accordance with the provisions of Statement of Financial Accounting Standards No. 43, *Accounting for Compensated Absences*, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

K Accrued Liabilities and Long-term Obligations

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

In general, governmental funds payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of these funds. Debt service expenditures are recognized as a liability in the governmental fund financial statements when due.

L Deferred Outflows/ Inflows of Resources

The County implemented GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources*,

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

Deferred Inflows of Resources, Net Position and No. 65, *Items Previously Reported as Assets and Liabilities*, as of January 1, 2013. These new standards establish accounting and financial reporting for deferred outflows / inflows of resources and the concept of net position as the residual of all other elements presented in a statement of net position.

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has only one type of item that qualifies for reporting in this category. Under the accrual basis of accounting, pension related items are reported on the government-wide statement of net position for governmental activities. These amounts are deferred and recognized as outflows of resources in the period that the amounts become applicable.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has several types of these items that qualify for reporting in this category. Under the modified accrual basis of accounting, *unavailable revenue* from property taxes is reported only in the governmental funds balance sheet. Under the accrual basis of accounting, pension related items are reported on the government-wide statement of net position for governmental activities. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

M Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Association County Commissioners of Georgia Restated Pension Plan for Dodge County Employees (Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

N Fund Equity

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

Fund Balance

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The government itself can establish limitations on the use of resources through either a commitment or an assignment. Fund balances are classified as follows:

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

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

Committed: Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints by formal action of the City Council through the adoption of a resolution prior to the end of the fiscal year. Once adopted, the limitation imposed remains in place until a similar action is taken to remove or revise the limitation. Only the Council may modify or rescind the commitment.

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

Assigned: Fund balances are reported as assigned when amounts are constrained by the City's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the Council has authorized the City's Manager to assign fund balances. The Council may also assign fund balances as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. An additional action does not normally have to be taken for the removal of an assignment.

Unassigned: Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. Positive unassigned fund balance may be reported only when in the General Fund. Negative unassigned fund balances may be reported in all governmental funds.

Net Position

Net position represent the difference between assets and liabilities in reporting which utilizes the economic resources measurement focus. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net positions is reported as restricted using the same definition as used for restricted fund balances as described in the section above. The residual amount of equity not classified as net investment in capital assets or net position restricted is reported as net position unrestricted.

Flow Assumptions – Fund Balance

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

Flow Assumptions – Net Position

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

O Management Estimates

The preparation of financial statements in conformity with generally accepted accounting principles require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the reported amount of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

P Interfund Activity

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

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

Transfers between governmental and business-type activities on the government-wide statement of activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated. Transfers between funds reported in the business type activities column are eliminated.

2) STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A Budgetary Information

The County's Board of Commissioners adopted, in a timely manner, an operating budget for the general fund and all special revenue funds, including proposed expenditures and the means of financing them for the year ended December 31, 2016 as required by its charter, generally accepted accounting principals, and Georgia law O.C.G.A. 36-81-3, and various other agencies' requirements. The operating budget may not be revised or changed during the year without approval by a majority of the members of the Board of Commissioners.

Budgets are adopted on a basis consistent with generally accepted accounting principles. Each budget is prepared on a detailed line item basis. Annual appropriated budgets are adopted for the general fund, special revenue funds, and for project length capital project funds. All annual budget appropriations lapse at fiscal year end.

The level of legal budgetary control (the level at which expenditures may not exceed appropriations) is the department level with the following provisions:

- The County Manager may authorize transfers of appropriations between line items within any departmental budget without Commission approval.
- The Board of Commissioners may amend the budget by motion during the fiscal year.

B Excess of Expenditures Over Appropriations

The following funds reported expenditures/expenses over appropriations:

<u>Fund</u>	<u>Appropriation</u>	<u>Encumbrances/ Expenditures</u>	<u>Over- Appropriation</u>
General Fund:			
Office of Sheriff	2,745,617	2,835,907	90,290
Coroner	29,479	39,673	10,194
EMS	921,191	1,000,212	79,021
Oconee Drug Task Force	150,000	193,436	43,436
Miscellaneous Public Safety	87,965	104,322	16,357
Roads	740,305	1,219,911	479,606
Probate Court	208,987	209,924	937
Development & Housing	106,124	106,266	142
Debt Service	12,000	375,332	363,332
Special Revenue Fund:			
Jail	20,000	25,000	5,000
Law Library	11,200	13,699	2,499
Revolving Loan	1,000	145,690	144,690
Sheriff's Condemnation	5,000	88,441	83,441
E-911	501,954	527,415	25,461
Sheriff's Commissary	88,000	449,230	361,230
Sheriff's Vending Machine	3,900	5,174	1,274

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

3) DEPOSITS

Primary Government

Dodge County's demand and interest-bearing deposits for all funds including the Agency Funds are reflected in the accounts of the banks (without recognition of checks written but not yet cleared or deposits in transit) in the amount of \$9,107,210 at year-end. Georgia law requires that all deposits during the year be insured or collateralized. The carrying amounts for these deposits are \$7,377,807.

A summary of the deposits and their associated level of risk assumed by the County follows:

Category 1: Insured or collateralized with securities held by the County or its agent in the County's name.	\$ 6,478,624
Category 2: Collateralized with securities held by the pledging financial institution's trust department or agent in the County's name	-
Category 3: Uncollateralized, including any bank balance that is collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the County's name	<u>2,628,586</u>
Total Deposits	<u>\$ 9,107,210</u>

At December 31, 2016 the County had \$2,628,586 in deposits that were uninsured and as a result there were bank balances exposed to custodial credit risk. Georgia statute requires collateral at 110% of the government's deposits, less the amount of the Federal Deposit Insurance Corporation insurance, to be held in the government's name by the safekeeping agent.

Discretely Presented Component Unit

Dodge County component unit's demand and interest-bearing deposits were reflected in the accounts of the banks (without recognition of checks written but not yet cleared or deposits in transit) total \$607,426 at year-end. The Center did not have any balances exposed to custodial credit risk as uninsured and uncollateralized by GASB pronouncements. The carrying amounts for these deposits are \$592,868.

4) TAXES RECEIVABLE

Receivables at December 31, 2016, including the applicable allowances for uncollectible accounts, consist of the following:

	<u>General</u>	<u>Capital Projects</u>	<u>Total</u>
Property Taxes, 2016 fiscal year	\$ 834,029	\$ -	\$ 834,029
Property Taxes, 2015 and prior	377,333	-	377,333
Local Option Sales Tax	86,455	-	86,455
Special Purpose Local Option	<u>-</u>	<u>164,723</u>	<u>164,723</u>
Gross receivables	1,297,817	164,723	1,462,540
Less: allowance for uncollectibles	<u>(81,301)</u>	<u>-</u>	<u>(81,301)</u>
Taxes receivable	<u>\$1,216,516</u>	<u>\$164,723</u>	<u>\$1,381,239</u>

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

Property Taxes Receivable

The Dodge County Tax Commissioner Office bills and collects property taxes and also collects taxes for the State of Georgia and the Dodge County School District. Property taxes are recognized as revenue when levied to the extent they result in current receivables (i.e., amounts received within 60 days of fiscal year-end). A gross tax of 11.556 mills was levied in the year 2016 and a local option sales tax credit of 0.000 mills was applied against the gross levy causing a net tax assessment of 11.556 mills.

Property taxes were levied on August 18, 2016, based on assessed property values set by the county assessors as of January 1. Notices were mailed on September 12th, and are considered due upon receipt by the taxpayer; however, the legal due date is 60 days after receipt of bill or December 31st, whichever date occurs later. After the due date passes, the bill becomes delinquent and penalties and interest are assessed.

5) DUE FROM (DUE TO) OTHER GOVERNMENTS

Amounts due to the County at December 31, 2016, are as follows:

General Fund	
Georgia Department of Transportation	<u>\$ 28,376</u>

Amounts due from the County to other governments at December 31, 2016 are \$0.

6) LOANS RECEIVABLE

Revolving Loan Special Revenue Fund

Funds provided by the Community Development Block Grant -- Employment Incentive Program Grant are loaned to local businesses in accordance with the grant agreement. The status of the loan receivable at December 31, 2016 is as follows:

Cargo Ride LLC	\$ 95,664
Heart of GA Metal Crafters, Inc.	<u>32,519</u>
Total	\$128,183

The status of all loans is current except for Cargo Ride LLC which is thirteen months behind on their loan.

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

7) CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2016, was as follows:

	<u>Balance</u> <u>12/31/15</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance</u> <u>12/31/16</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$351,410	\$ ---	\$ ---	\$ 351,410
Construction in Progress	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>
Total	351,410	---	---	351,410
Capital assets, being depreciated:				
Buildings	8,868,339	---	---	8,868,339
Improvements	2,091,401	---	---	2,091,401
Equipment	5,104,392	241,760	(67,595)	5,278,557
Infrastructure	<u>3,679,764</u>	<u>---</u>	<u>---</u>	<u>3,679,764</u>
Total capital assets, being depreciated	<u>19,743,896</u>	<u>241,760</u>	<u>(67,595)</u>	<u>19,918,061</u>
Less accumulated depreciation for:				
Buildings	(2,225,333)	(141,352)	---	(2,366,685)
Improvements	(1,639,126)	(104,225)	---	(1,743,351)
Equipment	(4,378,307)	(201,808)	67,595	(4,512,520)
Infrastructure	<u>(588,082)</u>	<u>(73,344)</u>	<u>---</u>	<u>(661,426)</u>
Total accumulated depreciation	<u>(8,830,848)</u>	<u>(520,729)</u>	<u>67,595</u>	<u>(9,283,982)</u>
Governmental activities capital assets, net	<u>\$11,264,458</u>	<u>\$ (278,969)</u>	<u>\$ ---</u>	<u>\$10,985,489</u>
Governmental activities depreciation expense:				
General government		\$ 42,557		
Public safety		225,177		
Public works		194,771		
Health & Welfare		19,993		
Judicial		596		
Recreation & Culture		18,174		
Development & Housing		392		
Community Service		<u>19,069</u>		
Total governmental activities depreciation expense		<u>\$520,729</u>		

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

8) CAPITAL LEASES

The county has entered into a lease agreement as lease for financing the acquisition of two ambulances for the EMS Department. The lease agreement qualify as a capital lease for accounting purposes (titles transfer at the end of the lease term) and , therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception. Amortization of these assets is included in the depreciation expense recorded in the respective governmental activities. The following is an analysis of leased assets under capital leases as of December 31, 2016:

Machinery and equipment	\$ 250,534
Less: Accumulated depreciation	<u>(52,195)</u>
Carrying value	<u>\$ 198,339</u>

These assets under capital lease are depreciated under the County’s capital asset depreciation policy and the resulting expense is reported as a component of depreciation expense.

The following is a schedule of future minimum lease payments for the financial institution lease together with the present value of net minimum lease payments as of December 31, 2016:

2017	\$ 49,361
2018	49,361
2019	<u>49,362</u>
Total minimum lease payments	148,084
Less amount representing interest	<u>(8,701)</u>
Present value of future minimum lease payments	<u>\$ 139,383</u>

9) GENERAL OBLIGATION BONDS PAYABLE

Bond payable at December 31, 2016 is comprised of General Obligation Bonds, Series 2008 due in annual installments of \$545,000 to \$715,000 through January 1, 2018; interest at 3.985%. The following is a summary of bond transactions for the year ended December 31, 2016:

Revenue bonds payable at January 1, 2016	\$ 1,210,000
Bonds issuance	-
Bonds payments	<u>715,000</u>
Revenue bonds payable at December 31, 2016	<u>\$ 495,000</u>

Annual requirements to amortize bonds outstanding at December 31, 2016 including interest payments are as follows:

Year ending	Principal	Interest
<u>December 31</u>	<u> </u>	<u> </u>
2017	-	9,863
2018	495,000	9,863
Total	<u>495,000</u>	<u>19,726</u>

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

10) SHORT-TERM BORROWINGS

The County has a line of credit of \$2,500,000 at a local financial institution as of December 31, 2016. The borrowing bears interest at 2.39% and matures on December 31, 2016. As of December 31, 2016, \$-0- was outstanding. The line of credit is secured by a resolution of the Dodge County Board of Commissioners.

	Beginning Balance	Additions	Reductions	Ending Balance
Governmental activities	\$ --	\$ 325,000	\$ 325,000	\$ -0-

11) LANDFILL CLOSURE AND POST CLOSURE CARE COSTS

Dodge County owns and operates a landfill located within the county. The landfill site reached capacity in 1998 and was closed. The current site is being used as a transfer station for the county's garbage. All garbage received at the landfill is transferred to a landfill located in Houston County. State and federal laws and regulations will require the Government to monitor and maintain the site for thirty years. In 1994 the total estimated liability for landfill closure and post closure care costs were determined to be \$1,443,227, which was based on 100% usage (filled) of the landfill. This amount is based on equipment, facilities, and services necessary to close, monitor, and maintain the landfill. However, the actual cost may vary due to changes in technology or changes in landfill laws and regulations. The County has been adjusting this liability over the years by an inflation factor that has been provided by the Georgia Department of Natural Resources. As of December 31, 2016, the liability was \$1,120,610.

Change in landfill closure/post closure liability

Liability at January 1, 2016	\$1,120,610
Additions	---
Reductions	---
Liability at December 31, 2016	\$1,120,610

12) INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Fund	In	Out	In (Out)
2008 SPLOST	\$ 797,328	\$ -	\$ 797,328
2013 SPLOST	-	797,328	(797,328)
E-911 Fund	85,439	-	85,439
General Fund	-	85,439	(85,439)
Total	\$ 882,767	\$ 882,767	\$ -

Nonmajor Governmental Funds—Funds were transferred to the E-911 Special Revenue Fund where they are used to help offset expenditures incurred for public safety. 2013 SPLOST Fund transferred funds into the 2008 SPLOST Fund to service jail debt.

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

13) RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters; and losses resulting from providing accident and health benefits to employees, retirees, and their dependents. For these risks, settlements have not exceeded coverage for each of the past three fiscal years. The County had no significant reduction in insurance coverage from coverage in the prior year.

During fiscal year 1992, the County entered into a self-funded group insurance plan with major medical coverage. The County currently utilizes Blue Cross Blue Shield as the Third Party Administrator. A stop loss carrier is in place to cover claims in excess of \$10,000.

The County has joined together with other municipalities in the state as a member of the Group Self Insurance Workers' Compensation Fund (GSIWCF) for its workers' compensation risks and the Georgia Interlocal Risk Management Agency (GIRMA) for its liability, crime, motor vehicle, and property damage risks. GSIWCF and GIRMA exists by authority of the Official Code of Georgia (OCGA), and participates in risk sharing arrangements among Georgia county governments. As part of these risk pools, the County is obligated to pay all contributions and assessments as prescribed by the pools, to cooperate with the pools' agents and attorneys, to follow loss reduction procedures established by the funds, and to report promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claims of loss. The County is also to allow the pools' agents and attorneys to represent the County in investigation, settlement discussions and all levels of litigation arising out of any claim made against the County within the scope of loss protection furnished by the funds.

Chapter 85 of Title 36 and Chapter 9 of Title 34 of the Official Code of Georgia Annotated authorize Georgia counties to form interlocal risk management agencies. GSIWCF acts as a risk management agency to function as unincorporated nonprofit instrumentalities of its member counties. GSIWCF establishes and administers one or more group self insurance funds and a risk management service to prevent or lessen the incidence and severity of workers' compensation losses occurring in the operation of member governments. GIRMA is a municipal interlocal risk management agency to function as an unincorporated nonprofit instrumentality of its member municipalities - GIRMA establishes and administers one or more group self insurance funds and a risk management service to prevent or lessen the incidence and severity of casualty and property losses occurring in the operation of municipal government. GIRMA is to defend and protect in accordance with the member government contract and related coverage descriptions any member of GIRMA against liability or loss.

The liability of the Fund to the employees of the County is specifically limited to such obligations as are imposed by applicable state laws against the employer for workers' compensation and/or employer's liability. GIRMA members shall be jointly and severally liable for all legal obligations of the pools. Based upon the financial performance of the risk pools, the County may be liable for additional premium assessments to meet any financial deficiencies or be entitled to receive a dividend. The County retains the first \$5,000 of each risk of loss in the form of deductible. The County files all claims with GIRMA. GIRMA bills the County for any risk of loss up to the \$5,000 deductible.

The fund is to defend, in the name of and on behalf of the members, any suits or other proceedings which may at any time be instituted against them on account of injuries or death within the realm of the Workers' Compensation Law of Georgia, or on the basis of employer's liability, including suits or other proceedings alleging such injuries and demanding compensation therefore, although such suits, other proceedings, allegations or demands be wholly groundless, false, or fraudulent. The fund is to pay all costs taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgement, and all expenses incurred for investigation, negotiation, or defense.

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

14) CONTINGENT LIABILITIES

Litigation

Dodge County is a defendant in several lawsuits which arose in the ordinary course of its activities. The Government follows the practice of recording liabilities resulting from claims and legal actions only when they become probable and measurable.

Possible Unasserted Claims

In the normal course of operations, the County receives grant funds from various Federal and State agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

Guaranteed Bond Issues

Heart of Georgia Regional Airport Authority—In order for the Authority to finance the construction of a new runway, a bond issue in the amount of \$2,900,000 known as “Heart of Georgia Regional Airport Authority Revenue Bond, Series 2005” was agreed to. Dodge County and the City of Eastman have, under certain conditions and circumstances, agreed to guarantee payments of principle and interest which may become due and payable under said bond.

Dodge County Hospital Authority—In order for the Authority to accomplish two objectives: one being that it has been determined that it is necessary and desirable to refinance a prior bond issuance in order to achieve debt service savings; two being that it is necessary and desirable that the Dodge County Hospital be added to, extended, improved, and equipped, in accordance with a plan prepared by the Authority, the Authority has issued \$10,000,000 in original aggregate principle amount of its Revenue Anticipation Certificates (Dodge County Hospital Project) Series 2005. Dodge County has deemed it advisable to levy an annual ad valorem tax each year, as necessary and as provided by the Hospital Authorities Law to the extent the Authority’s revenues are not sufficient, and to pledge the revenues derived from such tax levy to the payment of the County’s obligations hereunder in order to enable the Authority to pay the principle of and interest on the Series 2005 Certificates.

15) JOINT VENTURE

Heart of Georgia Altamaha Regional Commission - Under Georgia law, the County, in conjunction with other cities and counties in the 17 county central Georgia area, is a member of the Heart of Georgia Altamaha Regional Commission (RC) and is required to pay annual dues thereto. During its year ended December 31, 2016, the County paid \$13,239 in such dues. Membership in an RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the RC in Georgia. The RC Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RC. Separate financial statements may be obtained from:

Heart of Georgia Altamaha Regional Commission
501 Oak Street
Eastman, Georgia 31023

Ocmulgee Regional Development Authority – On August 3, 2004 the County authorized the creation and establishment of the Ocmulgee Regional Development Authority, a joint development authority which shall have as its members Dodge County, Wilcox County and Bleckley County. The purpose of the development authority shall be for each county to be eligible for an additional tax credit from the State of Georgia under the BEST Program, to receive extra points for grant applications and to have a mechanism in place in the event that a regional project could take place. As of December 31, 2016, there had been no activity.

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

16) RELATED ORGANIZATIONS

The Eastman Dodge Development Authority is a related organization that is excluded from the financial reporting entity because the County's accountability does not extend beyond making appointments. Audited financial statements are not available from this organization.

17) DEFINED BENEFIT PLAN

A. Plan Description

The County's defined benefit pension plan, Association County Commissioners of Georgia (ACCG) Restated Pension Plan for Dodge County Employees (Plan), is administered through the Board of Trustees for the Association County Commissioner of Georgia Pension Plan and Trust. The Plan, through execution of an adoption agreement, is affiliated with the Association County Commissioners of Georgia Third Restated Defined Benefit Plan (the ACCG Plan), an agent multiple-employer pension plan, administered by GEBCorp. The ACCG Plan is an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for participating counties in Georgia. The ACCG, in its role as the Plan Sponsor, has the sole authority to amend the provisions of the ACCG Plan, as provided in Section 19.03 of the ACCG Plan document. The County has the authority to amend the adoption agreement, which defines the specific benefit provisions of the Plan, as provided in Section 19.02 of the ACCG Plan document. The County Commissioners retain this authority. The ACCG issues a publicly available financial report that includes financial statements and required supplementary information for the Plan. That report may be obtained at the County Commissioners' office in Eastman, Georgia or by writing to GEBCorp, 191 Peachtree Street NE, Suite 700, Atlanta, Georgia 30303.

B. Benefits

The Plan provides benefits upon retirement, death, disablement, and termination of employment to Plan participants and beneficiaries, if certain eligibility requirements are met. Full time employees meeting the provisions as set out in the adoption agreement were eligible to participate on the January 1 coincident with or following the date the employee completes three years of service. Employees are vested after five years of service. Participants become eligible to retire at age 65 with five years of service. An employee may elect early retirement at age 60 with ten years of service and three years of plan participation to receive full benefits. Upon eligibility to retire, participants are entitled to an annual benefit in the amount of 1.00% of average annual compensation plus \$36 multiplied by years of service to a maximum of 35 years payable as a straight life annuity. Compensation is averaged over five consecutive plan years during the ten plan years preceding the participant's date of retirement or other termination.

C. Plan Membership

As as of January 1, 2016, the most recent actuarial valuation date, the Plan membership consisted of the following categories of participants:

Retirees, beneficiaries and disables receiving benefits	13
Terminated plan participants entitled to but not yet receiving benefits	13
Active employees participating in the Plan	<u>9</u>
Total number of Plan Participants	<u>35</u>

D. Contributions

The County is required to contribute an actuarially determined amount annually to the Plan's trust. The contribution amount is determined using actuarial methods and assumptions approved by the ACCG Plan trustees and must satisfy the minimum contribution requirement contained in the State of Georgia statutes. Section 47-20 of the

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

Georgia Code sets forth the funding standards for state and local governmental pension plans. Administrative expenses are based on total covered payroll of plan members and are added to the state-required annual funding requirement. The projection of benefits for financial accounting purposes does not explicitly incorporate the potential effects of the legal or contractual funding limitations.

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

Employees are required to contribute 5% of pay. The County contributes the remaining cost of the Plan, using the actuarial basis described in the annual valuation report. The annual County contribution meets or exceeds the minimum funding requirements of Georgia Statute 47-20.

The County's covered compensation for employees participating in the Plan as of January 1, 2016 was \$369,049. The required contribution for 2016 was \$54,441, which represents 15.0% of the covered payroll. The actual contribution for 2016 was \$54,441, which represents 15.0% of the covered payroll.

E. Net Pension Liability

Effective January 1, 2015, the County implemented the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, as well as Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, which significantly changed the County's accounting for pension amounts. The information disclosed below is presented in accordance with these new standards.

Actuarial assumptions – The County's net pension liability was measured as of December 31, 2016. The total pension liability was determined by an actuarial valuation as of January 1, 2016 with update procedures performed by the actuary to roll forward to the total pension liability measured as of December 31, 2016. The total pension liability in the January 1, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	0.00%
Salary increases	5.00% per year with an age based scale
Investment rate of return	7.25%, net of pension plan investment Expense, including inflation

Mortality rates were based on the RP-2000 projected with Scale AA.

The actuarial assumptions used in the January 1, 2016 valuation were based on the results of an actuarial experience study for the period of January 1, 2015 through December 31, 2015.

The long-term expected rate of return on pension plan investments was determined through a blend of using a building-blocks approach based on 20-year benchmarks (33.33%) and 30-year benchmarks (33.33%), as well as the forward-looking capital market assumptions for the moderate assets allocation (33.34%), as determined by UBS. Expected future rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major class included in the pension plan's target asset allocation as of December 31, 2016 are summarized in the following table:

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

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

Discount rate – The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that County contributions will be made based on the average County contribution made to the Plan over the prior five years. Based on this assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments to current Plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all of the projected benefit payments to determine the total pension liability.

Sensitivity of the net pension liability to changes in the discount rate – The following presents the County's net pension liability calculated using the discount rate 7.25%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	<u>1% Decrease (6.50%)</u>	<u>Current Discount Rate (7.50%)</u>	<u>1% Increase (8.50%)</u>
Net pension liability	\$ 597,475	\$ 469,796	\$ 359,202

Pension plan fiduciary net position – Detailed information about the pension plan's fiduciary net position is available in the separately issued ACCG financial report which is publicly available at www.gebcorp.com.

Changes in the Net Pension Liability – The changes of the components of the net pension liability of the County for the year ended December 31, 2016, were as follows:

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

	<u>Total Pension Liability (TPL)</u>	<u>Fiduciary Net Position (FNP)</u>	<u>Net Pension Liability (NPL)</u>
Balance at			
December 31, 2015	\$ 1,309,647	\$ 884,662	\$ 424,985
Changes for the year:			
Service Cost	16,566		16,566
Interest	94,921		94,921
Liability experience (gain) / loss	(5,297)		(5,297)
Assumption change	29,134		29,134
Employer contributions		55,441	(55,441)
Employee contributions	-	20,692	(20,692)
Net investment income		58,931	(58,931)
Benefit payments	(88,072)	(88,072)	-
Administrative expense		(7,196)	7,196
Other changes		(37,355)	37,355
	<u>47,252</u>	<u>2,441</u>	<u>44,811</u>
Net changes			
December 31, 2016	<u>\$ 1,356,899</u>	<u>\$ 887,103</u>	<u>\$ 469,796</u>

Changes of assumptions – There have been no substantive changes since the last actuarial valuation.

Pension expense –

Service cost	\$ 16,566
Interest on TPL	94,921
Amortization of:	
Liability experience (gain) / loss	(4,033)
Change in assumption	26,318
Asset (gain) / loss	15,998
Employee contributions	(20,692)
Projected earnings on plan investments	(61,532)
Administrative expense	7,196
Other change in FNP	<u>33,206</u>
Total pension expense	<u>\$ 107,948</u>

Dodge County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2016, the County recognized pension expense of \$107,948. At December 31, 2016, the County reported deferred outflows and deferred inflows of resources related to the pension plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net difference between projected and actual earnings on pension plan investments	\$ 47,579	\$ -
Changes in assumptions	36,065	-
Differences between expected and actual experience	-	5,655
Contributions subsequent to the measurement date	<u>51,134</u>	<u>-</u>
Total	<u>\$ 134,778</u>	<u>\$ 5,655</u>

County contributions subsequent to the measurement date of \$51,134 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending December 31, 2017. Amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expense as flows:

Year ending December 31,	
2017	\$ 38,283
2018	24,122
2019	14,234
2020	1,350
	<u>\$ 77,989</u>

**REQUIRED SUPPLEMENTARY
INFORMATION**

Dodge County, Georgia
 REQUIRED SUPPLEMENTARY INFORMATION
 EMPLOYEE PENSION PLAN
 December 31, 2016

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

	<u>2016</u>	<u>2015</u>
Total pension liability		
Service cost	\$ 16,566	\$ 16,610
Interest on total pension liability	98,224	95,426
Changes in assumptions	29,134	48,362
Benefit payments	(91,375)	(116,707)
Other changes	<u>(5,297)</u>	<u>(6,387)</u>
Net change in total pension liability	47,252	37,304
Total pension liability - beginning	<u>1,309,647</u>	<u>1,272,343</u>
Total pension liability - ending	<u>\$ 1,356,899</u>	<u>\$ 1,309,647</u>
Plan fiduciary net position		
Contributions - employer	\$ 55,441	\$ 51,134
Contributions - employee	20,692	22,797
Net investment income	58,931	7,985
Benefit payments	(88,072)	(89,891)
Employee contribution refunds	-	(22,598)
Administrative expenses	(7,196)	(4,100)
Other	<u>(37,355)</u>	<u>(22,999)</u>
Net change in plan fiduciary net position	2,441	(57,672)
Plan fiduciary net position - beginning	<u>884,662</u>	<u>942,334</u>
Plan fiduciary net position - ending	<u>\$ 887,103</u>	<u>\$ 884,662</u>
Net pension liability - ending	<u>\$ 469,796</u>	<u>\$ 424,985</u>
Plan fiduciary net position as a percentage of the total pension liability	65.38%	67.55%
Covered-employee payroll	\$ 369,049	\$ 408,884
Net pension liability as a percentage of covered employee payroll	127.30%	103.94%

NOTE: The above information should include 10 years, if available, per GASB Statement No. 68; however, during the transition period, information should be presented for as many years as are available. The year ended december 31, 2014 is the first year that data has been measured in accordance with GASB Statement No. 68.

Dodge County, Georgia
 REQUIRED SUPPLEMENTARY INFORMATION
 EMPLOYEE PENSION PLAN
 December 31, 2016

SCHEDULE OF CONTRIBUTIONS

	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 55,441	\$ 51,134
Contributions in relation to the actuarially determined contribution	55,441	51,134
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	\$ 369,049	\$ 408,884
Contributions as a percentage of Covered-employee payroll	15.02%	12.51%

Notes to the Schedule

Valuation Date		Janaury 1, 2016
Cost Method		Entry Age Normal
Actuarial Asset Valuation Method		Five-year smoothed market
Assumed Rate of Return on Investments		7.25%
Projected salary Increases		5.00%
Amortization Method		Level percent of pay, open
Remaining Amortization Period		18 years

SCHEDULE OF PENSION INVESTMENT RETURNS

	<u>2016</u>	<u>2015</u>
Annual money-weighted rate of return, net of investment expenses for the pension plan	7.25%	7.50%

NOTE: The above information should include 10 years, if available, per GASB Statement No. 68; however, during the transition period, information should be presented for as many years as are available. The year ended december 31, 2014 is the first year that data has been measured in accordance with GASB Statement No. 68.

COMBINING FUND STATEMENTS

Dodge County, Georgia
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 For the fiscal year ended December 31, 2016

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Nonmajor Governmental Funds</u>
Assets:			
Cash	\$ 339,918	\$ 569,049	\$ 908,967
Tax Receivable	-	-	-
Loans receivable	128,183	-	128,183
Accrued Interest	478	-	478
	<u>468,579</u>	<u>569,049</u>	<u>1,037,628</u>
Liabilities:			
Resident Balances	<u>8,496</u>	-	<u>8,496</u>
Total liabilities	<u>8,496</u>	-	<u>8,496</u>
Fund balances:			
Restricted for			
Economic Development	225,604	-	225,604
Public Safety	234,479	-	234,479
Capital Projects	-	569,049	569,049
Total fund balances	<u>460,083</u>	<u>569,049</u>	<u>1,029,132</u>
Total liabilities and fund balances	<u>\$ 468,579</u>	<u>\$ 569,049</u>	<u>\$ 1,037,628</u>

Dodge County, Georgia
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 For the fiscal year ended December 31, 2016

	Special Revenue	Capital Project	Total Nonmajor Governmental Funds
Revenues:			
Judicial fees and charges	\$ 48,269	\$ -	\$ 48,269
Taxes	-	-	-
Charges for services	896,885	-	896,885
Other	12,436	2,943	15,379
Total revenues	<u>957,590</u>	<u>2,943</u>	<u>960,533</u>
Expenditures:			
Current:			
General government	-	11,800	11,800
Public safety	1,065,959	-	1,065,959
Public works	-	157,928	157,928
Health Welfare	-	-	-
Development & Housing	145,690	-	145,690
Recreation & culture	-	14,449	14,449
Capital Outlay:			
Public safety	43,000	-	43,000
Public works	-	8,000	8,000
Health Welfare	-	-	-
Recreation & culture	-	-	-
Debt service:			
Principal retirement	-	715,000	715,000
Interest	-	48,219	48,219
Intergovernmental	-	-	-
Total expenditures	<u>1,254,649</u>	<u>955,396</u>	<u>2,210,045</u>
Other financing sources (uses):			
Transfers in	85,439	797,328	882,767
Transfers out	-	-	-
Total other financing sources and (uses)	<u>85,439</u>	<u>797,328</u>	<u>882,767</u>
Net change in fund balances	<u>(211,620)</u>	<u>(155,125)</u>	<u>(366,745)</u>
Fund balances - beginning	671,703	724,174	1,395,877
Adjustments	-	-	-
Fund balances - ending	<u>\$ 460,083</u>	<u>\$ 569,049</u>	<u>\$ 1,029,132</u>

Dodge County, Georgia
 COMBINING BALANCE SHEET
 SPECIAL REVENUE FUNDS

For the fiscal year ended December 31, 2016

	Revolving Loan Fund	Drug Education Fund	Jail Fund	Law Library	Sheriff's Commissary Fund	Sheriff's Condemnation & Supply Fund	Sheriff's Vending Machine Fund	E-911 Fund	Total Special Revenue Funds
Assets:									
Cash	\$ 96,943	\$ 42,237	\$ 34,017	\$ 22,721	\$ 88,650	\$ 53,938	\$ 142	\$ 1,270	\$ 339,918
Loans receivable	128,183	-	-	-	-	-	-	-	128,183
Accrued Interest	478	-	-	-	-	-	-	-	478
Total assets	<u>225,604</u>	<u>42,237</u>	<u>34,017</u>	<u>22,721</u>	<u>88,650</u>	<u>53,938</u>	<u>142</u>	<u>1,270</u>	<u>\$ 468,579</u>
Liabilities:									
Resident Balances	-	-	-	-	8,496	-	-	-	8,496
Total liabilities	-	-	-	-	<u>8,496</u>	-	-	-	<u>8,496</u>
Fund balances:									
Restricted for									
Economic Development	225,604	-	-	-	-	-	-	-	225,604
Public Safety	-	42,237	34,017	22,721	80,154	53,938	142	1,270	234,479
Total fund balances	<u>225,604</u>	<u>42,237</u>	<u>34,017</u>	<u>22,721</u>	<u>80,154</u>	<u>53,938</u>	<u>142</u>	<u>1,270</u>	<u>460,083</u>
Total liabilities and fund balances	<u>\$ 225,604</u>	<u>\$ 42,237</u>	<u>\$ 34,017</u>	<u>\$ 22,721</u>	<u>\$ 88,650</u>	<u>\$ 53,938</u>	<u>\$ 142</u>	<u>\$ 1,270</u>	<u>\$ 468,579</u>

Dodge County, Georgia
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES**
SPECIAL REVENUE FUNDS

For the fiscal year ended December 31, 2016

	Revolving Loan Fund	Drug Education Fund	Jail Fund	Law Library	Sheriff's Commissary Fund	Sheriff's Condemnation & Supply Fund	Sheriff's Vending Machine Fund	E-911 Fund	Total Special Revenue Fund
Revenues:									
Judicial fees and charges	\$ -	\$ 18,358	\$ 18,450	\$ 11,461	\$ -	\$ -	\$ -	\$ -	\$ 48,269
Grant	-	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	450,278	-	4,954	441,653	896,885
Other	1,808	-	-	-	-	10,628	-	-	12,436
Total revenues	1,808	18,358	18,450	11,461	450,278	10,628	4,954	441,653	957,590
Expenditures:									
Current:									
General government	-	-	-	-	-	-	-	-	-
Public safety	-	-	25,000	13,699	449,230	88,441	5,174	527,415	1,108,959
Development & Housing	145,690	-	-	-	-	-	-	-	145,690
Total expenditures	145,690	-	25,000	13,699	449,230	88,441	5,174	527,415	1,254,649
Other financing sources (uses):									
Transfers in	-	-	-	-	-	-	-	85,439	85,439
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources and (uses)	-	-	-	-	-	-	-	85,439	85,439
Net change in fund balances	(143,882)	18,358	(6,550)	(2,238)	1,048	(77,813)	(220)	(323)	(211,620)
Fund balances - beginning	369,486	23,879	40,567	24,959	79,106	131,751	362	1,593	671,703
Fund balances - ending	\$ 225,604	\$ 42,237	\$ 34,017	\$ 22,721	\$ 80,154	\$ 53,938	\$ 142	\$ 1,270	\$ 460,083

Dodge County, Georgia
 COMBINING BALANCE SHEET
 CAPITAL PROJECT FUNDS
 For the fiscal year ended December 31, 2016

	<u>2008</u> <u>SPLOST</u>	<u>2014</u> <u>CDBG</u>	<u>Total</u> <u>Capital</u> <u>Project</u> <u>Funds</u>
Assets:			
Cash	\$ 569,049	\$ -	\$ 569,049
Tax Receivable	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>569,049</u>	<u>-</u>	<u>569,049</u>
Liabilities:			
Accounts Payable	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:			
Restricted for			
Capital Projects	<u>569,049</u>	<u>-</u>	<u>569,049</u>
Total fund balances	<u>569,049</u>	<u>-</u>	<u>569,049</u>
Total liabilities and fund balances	<u>\$ 569,049</u>	<u>\$ -</u>	<u>\$ 569,049</u>

Dodge County, Georgia
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 CAPITAL PROJECT FUNDS

For the fiscal year ended December 31, 2016

	2008 SPLOST	2014 CDBG	Total Capital Project Funds
Revenues:			
Grant	-	2,497	2,497
Taxes	-	-	-
Other	446	-	446
Total revenues	<u>446</u>	<u>2,497</u>	<u>2,943</u>
Expenditures:			
Current:			
General government	11,800	-	11,800
Public Safety	-	-	-
Public Works	163,431	2,497	165,928
Health Welfare	-	-	-
Recreation & culture	14,449	-	14,449
Capital Outlay:			
Public Works	-	-	-
Health Welfare	-	-	-
Recreation & culture	-	-	-
Debt service:			
Principal retirement	715,000	-	715,000
Interest	48,219	-	48,219
Intergovernmental	-	-	-
Total expenditures	<u>952,899</u>	<u>2,497</u>	<u>955,396</u>
Other financing sources (uses):			
Transfers in	797,328	-	797,328
Transfers out	-	-	-
Total other financing sources and (uses)	<u>797,328</u>	<u>-</u>	<u>797,328</u>
Net change in fund balances	<u>(155,125)</u>	<u>-</u>	<u>(155,125)</u>
Fund balances - beginning	724,174	-	724,174
Fund balances - ending	<u>\$ 569,049</u>	<u>\$ -</u>	<u>\$ 569,049</u>

Dodge County, Georgia
 AGENCY FUNDS
 COMBINING BALANCE SHEET
 December 31, 2016

	Probate Court	Tax Commissioner	Sheriff	Clerk of Court	Magistrate Court	Totals
ASSETS						
Cash	\$ 20,137	\$ 734,351	\$ 278,445	\$ 629,899	\$ 17,727	\$ 1,680,559
Due from other governments	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Total assets	20,137	734,351	278,445	629,899	17,727	1,680,559

LIABILITIES AND FUND BALANCES

Other liabilities	20,137	554,560	278,445	128,617	17,727	999,486
Funds held in escrow	-	179,791	-	501,282	-	681,073
Due to other funds	-	-	-	-	-	-
Total liabilities	\$ 20,137	\$ 734,351	\$ 278,445	\$ 629,899	\$ 17,727	\$ 1,680,559

Dodge County, Georgia
 COMBINING STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES
 For the fiscal year ended December 31, 2016

	Balance December 31, 2015	Additions	Deductions	Balance December 31, 2016
<u>Probate Court</u>				
ASSETS				
Cash	\$ 23,399	\$ 166,810	\$ 170,072	\$ 20,137
Total assets	23,399	166,810	170,072	20,137
LIABILITIES				
Due to others	23,399	166,810	170,072	20,137
Total liabilities	\$ 23,399	\$ 166,810	\$ 170,072	\$ 20,137

(continued)

Dodge County, Georgia
 AGENCY FUNDS
 COMBINING STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES - CONTINUED
 For the fiscal year ended December 31, 2016

	Balance December 31, 2015	Additions	Deductions	Balance December 31, 2016
<u>Tax Commissioner</u>				
ASSETS				
Cash	\$ 411,965	\$ 12,609,544	\$ 12,287,158	\$ 734,351
Total assets	411,965	12,609,544	12,287,158	734,351
LIABILITIES				
Due to others	411,965	12,609,544	12,287,158	734,351
Due to other funds	-	-	-	-
Total liabilities	\$ 411,965	\$ 12,609,544	\$ 12,287,158	\$ 734,351

Sheriff

ASSETS				
Cash	105,157	294,038	120,750	278,445
Total assets	105,157	294,038	120,750	278,445
LIABILITIES				
Due to others	105,157	294,038	120,750	278,445
Due to other funds	-	-	-	-
Total liabilities	\$ 105,157	\$ 294,038	\$ 120,750	\$ 278,445

(continued)

Dodge County, Georgia
 AGENCY FUNDS
 COMBINING STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES - CONTINUED
 For the fiscal year ended December 31, 2016

	Balance December 31, 2015	Additions	Deductions	Balance December 31, 2016
<u>Clerk of Court</u>				
ASSETS				
Cash	\$ 750,276	\$ 534,136	\$ 654,513	\$ 629,899
Total assets	750,276	534,136	654,513	629,899
LIABILITIES				
Due to others	750,276	534,136	654,513	629,899
Total liabilities	\$ 750,276	\$ 534,136	\$ 654,513	\$ 629,899
 <u>Magistrate Court</u>				
ASSETS				
Cash	\$ 19,002	\$ 157,867	\$ 159,142	\$ 17,727
Total assets	19,002	157,867	159,142	17,727
LIABILITIES				
Due to others	19,002	157,867	159,142	17,727
Total liabilities	\$ 19,002	\$ 157,867	\$ 159,142	\$ 17,727

SUPPLEMENTARY SCHEDULES

Dodge County, Georgia
Schedule of Changes in Capital Assets - By Function and Activity
For the fiscal year ended December 31, 2016

	Balance December 31, 2015	Additions	Deductions	Balance December 31, 2016
General Government:				
Office of Commissioner	\$ 61,706	\$ -	\$ -	\$ 61,706
Tax Commissioner	30,671	-	-	30,671
Tax Assessor & Appraiser	8,535	-	-	8,535
Other	15,005,530	-	-	15,005,530
Total general government	15,106,442	-	-	15,106,442
Public Safety:				
Sheriff	860,838	43,000	13,000	890,838
Civil Defense	30,445	-	-	30,445
E-911	229,567	-	-	229,567
EMS	546,055	83,260	-	629,315
Other	54,810	-	-	54,810
Total public safety	1,721,715	126,260	13,000	1,834,975
Public Works:				
Sanitation	817,505	101,000	-	918,505
Road	2,434,136	8,000	50,895	2,391,241
Total public works	3,251,641	109,000	50,895	3,309,746
Judiciary:				
Clerk of Superior Court	5,758	-	-	5,758
Probate Court	5,260	-	-	5,260
Magistrate Court	6,495	6,500	3,700	9,295
Total judiciary	17,513	6,500	3,700	20,313
Total capital assets	\$ 20,097,311	\$ 241,760	\$ 67,595	\$ 20,271,476

Dodge County, Georgia
DRUG EDUCATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
For the fiscal year ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Judicial fees and charges	\$ 15,000	\$ 15,000	\$ 18,358	\$ 3,358
Other	-	-	-	-
Total revenues	<u>15,000</u>	<u>15,000</u>	<u>18,358</u>	<u>3,358</u>
Expenditures:				
Current:				
Public safety	14,000	14,000	-	14,000
Total expenditures	<u>14,000</u>	<u>14,000</u>	<u>-</u>	<u>14,000</u>
Net change in fund balances	1,000	1,000	18,358	17,358
Fund balances - beginning	<u>23,879</u>	<u>23,879</u>	<u>23,879</u>	<u>-</u>
Fund balances - ending	<u>\$ 24,879</u>	<u>\$ 24,879</u>	<u>\$ 42,237</u>	<u>\$ 17,358</u>

Dodge County, Georgia
 JAIL SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
 For the fiscal year ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Judicial fees and charges	\$ 20,000	\$ 20,000	\$ 18,450	\$ (1,550)
Other	-	-	-	-
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>18,450</u>	<u>(1,550)</u>
Expenditures:				
Current:				
Public safety	20,000	20,000	25,000	(5,000)
Total expenditures	<u>20,000</u>	<u>20,000</u>	<u>25,000</u>	<u>(5,000)</u>
Net change in fund balances	-	-	(6,550)	(6,550)
Fund balances - beginning	<u>40,567</u>	<u>40,567</u>	<u>40,567</u>	<u>-</u>
Fund balances - ending	<u>\$ 40,567</u>	<u>\$ 40,567</u>	<u>\$ 34,017</u>	<u>\$ (6,550)</u>

Dodge County, Georgia
LAW LIBRARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
For the fiscal year ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Judicial fees and charges	\$ 11,000	\$ 11,000	\$ 11,461	\$ 461
Interest	-	-	-	-
Total revenues	<u>11,000</u>	<u>11,000</u>	<u>11,461</u>	<u>461</u>
Expenditures:				
Current:				
Public safety	<u>11,200</u>	<u>11,200</u>	<u>13,699</u>	<u>(2,499)</u>
Total expenditures	<u>11,200</u>	<u>11,200</u>	<u>13,699</u>	<u>(2,499)</u>
Net change in fund balances	(200)	(200)	(2,238)	(2,038)
Fund balances - beginning	<u>24,959</u>	<u>24,959</u>	<u>24,959</u>	<u>-</u>
Fund balances - ending	<u>\$ 24,759</u>	<u>\$ 24,759</u>	<u>\$ 22,721</u>	<u>\$ (2,038)</u>

Dodge County, Georgia
 REVOLVING LOAN SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
 For the fiscal year ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 20,500	\$ 20,500	\$ -	\$ (20,500)
Other	-	-	1,808	1,808
Total revenues	<u>20,500</u>	<u>20,500</u>	<u>1,808</u>	<u>(18,692)</u>
Expenditures:				
Current:				
Development & housing	<u>1,000</u>	<u>1,000</u>	<u>145,690</u>	<u>(144,690)</u>
Total expenditures	<u>1,000</u>	<u>1,000</u>	<u>145,690</u>	<u>(144,690)</u>
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Net change in fund balances	19,500	19,500	(143,882)	(163,382)
Fund balances - beginning	<u>369,486</u>	<u>369,486</u>	<u>369,486</u>	<u>-</u>
Fund balances - ending	<u>\$ 388,986</u>	<u>\$ 388,986</u>	<u>\$ 225,604</u>	<u>\$ (163,382)</u>

Dodge County, Georgia
 SHERIFF'S CONDEMNATION AND SUPPLY SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
 For the fiscal year ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Other	\$ 5,000	\$ 5,000	\$ 10,628	\$ 5,628
Total revenues	<u>5,000</u>	<u>5,000</u>	<u>10,628</u>	<u>5,628</u>
Expenditures:				
Current:				
Public safety	5,000	5,000	88,441	(83,441)
Total expenditures	<u>5,000</u>	<u>5,000</u>	<u>88,441</u>	<u>(83,441)</u>
Other financing uses:				
Transfers out	-	-	-	-
Net change in fund balances	-	-	(77,813)	(77,813)
Fund balances - beginning	<u>131,751</u>	<u>131,751</u>	<u>131,751</u>	<u>-</u>
Fund balances - ending	<u>\$ 131,751</u>	<u>\$ 131,751</u>	<u>\$ 53,938</u>	<u>\$ (77,813)</u>

Dodge County, Georgia
E-911 SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
For the fiscal year ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 475,000	\$ 475,000	\$ 441,653	\$ (33,347)
Total revenues	<u>475,000</u>	<u>475,000</u>	<u>441,653</u>	<u>(33,347)</u>
Expenditures:				
Current:				
Public Safety	501,954	501,954	527,415	(25,461)
Total expenditures	<u>501,954</u>	<u>501,954</u>	<u>527,415</u>	<u>(25,461)</u>
Other financing uses:				
Transfers in (out)	<u>26,954</u>	<u>26,954</u>	<u>85,439</u>	<u>58,485</u>
Net change in fund balances	-	-	(323)	(323)
Fund balances - beginning	<u>1,593</u>	<u>1,593</u>	<u>1,593</u>	-
Fund balances - ending	<u>\$ 1,593</u>	<u>\$ 1,593</u>	<u>\$ 1,270</u>	<u>\$ (323)</u>

Dodge County, Georgia
 SHERIFF'S COMMISSARY ACCOUNT SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
 For the fiscal year ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 88,000	\$ 88,000	\$ 450,278	\$ 362,278
Total revenues	<u>88,000</u>	<u>88,000</u>	<u>450,278</u>	<u>362,278</u>
Expenditures:				
Current:				
Public safety	88,000	88,000	449,230	(361,230)
Total expenditures	<u>88,000</u>	<u>88,000</u>	<u>449,230</u>	<u>(361,230)</u>
Other financing uses:				
Transfers out	-	-	-	-
Net change in fund balances	-	-	1,048	1,048
Fund balances - beginning	<u>79,106</u>	<u>79,106</u>	<u>79,106</u>	<u>-</u>
Fund balances - ending	<u>\$ 79,106</u>	<u>\$ 79,106</u>	<u>\$ 80,154</u>	<u>\$ 1,048</u>

Dodge County, Georgia
 SHERIFF'S VENDING MACHINES ACCOUNT SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
 For the fiscal year ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 3,900	\$ 3,900	\$ 4,954	\$ 1,054
Total revenues	<u>3,900</u>	<u>3,900</u>	<u>4,954</u>	<u>1,054</u>
Expenditures:				
Current:				
Public safety	3,900	3,900	5,174	(1,274)
Total expenditures	<u>3,900</u>	<u>3,900</u>	<u>5,174</u>	<u>(1,274)</u>
Other financing uses:				
Transfers out	-	-	-	-
Net change in fund balances	-	-	(220)	(220)
Fund balances - beginning	<u>362</u>	<u>362</u>	<u>362</u>	<u>-</u>
Fund balances - ending	<u>\$ 362</u>	<u>\$ 362</u>	<u>\$ 142</u>	<u>\$ (220)</u>

**SCHEDULES TO MEET REGULATORY
REQUIREMENTS**

Dodge County, Georgia
SPECIAL-PURPOSE LOCAL OPTION SALES TAX 2008
SCHEDULE OF EXPENDITURES
 (Construction and Other Projects)
 Year ended December 31, 2016

Project Description	(Unaudited) Original/ Latest Estimated Cost	Prior Years Cumulative Expenditures	Total Current Year Expenditure	Total Cumulative Expenditures	(Unaudited) Estimated Percentage of Completion
Roads, streets, bridges, & transportation	\$ 2,400,000	\$ 1,433,094	\$ 163,432	\$ 1,596,526	66.52%
Purchase of land and construction	50,000	-	-	-	0.00%
New Jail	5,500,000	7,065,890	48,218	7,114,108	129.35%
Dodge County Hospital	2,500,000	1,902,222	-	1,902,222	76.09%
Recreational facilities in Dodge County	100,000	61,427	14,449	75,876	75.88%
Rural fire departments	200,000	194,831	-	194,831	97.42%
Renovations, improvements, and additions for Dodge County buildings	550,000	40,784	11,800	52,584	9.56%
Water and sewer projects for the City of Eastman	2,680,000	2,131,638	-	2,131,638	79.54%
Recreational facilities, roads, and street improvements for the City of Chauncey	30,000	21,957	-	21,957	73.19%
Recreational facilities, roads, and street improvements for the City of Chester	30,000	24,109	-	24,109	80.36%
Recreational facilities, roads, and street improvements for the City of Milan	30,000	23,033	-	23,033	76.78%
Recreational facilities, roads, and street improvements for the City of Rhine	30,000	23,033	-	23,033	76.78%
Public safety facilities, specifically including E-911 emergency telephone system	300,000	229,422	-	229,422	76.47%
Total SPLOST 2008	\$14,400,000	13,151,440	237,899	\$13,389,339	

Reconciliation to expenditures reported in financial statements:
 Bond principal retirement
 Total expenditures

715,000
\$ 952,899

Dodge County, Georgia
SPECIAL-PURPOSE LOCAL OPTION SALES TAX 2013
SCHEDULE OF EXPENDITURES
 (Construction and Other Projects)
 Year ended December 31, 2016

Project Description	(Unaudited) Original/ Latest Estimated Cost	Prior Years Cumulative Expenditures	Total Current Year Expenditure	Total Cumulative Expenditures	(Unaudited) Estimated Percentage of Completion
Jail Debt	\$ 2,262,000	\$ 52,280	-	\$ 52,280.00	2.31%
Roads, Bridges, & Transportation Renovations, Improvements, Additions to Water & Sewer Systems, Storm Drainage Systems, Economic Development, & Capital Improvement-City of Eastman Hospital Authority Retire Debt & Capital Improvement	2,928,900	-	-	-	0.00%
Economic Development	2,419,300	399,121	329,652	728,773	30.12%
Sanitation	1,950,000	321,699	265,706	587,405	30.12%
Recreation Department	780,000	-	-	-	0.00%
Building & Equipment	351,000	11,470	110,751	122,221	34.82%
Vehicles	143,000	-	6,531	6,531	4.57%
EMS Ambulances & Equipment	891,800	-	-	-	0.00%
Rural Fire Department	429,000	5,500	6,500	12,000	2.80%
Road, Bridges, Transportation, & Capital Improvement for the City of Rhine	299,000	74,814	139,059	213,873	71.53%
Road, Bridges, Transportation, & Capital Improvement for the City of Milan	390,000	13,013	42,686	55,699	14.28%
Road, Bridges, Transportation, & Capital Improvement for the City of Chauncey	39,000	6,432	5,314	11,746	30.12%
Road, Bridges, Transportation, & Capital Improvement for the City of Chester	39,000	6,432	5,314	11,746	30.12%
Total SPLOST 2013	\$13,000,000	903,625	922,141	\$ 1,825,766	30.12%

Reconciliation to expenditures reported
in financial statements:
Interfund transfer out
Total expenditures

797,328
\$ 1,719,469

Dodge County, Georgia
TIA SPECIAL-PURPOSE LOCAL OPTION SALES TAX
SCHEDULE OF EXPENDITURES
(Construction and Other Projects)
Year ended December 31, 2016

<u>Project Description</u>	(Unaudited) Original/ Latest Estimated Cost	Prior Years Cumulative Expenditures	Total Current Year Expenditure	Total Cumulative Expenditures	(Unaudited) Estimated Percentage of Completion
Roads	\$ 6,935,023	\$ 934,035	\$ 108,036	\$ 1,042,071	15.03%
Total	<u>\$ 6,935,023</u>	<u>934,035</u>	<u>108,036</u>	<u>\$ 1,042,071</u>	

Dodge County, Georgia
PUBLIC TRANSPORTATION PROGRAM
SCHEDULE OF REVENUES AND EXPENDITURES-BUDGET AND ACTUAL
For the fiscal year ended December 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Section 5311 Funding	\$ 70,150	\$ 70,150	\$ 69,826	\$ (324)
Third Party Operator Funding	18,200	18,200	-	(18,200)
Fares	6,700	6,700	6,762	62
Total revenues	<u>95,050</u>	<u>95,050</u>	<u>76,588</u>	<u>(18,462)</u>
Expenditures:				
Administrative:				
Contract	55,081	55,081	55,734	(653)
Supplies	-	-	-	-
Vehicle insurance	2,500	2,500	1,840	660
Radio	-	-	4,500	(4,500)
Physicals and drug testing	300	300	300	-
Miscellaneous	-	-	-	-
Total administrative	<u>57,881</u>	<u>57,881</u>	<u>62,374</u>	<u>(4,493)</u>
Operating:				
Salaries and benefits	89,250	89,250	77,295	11,955
Fuel and oil	20,000	20,000	12,712	7,288
Maintenance and repair	5,000	5,000	15,315	(10,315)
Total operating	<u>114,250</u>	<u>114,250</u>	<u>105,322</u>	<u>8,928</u>
Total expenditures	<u>172,131</u>	<u>172,131</u>	<u>167,696</u>	<u>4,435</u>
Total excess (deficit)	<u>\$ (77,081)</u>	<u>\$ (77,081)</u>	<u>\$ (91,108)</u>	<u>\$ (14,027)</u>

STATE COMPLIANCE SECTION

Dodge County, Georgia
Schedule of State Contractual Assistance
For the Year Ended December 31, 2016

State Program	Contract Number	Revenues	Expenditures	Amounts (Owed to) Due from Organization
Georgia Department of Transportation:				
Section 5311 Transportation	T005519	\$ 36,065	\$ 36,065	\$ -
Section 5311 Transportation	T005883	\$ 33,761	\$ 33,761	\$ 28,376
Criminal Justice Coordinating Council				
Multi-Jurisdictional Task Force	B13-8-025	\$ 11,623	\$ 11,623	\$ -
Multi-Jurisdictional Task Force	B15-8-004	\$ 136,228	\$ 136,228	\$ -
Georgia Department of Community Affairs				
2014 CDBG	14p-y-045-1-5660	\$ 2,497	\$ 2,497	\$ -

Dodge County, Georgia

Certification of 9-1-1 Expenditures

For the Year Ended December 31, 2016

Line No.		O.C.G.A. Reference:	
1	Indicate UCOA Fund Type Used to Account for 9-1-1 Activity (choose one): <input checked="" type="checkbox"/> Special Revenue Fund <input type="checkbox"/> Enterprise Fund		
	Expenditures (UCOA Activity 3800)		
2	Wireless service supplier cost recovery charges (identify each supplier individually on lines below - attach list, if necessary)	46-5-134(e)	
	_____		\$ _____
	_____		\$ _____
	_____		\$ _____
3	Emergency telephone equipment, including necessary computer hardware, software, and data base provisioning, addressing, and nonrecurring costs of establishing a 9-1-1 system:		
3a	Lease costs	46-5-134(f)(1)(A)	\$ _____
3b	Purchase costs	46-5-134(f)(1)(A)	\$ _____
3c	Maintenance costs	46-5-134(f)(1)(A)	\$ 14,858.37
4	Rates associated with the service suppliers 9-1-1 service and other service suppliers recurring charges	46-5-134(f)(1)(B)	\$ _____
5	Employees hired by the local government solely for the operation and maintenance of the emergency 9-1-1 system and employees who work as directors as defined in O.C.G.A. §46-5-138.2		
5a	Salaries and wages	46-5-134(f)(1)(C)	\$ 314,431.31
5b	Employee benefits	46-5-134(f)(1)(C)	\$ 77,736.40
6	Cost of training of employees who work as dispatchers or directors	46-5-134(f)(1)(D)	\$ _____
7	Office supplies of the public safety answering points used directly in providing emergency 9-1-1 system services	46-5-134(f)(1)(E)	\$ 17,221.74
8	Building used as a public safety answering point:		
8a	Lease costs	46-5-134(f)(1)(F)	\$ _____
8b	Purchase costs	46-5-134(f)(1)(F)	\$ _____
9	Computer hardware and software used at a public safety answering point, including computer assisted dispatch systems and automatic vehicle location systems:		
9a	Lease costs	46-5-134(f)(1)(G)	\$ _____
9b	Purchase costs	46-5-134(f)(1)(G)	\$ _____
9c	Maintenance costs	46-5-134(f)(1)(G)	\$ 9,149.67

Dodge County, Georgia

Certification of 9-1-1 Expenditures

For the Year Ended December 31, 2016

Line No.		O.C.G.A. Reference:	
10	Supplies directly related to providing emergency 9-1-1 system services, including the cost of printing emergency 9-1-1 public education materials	46-5-134(f)(1)(H)	\$ <u>3,057.65</u>
11	Logging recorders used at a public safety answering point to record telephone and radio traffic:		
11a	Lease costs	46-5-134(f)(1)(I)	\$ _____
11b	Purchase costs	46-5-134(f)(1)(I)	\$ _____
11c	Maintenance costs	46-5-134(f)(1)(I)	\$ _____
12	Insurance purchased to insure against risks and liability in the operation and maintenance of the 9-1-1 system on behalf of the local government or on behalf of employees hired by the local government solely for the operation and maintenance of the 9-1-1 system and employees who work as directors	46-5-134(f)(2)(B)(i)	\$ _____
13	Mobile communications vehicle and equipment, if the primary purpose and designation of such vehicle is to function as a backup 9-1-1 system center		
13a	Lease costs	46-5-134(f)(2)(B)(ii)	\$ _____
13b	Purchase costs	46-5-134(f)(2)(B)(ii)	\$ _____
13c	Maintenance costs	46-5-134(f)(2)(B)(ii)	\$ _____
14	Allocation of indirect costs associated with supporting the 9-1-1 system center and operations as identified and outlined in an indirect cost allocation plan approved by the local governing authority that is consistent with the costs allocated within the local government to both governmental and business-type activities	46-5-134(f)(2)(B)(iii)	\$ _____
15	Mobile public safety voice and data equipment, geo-targeted text messaging alert systems, or towers necessary to carry out the function of 9-1-1 system operations		
15a	Lease costs	46-5-134(f)(2)(B)(iv)	\$ _____
15b	Purchase costs	46-5-134(f)(2)(B)(iv)	\$ _____
15c	Maintenance costs	46-5-134(f)(2)(B)(iv)	\$ _____
16	Public safety voice and data communications systems located in the 9-1-1 system facility that further the legislative intent of providing the highest level of emergency response service on a local, regional, and state-wide basis, including equipment and associated hardware and software that supports the use of public safety wireless voice and data communication systems		
16a	Lease costs	46-5-134(f)(2)(B)(v)	\$ _____
16b	Purchase costs	46-5-134(f)(2)(B)(v)	\$ _____
16c	Maintenance costs	46-5-134(f)(2)(B)(v)	\$ _____

Dodge County, Georgia

Certification of 9-1-1 Expenditures

For the Year Ended December 31, 2016

Line
No.



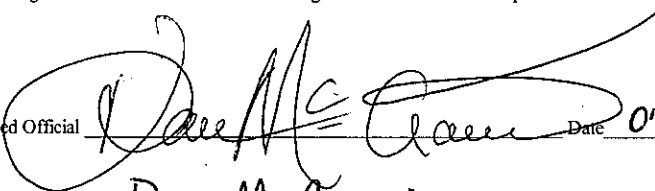
17 Other expenditures not included in Lines 2 through 16 above.
Identify by object and purpose.

Utilities	\$ 84,594.14
Cable service	\$ 0.00
Property Insurance	\$ 800.00
Vehicle Repairs & Insurance	\$ 2,526.86
Uniforms	\$ 1714.94
Drug & Alcohol Testing	\$ 0.00
Travel	\$ 1,324.21
	\$

18 Total Expenditures (total of all amounts reported on Lines 2 through 17 above) \$ 527,415.29

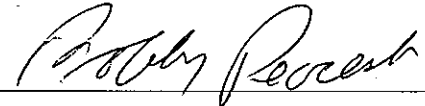
Certification of Local Government Officials

I have reviewed the information presented in this report and certify that it is accurate and correct. I further certify that the 9-1-1 funds were expended in compliance with the expenditure requirements specified in the Official Code of Georgia Annotated (OCGA), Section 46-5-134. I understand that, in accordance with OCGA Section 46-5-134(m)(2), any local government which makes expenditures not in compliance with this Code section may be held liable for pro rata reimbursement to telephone and wireless telecommunications subscribers of amounts improperly expended. Further, the noncompliant local government shall be solely financially responsible for the reimbursement and for any costs associated with the reimbursement. Such reimbursement shall be accomplished by the service providers abating the imposition of the 9-1-1 charges and 9-1-1 wireless enhanced charges until such abatement equals the total amount of the rebate.

Signature of Chief Elected Official  Date 07/20/17

Print Name of Chief Elected Official Dan McCranie

Title of Chief Elected Official Chairman Board of Commissioners

Signature of Chief Financial Officer  Date 7/20/17

Print Name of Chief Financial Officer Bobby Peacock

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MEMBER
American Institute of
Certified Public Accountants

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

To the Board of Commissioners of Roads and Revenues
Dodge County, Georgia

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Dodge County, Georgia, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise Dodge County, Georgia's basic financial statements, and have issued my report thereon dated July 31, 2017.

Internal Control Over Financial Reporting

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

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

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be a material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during my audit I did not identify any deficiencies in internal control that I consider to be material weaknesses. I did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs that I consider to be significant deficiencies as item 16-1.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Dodge County, Georgia's financial statements are free from material misstatement, I performed tests of its compliance with certain provisions of laws, regulations,

contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Dodge County, Georgia's Response to Findings

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

Purpose of this Report

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



Eastman, Georgia
July 31, 2017

DODGE COUNTY, GEORGIA
Schedule of Findings and Questioned Costs
Year Ended December 31, 2016

SUMMARY OF AUDITOR'S RESULTS

- (i) The auditor's report expresses an unmodified opinion on the financial statements of Dodge County, Georgia.
- (ii) One significant deficiency disclosed during the audit of the financial statements is reported in the 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*. No material weaknesses are reported.
- (iii) No instances of noncompliance material to the financial statements of Dodge County were disclosed during the audit.

FINDINGS - FINANCIAL STATEMENTS AUDIT

16-1 Segregation of Duties

Condition: There is not appropriate segregation of duties between initiation, authorization, recording, processing, and reconciliation of cash accounts and other operational functions in the various funds and agencies possessed by the County.

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

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

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

Views of Responsible Officials And Planned Corrective Action: The Commissioners concur with the recommendation. Due to the size, of the County's staff, this condition can not be totally addressed; however, this condition is minimized due to the Commissioners' involvement and the involvement of the elected officials of the agency fund offices.

DODGE COUNTY, GEORGIA
Schedule of Findings and Questioned Costs
Year Ended December 31, 2016

PRIOR YEAR FINDINGS

Control Deficiencies

The current year control deficiency 16-1 was a control deficiency in the prior year. The County had no other control deficiencies reported in the December 31, 2015 report.

Prior Year Noncompliance Instances

The County had no instances of noncompliance reported in the December 31, 2015 report.