



Audit Summary

December 31, 2017

Presented by Beth Grimes
Bates, Carter & Co., LLP



Auditors' Report on the Financial Statements

- Issued an “Unmodified” or “Clean Opinion”
 - Financial statements are presented fairly with generally accepted accounting principles
- Referenced other reports issued
 - Report on internal control and compliance in accordance to “*Government Auditing Standards*”
 - We tested internal controls to ensure controls are effective
 - We included findings related to internal controls in our report



What Is Included In The Financial Statement Audit?

- All departments, funds and elected officials
- Development Authority as of December 31, 2017
- Relied on another independent auditor's report for the Department of Public Health as of June 30, 2017



Comments on Income Statements General Fund

see page 5 of financial statements

- Revenues exceeded expenditures by \$651 thousand
- Revenues increased 4% from prior year
 - Taxes increased \$731 thousand
 - Property tax increased \$212 thousand
 - Sales tax increased \$258 thousand
 - Other taxes increased \$145 thousand
 - Insurance premium tax increased \$99
 - Capital lease proceeds decreased \$271 thousand
 - Intergovernmental (Grants) increased \$627 thousand
- Overall revenues under final budget \$1 million
 - Capital lease proceeds under budget \$200 thousand
 - Taxes under budget \$352 thousand
 - Charges for services under budget \$403 thousand



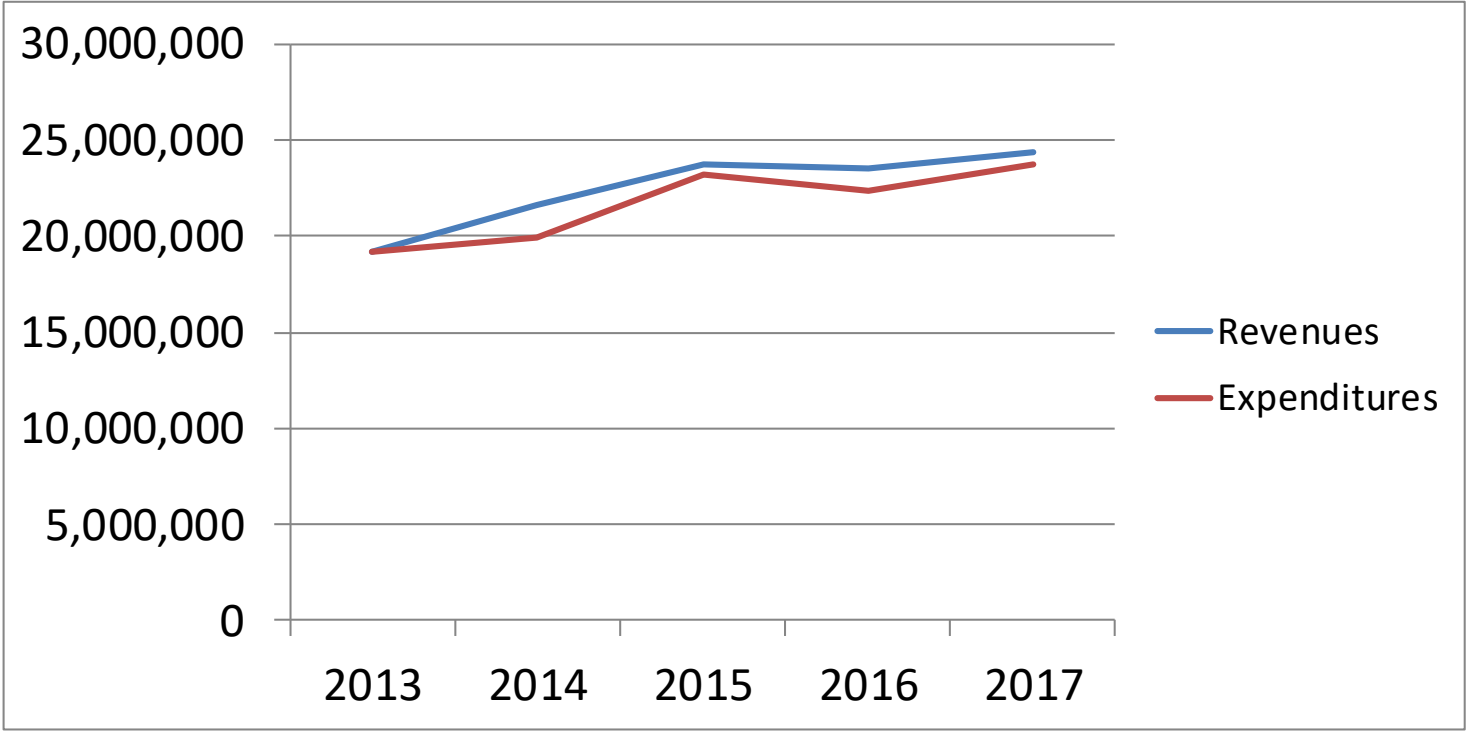
Comments on Income Statements

General Fund

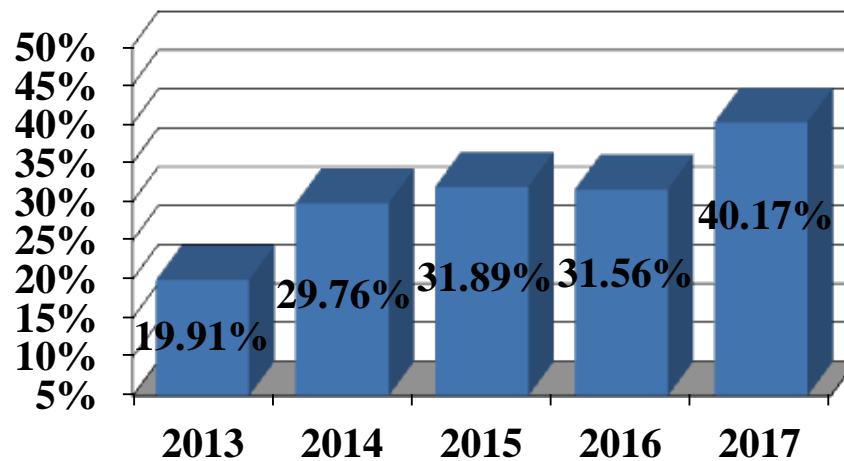
see page 5 of financial statements

- Expenditures decreased compared to 2016 expenditures by \$63 thousand
- Overall expenditures were below final budget \$1.7 million
 - Transfers under budgeted for \$294 thousand more than actually spent
 - Public safety under budget \$623 thousand primarily due to salaries and equipment
 - Public works under budget \$394 thousand mainly due to fewer capital lease and repairs & maintenance expenditures than expected

Ratio of Revenues to Expenditures General Fund



General Fund Unreserved, Unassigned Fund Balance/Prior Year Operating Expenditures





SPLOST

see page 5 of financial statements

- Collected \$4.2 million in revenues
- \$3.5 million spent during 2017
 - Paid for various County Projects



Long-Term Debt Governmental Activities

- Long-term debt of \$1.4 million
 - Notes Payable \$418 thousand
 - Community Center – interest 3.0%
 - \$418 thousand at 12/31/2017
 - Matures FY 2019
 - Capital leases \$1 million
 - Matures FY 2020



Business-Type Activities Water Fund

- Operating income of \$172 thousand
 - Includes depreciation costs of \$627 thousand
 - Does not include debt service payments of \$694 thousand
- Long Term Debt \$6.8 million
 - Bonds payable \$6.8 million
 - Water-line infrastructure acquisition and construction
 - Interest rate 2.35%
 - Matures 2029



Business-Type Activities Airport Authority

- Operating loss of \$132 thousand
 - Includes depreciation costs of \$101 thousand
 - Does not include debt service payments of \$291 thousand
- Long Term Debt \$3.4 million
 - Bonds payable \$3.4 million
 - Airport taxiway construction
 - Variable Interest rate – 4.00% as of end of 1st Quarter 2017
 - Matures 2019

Other Issues

- Net pension liability as of 12/31/2017 was \$7.1 million



Questions???



BatesCarter

Exceeding expectations. Always.

BUSINESS ADVISORS AND CPAS

525 Candler Street NE

PO Drawer 2396

Gainesville, Georgia 30503

www.batescarter.com

770-532-9131

