

**HEART OF GEORGIA ALTAMAHA
REGIONAL COMMISSION**

FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2016**

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2016

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FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

**To the Council Members
Heart of Georgia Altamaha
Regional Commission
Eastman, Georgia**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the **Heart of Georgia Altamaha Regional Commission** (the "Regional Commission"), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the Regional Commission's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Heart of Georgia Altamaha Regional Commission, as of June 30, 2016, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund and major special revenue funds 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 management's discussion and analysis on pages 4 – 9, and the schedule of changes in the Regional Commission's net pension liability and related ratios on page 44 and the schedule of Regional Commission contributions on page 45 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Heart of Georgia Altamaha Regional Commission's basic financial statements. The combining and individual nonmajor fund financial statements and the state compliance schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget and Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, the state compliance schedules, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole. The state compliance schedules have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 11, 2016, on our consideration of the Heart of Georgia Altamaha Regional Commission's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 the Regional Commission's internal control over financial reporting and compliance.

Macon, Georgia
November 11, 2016

Mauldin & Jenkins, LLC

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HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

Within this section of the Heart of Georgia Altamaha Regional Commission's annual financial report, the RC's management is pleased to provide this narrative discussion and analysis of the financial activities of the RC for the fiscal year ended June 30, 2016. Since this information is designed to focus on the current year's activities, resulting changes, and currently known facts, it should be read in conjunction with the RC's basic financial statements which follow this section.

Financial Highlights

The net position of the RC exceeded its liabilities at the close of the most recent fiscal year by \$554,510. Of this amount, \$210,455 represented unrestricted net position and may be used to meet the RC's ongoing obligations to the member local governments.

Overall, there was a decrease in the RC's General Fund's fund balance of \$64,194. The General Fund's revenues over expenditures were \$119,623; however, \$183,817 was transferred to other funds in order to cover unfunded expenses and matching requirements.

At the close of the fiscal year, the unassigned fund balance for the General Fund was \$642,474; this amount is 4.92 percent of total governmental fund expenditures.

Overview of the Financial Statements

This narrative serves as an introduction to the RC's basic financial statements. These financial statements are comprised of three components: (1) Government-wide financial statements, (2) Fund financial statements, and (3) Notes to the financial statements. In addition, supplementary information is also included.

Government-wide Financial Statements

The government-wide statements report information about the RC as a whole, similar to those utilized by companies within the private-sector. The statement of net assets combines all of the assets and liabilities of the RC. In the same manner, the statement of activities presents all of the revenues and expenditures of the RC, regardless of when cash is received or paid.

The following tables present a comparison between the current and preceding year's Statement of Net Position and Statement of Activities.

MANAGEMENT'S DISCUSSION AND ANALYSIS

STATEMENT OF NET POSITION

	June 30, 2016	June 30, 2015
Current and other assets	\$ 2,260,295	\$ 2,471,929
Capital assets	237,688	258,341
Total assets	2,497,983	2,730,270
 Deferred Outflows of Resources		
Pension related items	197,302	92,528
Total assets and deferred outflows of resources	2,695,285	2,822,798
 Current liabilities	1,511,175	1,733,498
Net pension liability	567,207	411,935
Total liabilities	2,078,382	2,145,433
 Deferred Inflows of Resources		
Pension related items	62,393	147,094
Total liabilities and deferred inflows of resources	2,140,775	2,292,527
 Net position		
Investment in capital assets	237,688	258,341
Restricted for grant programs	106,367	93,521
Unrestricted	210,455	178,409
Total net position	\$ 554,510	\$ 530,271

MANAGEMENT'S DISCUSSION AND ANALYSIS

STATEMENT OF ACTIVITIES

	June 30, 2016	June 30, 2015
Program Revenues -		
Charges for services	\$ 8,420	\$ 5,164
Operating grants and contributions	12,723,528	12,287,640
General Revenues -		
Regional appropriations	303,199	303,092
Miscellaneous income	23,304	16,308
Total Revenues	13,058,451	12,612,204
Expenses:		
General government	388,171	307,350
Economic development	95,362	117,441
Aging services	5,074,883	4,906,259
Transportation development	1,783,734	1,862,173
Workforce development	5,392,362	5,075,692
Historic preservation	4,094	4,463
Planning and development	295,606	250,097
Total Expenses	13,034,212	12,523,475
Increase in net position	24,239	88,729
Net position - beginning of year	530,271	441,542
Net position - end of year	\$ 554,510	\$ 530,271

These two statements report the changes in net position or the difference between the RC's assets and liabilities. Monitoring fluctuations in net position is one way to evaluate the RC's financial position.

There are no business-type activities within the RC. As a result, the government-wide financial statements reflect only governmental activities that are generally funded through dues, intergovernmental revenues, grants, and other non-exchange transactions. The RC does maintain an internal service fund, which is utilized to aggregate pooled costs, which are allocated to various grants and contracts based upon the RC's cost allocation plan.

The RC has no component units.

Fund Financial Statements

The fund financial statements provide more detailed information regarding the RC's most significant funds-not the RC as a whole. Funds are similar accounts that are maintained collectively in order to keep track of specific sources of funding and their related expenses. Essentially, the RC employs fund accounting to comply with requirements of its various grants and contracts. The funds of the RC can be divided into two categories: governmental funds and proprietary funds.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Governmental Funds

Basically, the governmental funds are used to account for the same functions reported as governmental activities in the government-wide financial statements. In contrast to the government-wide financial statements, though, the governmental fund financial statements provide a detailed short-term view, assisting in determinations of whether resources can be spent in the near future to finance the RC's programs.

Because of this difference in focus between the government-wide financial statements and the governmental fund financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. As a result, users may be better aware of the long-term implications of the government's short-term decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances provide a reconciliation to allow comparisons between governmental funds and governmental activities.

For the year ended June 30, 2016, the RC had thirty-three (33) governmental funds, the General Fund and thirty-two (32) special revenue funds.

The Regional Commission Council approves an annual budget for its funds. The statements within this report present actual results against budgeted results in order to demonstrate compliance with the RC's approved budget.

Proprietary Funds

The RC's Internal Service Fund is the only proprietary fund employed by the RC. Its purpose is to aggregate costs which are then allocated to grants and contracts in accordance with the RC's cost allocation plan. Because these costs are allocated to and benefit governmental functions, they are presented in governmental activities in the government-wide financial statements.

Notes to the Financial Statements

These statements also include notes offering additional information and explanation on the data presented in the financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents supplementary information concerning the RC. This information is included in order to meet certain state requirements as well as to provide individual grantor information pertaining to its grant or contract.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Governmental Funds

The focus of the RC's governmental funds is to provide information on near term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the RC's financing requirements. Specifically, unassigned fund balance may serve as a useful measure of the RC's net resources available for spending at the end of the fiscal year.

At the end of this fiscal year, the RC's governmental funds reported an ending fund balance of \$753,431, a net decrease of \$2,179 for the current year.

Proprietary Funds

As discussed previously, the RC only maintains one proprietary fund, the Internal Service Fund. It is used to aggregate and distribute costs benefiting two or more programs. The expenses are allocated based on an indirect cost allocation plan approved by our cognizant agency, the U.S. Department of Commerce. Indirect costs are allocated on the basis of direct salaries plus fringe benefits.

Budgetary Highlights

The RC is mandated by state law to adopt its next year's budget before the end of the current year. Due to the fact that contracts and grants are not finalized as well as amendments may occur, the Regional Commission Council adopts the original budget using known and conservative estimates. The original budget was amended to update the Area Agency on Aging DHS Transportation, and Workforce Innovation and Opportunity Act line items.

The Area Agency on Aging contract with the RC for FY2016 was initially a total of \$4,775,365. This contract was amended during the fiscal year to total \$5,053,266, which is an increase of \$277,901. The RC administered the Coordinated Transportation Program of the Georgia Department of Human Services for our Region for FY2016 with the contract awarded totaling \$2,310,833. This contract was decreased by \$135,771 during the fiscal year to a total contract of \$2,175,062. The initial RC funding through the Workforce Innovation and Opportunity Act for FY2016 amounted to \$4,325,741. Due to the great employment needs in our geographical region of Georgia, grants were modified and Rapid Response grants added during the fiscal year in the amount of \$1,081,529, resulting in a total for this fund source of \$5,407,270.

Capital Assets

The RC's investment in capital assets for its governmental activities as of June 30, 2016, amounts to \$237,688, net of accumulated depreciation. The investment in capital assets consists primarily of the RC's buildings and furniture, fixtures, and equipment.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The net change is the result of current year depreciation expense of \$20,653.

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Land	\$ 25,834	\$ 25,834
Building	344,166	344,166
Furniture, Fixtures & Equipment	62,920	62,920
Improvements	17,570	17,570
Vehicles	105,488	105,488
Accumulated depreciation	(318,290)	(297,637)
Total	<u>\$ 237,688</u>	<u>\$ 258,341</u>

Additional information on Heart of Georgia Altamaha Regional Commission's capital assets can be found in Note 5 in the Notes to Financial Statements in the report.

Economic Factors and Next Year's Budget

Mandatory funding by the 17 member counties and their municipalities as well as prior approval by the Georgia General Assembly before a county may withdraw from the Commission helps to support and maintain the RC's funding.

The RC dues for its member governments are \$1.00 per capita based on the most current U. S. Census estimates. There are no plans to increase this amount in the near future unless unforeseen circumstances regarding grants and contracts appear. The Regional Commission Council has the sole responsibility to increase this amount if such circumstances warrant it.

The Regional Commission council considered many factors when setting the FY2017 budget. Some of the economic factors pertaining to revenues taken into consideration included member dues, state and Federal funding, local grant administration fees, and charges for services. Expenditure factors considered for the coming year were possible telecommunication and technology upgrades.

Requests for Information

This financial report is designed to provide a general overview of the RC's finances for interested parties. Questions concerning any of the information presented in this report or requests for additional information should be directed to the Executive Director, Heart of Georgia Altamaha Regional Commission, 5405 Oak Street, Eastman, GA 31023.

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

STATEMENT OF NET POSITION JUNE 30, 2016

	<u>Governmental Activities</u>
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	
ASSETS	
Current Assets	
Cash and cash equivalents	\$ 910,140
Due from other governments	1,329,688
Prepaid items	20,467
Total current assets	<u>2,260,295</u>
Noncurrent Assets	
Capital assets, non-depreciable	25,834
Capital assets, depreciable (net of accumulated depreciation)	211,854
Total noncurrent assets	<u>237,688</u>
Total assets	<u>2,497,983</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension investment return	113,512
Pension experience differences	1,506
Pension contributions subsequent to measurement date	82,284
Total deferred outflows of resources	<u>197,302</u>
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	
LIABILITIES	
Current Liabilities	
Accounts payable	1,379,891
Accrued liabilities	19,059
Unearned revenue	18,791
Compensated absences due within one year	93,434
Total current liabilities	<u>1,511,175</u>
Noncurrent Liabilities	
Net pension liability	<u>567,207</u>
Total liabilities	<u>2,078,382</u>
DEFERRED INFLOWS OF RESOURCES	
Pension assumption changes	28,655
Pension experience differences	33,738
Total deferred inflows of resources	<u>62,393</u>
NET POSITION	
Investment in capital assets	237,688
Restricted for grant projects	106,367
Unrestricted	210,455
Total net position	<u>\$ 554,510</u>

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

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HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2016

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expenses) Revenues and Changes in Net Position</u>	
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	
Primary government:						
Governmental activities						
General government	\$ 388,171	\$ 8,420	\$ 193,717	\$ -	\$ (186,034)	
Economic development	95,362	-	56,990	-	(38,372)	
Aging services	5,074,883	-	5,042,669	-	(32,214)	
Transportation development	1,783,734	-	1,783,734	-	-	
Workforce development	5,392,362	-	5,384,430	-	(7,932)	
Historic preservation	4,094	-	4,091	-	(3)	
Planning and development	295,606	-	257,897	-	(37,709)	
Total governmental activities	\$ 13,034,212	\$ 8,420	\$ 12,723,528	\$ -	(302,264)	
General revenues:						
Regional appropriations						303,199
Miscellaneous						23,304
Total general revenues						326,503
Change in net position						24,239
Net position, beginning of year						530,271
Net position, end of year						\$ 554,510

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

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

BALANCE SHEET GOVERNMENTAL FUNDS JUNE 30, 2016

ASSETS	General Fund	Community Care Fund	Workforce Development Fund	DHS Coordinated Transportation Fund
Cash and cash equivalents	\$ 794	\$ -	\$ -	\$ -
Due from other governments	260,923	228,825	316,327	148,627
Due from other funds	414,076	100,319	17,684	48,787
Total assets	<u>\$ 675,793</u>	<u>\$ 329,144</u>	<u>\$ 334,011</u>	<u>\$ 197,414</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 33,319	\$ 329,144	\$ 334,011	\$ 148,627
Due to other funds	-	-	-	-
Unearned revenues	-	-	-	-
Total liabilities	<u>33,319</u>	<u>329,144</u>	<u>334,011</u>	<u>148,627</u>
FUND BALANCES (DEFICIT)				
Restricted - grant projects	-	-	-	48,787
Unassigned - Special revenue funds	-	-	-	-
Unassigned - General Fund	642,474	-	-	-
Total fund balances	<u>642,474</u>	<u>-</u>	<u>-</u>	<u>48,787</u>
Total liabilities and fund balances	<u>\$ 675,793</u>	<u>\$ 329,144</u>	<u>\$ 334,011</u>	<u>\$ 197,414</u>

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

Aging Fund	Other Governmental Funds	Total
\$ 464,199	\$ -	\$ 464,993
-	374,986	1,329,688
-	300,738	881,604
<u>\$ 464,199</u>	<u>\$ 675,724</u>	<u>\$ 2,676,285</u>
\$ -	\$ 534,790	\$ 1,379,891
434,675	89,497	524,172
5,417	13,374	18,791
<u>440,092</u>	<u>637,661</u>	<u>1,922,854</u>
-	57,580	106,367
24,107	(19,517)	4,590
-	-	642,474
<u>24,107</u>	<u>38,063</u>	<u>753,431</u>
<u>\$ 464,199</u>	<u>\$ 675,724</u>	<u>\$ 2,676,285</u>

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**HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
RECONCILIATION OF THE BALANCE SHEET
OF GOVERNMENTAL FUNDS TO THE GOVERNMENT-WIDE
STATEMENT OF NET POSITION
JUNE 30, 2016**

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:

Fund balances - total governmental funds	\$	753,431
 Capital assets		
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.		
Cost of the assets		105,488
Accumulated depreciation		(90,953)
 Long-term liabilities		
Long-term liabilities are not due and payable in the current period and therefore, are not reported in the funds.		
Net pension liability		(567,207)
Deferred outflows of resources - pension experience differences		1,506
Deferred outflows of resources - pension contributions subsequent to measurement date		82,284
Deferred inflows of resources - pension assumption changes		(28,655)
Deferred inflows of resources - pension experience differences		(33,738)
Deferred inflows of resources - pension investment return		113,512
 Internal service funds		
Internal service funds are used by management to allocate pooled costs among the various programs of the regional commission. The assets and liabilities of the internal service fund are included in the governmental activities in the statement of net position.		
		218,842
	\$	554,510

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

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	General Fund	Community Care Fund	Workforce Development Fund	DHS Coordinated Transportation Fund
REVENUES				
Federal sources	\$ -	\$ 816,722	\$ 5,384,430	\$ 806,769
State sources	-	816,722	-	963,334
Local sources	311,619	-	-	13,631
Miscellaneous income	23,304	-	-	-
Total revenues	<u>334,923</u>	<u>1,633,444</u>	<u>5,384,430</u>	<u>1,783,734</u>
EXPENDITURES				
Current:				
Direct:				
Personnel services				
Salaries	57,866	134,590	75,002	20,638
Fringe benefits	40,894	87,708	47,368	13,702
Total personnel services	<u>98,760</u>	<u>222,298</u>	<u>122,370</u>	<u>34,340</u>
Operating expenditures				
Contract services	-	1,259,926	5,175,643	1,725,365
Supplies and materials	1,078	8,589	9,002	3,180
Motor vehicle	1,326	1,320	4,318	825
Per diem and fees	1,956	7,000	1,688	208
Training and education	590	7,414	3,071	523
Membership and subscriptions	-	4,023	34	317
Telecommunications	-	230	-	-
Repairs and maintenance	11,610	-	-	-
Professional fees	-	-	-	-
Miscellaneous	45,765	352	1,274	125
Total operating expenditures	<u>62,325</u>	<u>1,288,854</u>	<u>5,195,030</u>	<u>1,730,543</u>
Total direct expenditures	161,085	1,511,152	5,317,400	1,764,883
Indirect expenditures	54,215	122,621	67,177	18,851
Total expenditures	<u>215,300</u>	<u>1,633,773</u>	<u>5,384,577</u>	<u>1,783,734</u>
Excess (deficiency) of revenues over expenditures	<u>119,623</u>	<u>(329)</u>	<u>(147)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	329	147	-
Transfers out	(183,817)	-	-	-
Total other financing sources (uses)	<u>(183,817)</u>	<u>329</u>	<u>147</u>	<u>-</u>
Net change in fund balances	(64,194)	-	-	-
FUND BALANCES (deficit), beginning of year	<u>706,668</u>	<u>-</u>	<u>-</u>	<u>48,787</u>
FUND BALANCES, end of year	<u>\$ 642,474</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 48,787</u>

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

Aging Fund	Other Governmental Funds	Totals
-	\$ 2,226,435	\$ 9,234,356
-	1,358,457	3,138,513
15,840	321,188	662,278
-	-	23,304
<u>15,840</u>	<u>3,906,080</u>	<u>13,058,451</u>
-	450,184	738,280
-	301,572	491,244
-	<u>751,756</u>	<u>1,229,524</u>
-	2,690,725	10,851,659
-	24,025	45,874
-	15,160	22,949
-	24,032	34,884
2,700	33,124	47,422
-	2,493	6,867
-	-	230
-	207	11,817
-	1,350	1,350
133	85,442	133,091
<u>2,833</u>	<u>2,876,558</u>	<u>11,156,143</u>
2,833	3,628,314	12,385,667
-	412,099	674,963
<u>2,833</u>	<u>4,040,413</u>	<u>13,060,630</u>
<u>13,007</u>	<u>(134,333)</u>	<u>(2,179)</u>
-	183,341	183,817
-	-	(183,817)
-	<u>183,341</u>	<u>-</u>
13,007	49,008	(2,179)
11,100	(10,945)	755,610
<u>\$ 24,107</u>	<u>\$ 38,063</u>	<u>\$ 753,431</u>

**HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

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

Net change in fund balances - total governmental funds	\$	(2,179)
<p>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.</p>		
Depreciation expense		(7,785)
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>		
Pension expense		34,203
	\$	24,239

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

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Budget		Actual	Variance
	Original	Final		with Final Budget
REVENUES				
Intergovernmental				
Local sources	\$ 303,199	\$ 303,199	\$ 303,199	\$ -
Local government contracts	398,421	398,421	8,420	(390,001)
Miscellaneous revenue	-	-	23,304	23,304
Total revenues	<u>701,620</u>	<u>701,620</u>	<u>334,923</u>	<u>(366,697)</u>
EXPENDITURES				
Current:				
Personnel services	421,875	421,875	98,760	323,115
Operating expenditures	59,568	59,568	62,325	(2,757)
Indirect expenditures	220,177	220,177	54,215	165,962
Total expenditures	<u>701,620</u>	<u>701,620</u>	<u>215,300</u>	<u>486,320</u>
Excess of revenues over expenditures	-	-	119,623	119,623
OTHER FINANCING USES				
Transfers out	-	-	(183,817)	(183,817)
Total other financing uses	<u>-</u>	<u>-</u>	<u>(183,817)</u>	<u>(183,817)</u>
Net change in fund balances	-	-	(64,194)	(64,194)
FUND BALANCES, beginning of year	<u>706,668</u>	<u>706,668</u>	<u>706,668</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 706,668</u>	<u>\$ 706,668</u>	<u>\$ 642,474</u>	<u>\$ (64,194)</u>

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

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
MAJOR SPECIAL REVENUE FUNDS - COMMUNITY CARE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Budget		Actual	Variance
	Original	Final		with Final Budget
REVENUES				
Intergovernmental				
Federal sources	\$ 741,960	\$ 816,722	\$ 816,722	\$ -
State sources	741,960	816,722	816,722	-
Total revenues	<u>1,483,920</u>	<u>1,633,444</u>	<u>1,633,444</u>	<u>-</u>
EXPENDITURES				
Current:				
Personnel services	184,781	227,138	222,298	4,840
Operating expenditures	1,202,702	1,287,763	1,288,854	(1,091)
Indirect expenditures	96,437	118,543	122,621	(4,078)
Total expenditures	<u>1,483,920</u>	<u>1,633,444</u>	<u>1,633,773</u>	<u>(329)</u>
Deficiency of revenues over expenditures	<u>-</u>	<u>-</u>	<u>(329)</u>	<u>(329)</u>
OTHER FINANCING SOURCES				
Transfers in	-	-	329	329
Total other financing sources	<u>-</u>	<u>-</u>	<u>329</u>	<u>329</u>
Net change in fund balances	-	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
MAJOR SPECIAL REVENUE FUNDS - WORKFORCE DEVELOPMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Budget		Actual	Variance
	Original	Final		with Final Budget
REVENUES				
Intergovernmental				
Federal sources	\$ 4,325,741	\$ 5,407,270	\$ 5,384,430	\$ (22,840)
Total revenues	<u>4,325,741</u>	<u>5,407,270</u>	<u>5,384,430</u>	<u>(22,840)</u>
EXPENDITURES				
Current:				
Personnel services	137,531	137,531	122,370	15,161
Operating expenditures	4,116,432	5,197,961	5,195,030	2,931
Indirect expenditures	71,778	71,778	67,177	4,601
Total expenditures	<u>4,325,741</u>	<u>5,407,270</u>	<u>5,384,577</u>	<u>22,693</u>
Deficiency of revenues over expenditures	<u>-</u>	<u>-</u>	<u>(147)</u>	<u>(147)</u>
OTHER FINANCING SOURCES				
Transfers in	-	-	147	147
Total other financing sources	<u>-</u>	<u>-</u>	<u>147</u>	<u>147</u>
Net change in fund balances	-	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
MAJOR SPECIAL REVENUE FUNDS - DHS COORDINATED TRANSPORTATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Budget		Actual	Variance
	Original	Final		with Final Budget
REVENUES				
Intergovernmental				
Federal sources	\$ 1,269,040	\$ 1,137,137	\$ 806,769	\$ (330,368)
State sources	1,041,793	1,091,026	963,334	(127,692)
Local sources	-	-	13,631	13,631
Total revenues	<u>2,310,833</u>	<u>2,228,163</u>	<u>1,783,734</u>	<u>(444,429)</u>
EXPENDITURES				
Current:				
Personnel services	49,359	49,359	34,340	15,019
Operating expenditures	2,249,346	2,166,676	1,730,543	436,133
Indirect expenditures	25,761	25,760	18,851	6,909
Total expenditures	<u>2,324,466</u>	<u>2,241,795</u>	<u>1,783,734</u>	<u>458,061</u>
Deficiency of revenues over expenditures	<u>(13,633)</u>	<u>(13,632)</u>	-	<u>13,632</u>
OTHER FINANCING SOURCES				
Transfers in	13,633	13,632	-	(13,632)
Total other financing sources	<u>13,633</u>	<u>13,632</u>	<u>-</u>	<u>(13,632)</u>
Net change in fund balances	-	-	-	-
FUND BALANCES, beginning of year	<u>48,787</u>	<u>48,787</u>	<u>48,787</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 48,787</u>	<u>\$ 48,787</u>	<u>\$ 48,787</u>	<u>\$ -</u>

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

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

STATEMENT OF NET POSITION PROPRIETARY FUNDS JUNE 30, 2016

	Governmental Activities - Internal Service Funds
	<u> </u>
Assets	
Current assets:	
Cash	\$ 445,147
Prepaid items	20,467
Total current assets	<u>465,614</u>
Noncurrent assets:	
Capital assets:	
Nondepreciable assets	25,834
Depreciable assets	424,656
Less accumulated depreciation	<u>(227,337)</u>
Total noncurrent assets	<u>223,153</u>
Total assets	<u>688,767</u>
Liabilities	
Current liabilities:	
Accrued payroll deductions	19,059
Due to other funds	357,432
Compensated absences	93,434
Total liabilities	<u>469,925</u>
Net Position	
Invested in capital assets	223,153
Unrestricted (deficit)	<u>(4,311)</u>
Total net position	<u>\$ 218,842</u>

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

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Governmental Activities - Internal Service Funds
Operating revenues	
Charges to other funds	
Indirect cost recovery	\$ 674,965
Total operating revenues	<u>674,965</u>
Operating expenses	
Personnel services	263,346
Employee benefits	181,907
Operating expenses	216,844
Depreciation	12,868
Total operating expenses	<u>674,965</u>
Change in net position	-
Net position, beginning of year	<u>218,842</u>
Net position, end of year	<u>\$ 218,842</u>

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

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

STATEMENT OF CASH FLOWS PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Governmental Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from interfund services provided	\$ 674,965
Cash paid to employees	(481,587)
Cash paid to suppliers for goods and services	(48,004)
Net cash provided by operating activities	<u>145,374</u>
Net increase in cash and cash equivalents	145,374
Cash and cash equivalents, beginning of year	<u>299,773</u>
Cash and cash equivalents, end of year	<u><u>\$ 445,147</u></u>
Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ -
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation expense	12,868
Decrease in prepaid items	28,398
Increase in compensated absences	4,114
Decrease in accrued liabilities	(40,448)
Increase in due to other funds	140,442
Net cash provided by operating activities	<u><u>\$ 145,374</u></u>

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

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NOTES TO FINANCIAL STATEMENTS

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2016

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. The Financial Reporting Entity

The Heart of Georgia Altamaha Regional Commission (the "Regional Commission"), formerly the Heart of Georgia Altamaha Regional Development Center, was a result of a merger between Heart of Georgia Regional Development Center and Altamaha Georgia Southern Regional Development Center on July 1, 1989. On May 6, 2008, the Governor of Georgia signed into law a new bill concerning regional development centers in Georgia. This law required that regional development centers change their name from "regional development centers" to "regional commissions"; that the make-up of the governing entity be changed from a "Board of Directors" to a "Council"; and that the jurisdictional boundaries of eight (8) of Georgia's regional development centers be realigned effective July 1, 2009. However, the legal boundaries of Heart of Georgia Altamaha Regional Commission were not affected by the new law.

County members of the Regional Commission are as follows: Appling, Bleckley, Candler, Dodge, Emanuel, Evans, Jeff Davis, Johnson, Laurens, Montgomery, Tattnall, Telfair, Toombs, Treutlan, Wayne, Wheeler and Wilcox. Municipalities which are members are as follows: Abbeville, Adrian, Ailey, Alamo, Alston, Baxley, Bellville, Cadwell, Chauncey, Chester, Claxton, Cobbtown, Cochran, Collins, Daisy, Denton, Dexter, Dublin, Dudley, East Dublin, Eastman, Garfield, Glennville, Glenwood, Graham, Hagan, Hazlehurst, Helena, Higgston, Jacksonville, Jesup, Kite, Lumber City, Lyons, Manassas, McRae, Metter, Milan, Montrose, Mount Vernon, Oak Park, Nunez, Odom, Pineview, Pitts, Pulaski, Reidsville, Rentz, Rhine, Rochelle, Santa Claus, Scotland, Screven, Soperton, Stillmore, Summertown, Surrency, Swainsboro, Tarrytown, Twin City, Uvalda, Vidalia, and Wrightsville.

Governmental Accounting Standards Board (GASB) Statement No 61, *The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34*, defines the reporting entity for determining which potential component units should be included in a primary government's financial statements. Inclusion is based on financial accountability or the fact that exclusion would make the financial statements misleading or incomplete. No component units have been identified which should be included in the reporting entity.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government. *Governmental activities*, which normally are supported by regional appropriations and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-wide and Fund Financial Statements (Continued)

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

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Basis of Presentation

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Under the modified accrual basis of accounting, revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Regional Commission considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Interest income associated with the current fiscal period is considered to be susceptible to accrual and so has been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Regional Commission.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

The Regional Commission reports the following major governmental funds:

The **General fund** is the Regional Commission's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The **Community Care fund** is used to account for the proceeds of grants received for aging services provided.

The **Workforce Development fund** is used to account for grants received for workforce development services provided to counties serviced by the Regional Commission.

The **DHS Coordinated Transportation fund** is used to account for federal and state grants used to support the Regional Commission's transportation programs.

The **Aging fund** is used to account for federal and state grants used to support the Regional Commission's aging programs.

Additionally, the Regional Commission reports the following fund type:

The **Internal Service fund** is used by management to account for the financing of goods and services provided by one organizational unit to other organizational units of the Regional Commission on a cost reimbursement basis.

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

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

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Regional Commission's internal service fund are charges for the allocation of indirect costs. Operating expenses for the internal service funds include the personnel expenses, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. Budgets and Budgetary Accounting

Budget Process

The Executive Director submits annual budgets to the Council for the General and Special Revenue Funds. Legal provisions govern the budgetary process. These budgets are formally adopted on an individual grant-funded program level, which is the legal level of budgetary control. The Council amends the budget once annually. Budget amendments are approved by the Council if total expenditures exceed budgeted expenditures at the individual grant funded program level. All previously unbudgeted items exceeding \$5,000 require specific Council approval. All expenditures in excess of budgeted amounts are the responsibility of the Regional Commission through local funds. Unobligated appropriations in the annual operating budget lapse at fiscal year end.

Budget to GAAP Reconciliation

All budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

Deficit Fund Balance

At June 30, 2016, the following special revenue funds had a deficit fund balance: Economic Development Administration (\$523), Local Projects 2014 (\$13,280); Local Projects 2013 (\$5,413); Local Projects 2011 (\$166); and Local Projects 2009 (\$135). These deficit fund balances will be reduced by future transfers from the General Fund and future project revenues.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriations, is not employed by the Regional Commission.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Cash and Investments

The Regional Commission's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with a maturity date within three months of the date of acquisition. For purposes of the statement of cash flows, the Regional Commission considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

Statutes authorize the Regional Commission to invest in obligations of the United States Government, State of Georgia, other states, prime bankers' acceptances, repurchase agreements, other political subdivisions of Georgia, and the State of Georgia Local Government Investment Pool (Georgia Fund 1). The local government investment pool "Georgia Fund 1", created by OCGA 36-83-8, is a stable asset value investment pool, which follows Standard and Poor's criteria for AAAf rated money market funds and is regulated by the Georgia Office of the State Treasurer. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1 per share value). The asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participants' shares sold and redeemed based on \$1 per share. The pool also adjusts the value of its investments to fair market value as of year-end and the Regional Commission's investment in the Georgia Fund 1 is reported at fair value. At June 30, 2015, the Regional Commission had no investments.

F. Receivables

Receivables and Due from Other Governments represent funds to be received from other local governments, state grant-in-aid, state contracts, or federal funds. No allowance is deemed necessary for these receivables.

G. Short-Term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. Activity between funds that are representative of lending/borrowing arrangement outstanding at the end of the fiscal year are referred to as "due to/from other funds". Any residual balances outstanding between the governmental and business-type activities are reported in the government-wide statement of net position as "internal balances".

H. Prepaid Items

Payments made to vendors for goods or services that will benefit periods beyond June 30, 2016 are recorded as prepaid items.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Deferred Outflows/Inflows

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. Other than the items related to the changes in the net pension liability as discussed below, the Regional Commission did not have any items that qualified for reporting in this category for the year ended June 30, 2016.

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 future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Other than the items related to the changes in the net pension liability as discussed below, the Regional Commission did not have any items that qualified for reporting in this category for the year ended June 30, 2016.

The Regional Commission has deferred inflows and outflows related to the recording of changes in its net pension liability. Certain changes in the net pension liability are recognized as pension expense over time instead of all being recognized in the year of occurrence. Experience gains or losses result from periodic studies by the Regional Commission's actuary which adjust the net pension liability for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience gains or losses are recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension expense over the expected remaining service lives of plan members. Changes in actuarial assumptions which adjust the net pension liability are also recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension expense over the expected remaining service lives of plan members. The difference between projected investment return on pension investments and actual return on those investments is also deferred and amortized against pension expense over a five year period. Additionally, any contributions made by the Regional Commission to the pension plan before year end but subsequent to the measurement date of the Regional Commission's net pension liability are reported as deferred outflows of resources.

J. 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 Heart of Georgia Altamaha Regional Commission Retirement Plan (the Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as reported by the Plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the Regional Commission as assets with an initial, individual cost of \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. No public domain or infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) are owned by the Regional Commission.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend useful lives are expensed as incurred.

Major outlays for capital assets and major improvements are capitalized as projects are constructed. Interest incurred during the construction period of capital assets of the business-type activities is included as part of the capitalized value of the assets constructed. The amount of interest capitalized is calculated by offsetting interest expense incurred (from the date of borrowing until the date of completion of the project) with interest earned on investment proceeds over the same period. No interest was capitalized during the fiscal year ended June 30, 2016.

Depreciation is provided on the straight-line method over the following estimated useful lives:

Land improvements	7-15 years
Buildings	30 years
Furniture and equipment	5-15 years
Vehicles	3 years

L. Long-Term Liabilities

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. The Regional Commission had no long-term debt at June 30, 2016.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Compensated Absences

Regional Commission policies allow an employee to accumulate 225 hours of earned but unused annual leave. Vacation hours accumulate at 7.5 hours per month depending on the employee's years of service. The liability for earned but unused vacation pay has been recorded in the internal service fund. In the event that an employee terminates employment, the employee is compensated for the annual leave not taken. At June 30, 2016, the Regional Commission was liable for \$93,434 in unused compensation.

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

- **Nonspendable** – Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form (i.e., items that are not expected to be converted to cash, such as inventory or prepaid items) or (b) legally or contractually required to be maintained intact.
- **Restricted** – Fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Regional Commission or through external restrictions imposed by creditors, grantors or laws or regulations of other governments (e.g., grants or donations).
- **Committed** – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the Council of the Regional Commission through the adoption of a resolution. Only the Council of the Regional Commission may modify or rescind the commitment.
- **Assigned** – Fund balances are reported as assigned when amounts are constrained by the Regional Commission's intent to be used for specific purposes. In governmental funds other than the General Fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund. The Executive Director of the Regional Commission is authorized to assign fund balance.

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Fund Equity (Continued)

Fund Balance (Continued)

- **Unassigned** – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The Regional Commission reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balances may be reported in all funds.

Flow Assumptions – When multiple categories of fund balance are available for expenditure, the Regional Commission will start with the most restricted category and spend those funds first before moving down to the next category with available funds.

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

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

O. Risk Management

The Regional Commission 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. The Regional Commission carries commercial insurance coverage for these risks to the extent deemed prudent by management. Settled claims in the past three years have not exceeded the coverage. The Regional Commission had no significant reduction in insurance coverage from coverage in the prior year.

P. Use of Estimates

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

NOTES TO FINANCIAL STATEMENTS

NOTE 2. CASH AND INVESTMENTS

Custodial Credit Risk – Deposits. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. As of June 30, 2016, all of the Regional Commission's bank balances were covered by either federal depository insurance or by collateral held by the Regional Commission's agent in the Regional Commission's name.

Credit Risk. State statutes authorize the Regional Commission to invest in obligations of the United States Government, the State of Georgia, other states, prime bankers' acceptances, repurchase agreements, other political subdivisions of Georgia, and the State of Georgia Local Government Investment Pool (Georgia Fund 1). At June 30, 2016, the Regional Commission had no investments.

Custodial Credit Risk – Investments. Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, the Regional Commission will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require all investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. The Regional Commission had no investments at June 30, 2016.

Interest Rate Risk. The Regional Commission does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

NOTES TO FINANCIAL STATEMENTS

NOTE 3. DUE FROM OTHER GOVERNMENTS

Revenues from grant contracts are recognized when the qualifying expenditures have been incurred and all other grant requirements have been met. Amounts shown on the balance sheet represent the unpaid portion of amounts, which have been requested but not yet received. A detail of accounts receivable and contracts follows:

Accounts	Receivable
Regional Appropriation Dues	
City of Bellville	\$ 31
City of Jacksonville	35
City of Oak Park	242
City of Reidsville	648
Tattnall County	186
Total Regional Appropriation Dues	1,142
Federal Grants and Contracts	
DOT	19,740
DHS - Coordinated Transportation	148,627
DHS - Aging Programs	537,390
Workforce Development Fund	316,327
Total Federal Grants and Contracts	1,022,084
State Grants and Contracts	
DCA	46,410
Income Tax Check Off	268
One Georgia	9,960
Total State Grants and Contracts	56,638
Local Grants and Contracts	
CDBG Local Contracts	151,838
TEA Grant	23,151
Other	74,835
Total Local Grants and Contracts	249,824
Total Due from Other Governments	\$ 1,329,688

NOTES TO FINANCIAL STATEMENTS

NOTE 4. INTERFUND BALANCES AND TRANSFERS

Generally, outstanding balances between funds reported as due to/from other funds include outstanding charges by one fund to another for services or goods, subsidy commitments outstanding, and other miscellaneous receivables and payables between funds. Interfund receivable and payable balances as of June 30, 2016, are as follows:

Due to/from other funds:

Receivable Fund	Payable Fund	Amount
General Fund	Internal Service Fund	\$ 357,432
General Fund	Nonmajor governmental funds	23,026
General Fund	Aging Fund	33,618
Workforce Development Fund	Nonmajor governmental funds	17,684
DHR Coordinated Transportation Fund	Nonmajor governmental funds	48,787
Nonmajor governmental funds	Aging Fund	300,738
Community Care Fund	Aging Fund	100,319
Total		\$ 881,604

Transfers and payments within the reporting entity are substantially for the purposes of subsidizing operating functions, funding capital projects and assets acquisitions, or maintaining debt service. Resources are accumulated in a fund to support and simplify the administration of various projects or programs. Transfers as of June 30, 2016, are as follows:

Interfund transfers:

Transfer In	Transfers Out	
	General Fund	Total
Community Care Fund	\$ 329	\$ 329
Workforce Development Fund	147	147
Nonmajor governmental funds	183,341	183,341
Total	\$ 183,817	\$ 183,817

NOTES TO FINANCIAL STATEMENTS

NOTE 5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2016, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 25,834	\$ -	\$ -	\$ 25,834
Total capital assets, not being depreciated	25,834	-	-	25,834
Capital assets, being depreciated:				
Buildings	344,166	-	-	344,166
Furniture and equipment	62,920	-	-	62,920
Improvements	17,570	-	-	17,570
Total capital assets, being depreciated	424,656	-	-	424,656
Program capital assets, being depreciated:				
Vehicles	105,488	-	-	105,488
Total program capital assets, being depreciated	105,488	-	-	105,488
Less accumulated depreciation for:				
Buildings	(138,166)	(11,472)	-	(149,638)
Furniture and equipment	(58,733)	(1,396)	-	(60,129)
Improvements	(17,570)	-	-	(17,570)
Total accumulated depreciation	(214,469)	(12,868)	-	(227,337)
Less accumulated depreciation for:				
Vehicles - program capital assets	(83,168)	(7,785)	-	(90,953)
Total accumulated depreciation	(83,168)	(7,785)	-	(90,953)
Total capital assets, being depreciated, net	232,507	(20,653)	-	211,854
Total capital assets, net	\$ 258,341	\$ (20,653)	\$ -	\$ 237,688

Included above are capital assets of the Internal Service fund with a net book value of \$223,153.

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
Internal service	\$ 12,868
Workforce development	7,785
Total depreciation expense	\$ 20,653

NOTES TO FINANCIAL STATEMENTS

NOTE 6. DEFINED BENEFIT PENSION PLAN

Plan Description

The Heart of Georgia Altamaha Regional Commission, has established a non-contributory defined benefit pension plan (The Heart of Georgia Altamaha Regional Commission Retirement Plan), covering substantially all of the Regional Commission's employees. The Regional Commission's pension plan is administered through the Georgia Municipal Employee Benefit System (GMEBS), an agent multiple-employer pension plan administered by the Georgia Municipal Association. The Plan provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Benefits are provided by the Plan whereby retirees receive 2% multiplied by the average of the three highest years of regular earnings multiplied by the total credited years of service. The Regional Commission Council, in its role as the Plan sponsor, has the governing authority to establish and amend from time to time, the benefits provided and the contribution rates of the Regional Commission and its employees. The Georgia Municipal Association issues a publicly available financial report that includes financial statements and required supplementary information for GMEBS. That report may be obtained at www.gmanet.com or by writing to Georgia Municipal Association, Risk Management and Employee Benefit Services, 201 Pryor Street, NW, Atlanta, Georgia 30303 or by calling (404) 688-0472.

Plan membership. As of January 1, 2016, pension plan membership consisted of the following:

Retirees and beneficiaries currently receiving benefits	11
Terminated employees entitled to benefits but not yet receiving them	26
Active plan members	<u>27</u>
Total membership in the plan	<u><u>64</u></u>

Contributions. The Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law. The Board of Trustees of GMEBS has adopted a recommended actuarial funding policy for the plan which meets state minimum requirements and will accumulate sufficient funds to provide the benefits under the plan. The funding policy for the Plan, as adopted by the Council of the Regional Commission, is to contribute an amount equal to or greater than the actuarially recommended contribution rate. This rate is based on the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. Employees make no contributions to the Plan. The Regional Commission is required to contribute at an actuarially determined rate. For the year ended June 30, 2016, the Regional Commission's contribution rate was 8.8% of annual payroll. Regional Commission contributions to the Plan were \$116,944 for the year ended June 30, 2016.

NOTES TO FINANCIAL STATEMENTS

NOTE 6. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Net Pension Liability of the Regional Commission

Effective July 1, 2014, the Regional Commission 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 Regional Commission's accounting for pension amounts. The information disclosed below is presented in accordance with these new standards.

The Regional Commission's net pension liability was measured as of September 30, 2015. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2015 with update procedures performed by the actuary to roll forward to the total pension liability measured as of September 30, 2015.

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

Inflation	3.25%
Projected salary increases	3.25% plus service based merit increases
Net Investment rate of return	7.75%

Mortality rates were based on the RP-2000 Combined Healthy Mortality Table with sex-distinct rates, set forward two years for males and one year for females.

The actuarial assumptions used in the January 1, 2015 valuation were based on the results of an actuarial experience study for the period January 1, 2010–June 30, 2014.

The cost of living adjustment is assumed to be 0.00%

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense 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. The difference between the resulting rate and the rate on the ongoing basis is a margin for adverse deviation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2015 are summarized in the following table:

NOTES TO FINANCIAL STATEMENTS

NOTE 6. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Net Pension Liability of the Regional Commission (Continued)

Asset class	Target allocation	Long-term expected real rate of return*
Domestic equity	50%	5.95%
International equity	15%	6.45
Fixed income	25%	1.55
Real estate	10%	3.75
Cash	—%	
Total	100%	

* Rates shown are net of the 3.25% assumed rate of inflation

Discount rate. The discount rate used to measure the total pension liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that Regional Commission contributions will be made at rates equal to the actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of 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.

Changes in the Net Pension Liability of the Regional Commission. The changes in the components of the net pension liability of the Regional Commission for the year ended June 30, 2016, were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at June 30, 2015	\$ 3,827,919	\$ 3,415,984	\$ 411,935
<i>Changes for the year:</i>			
Service cost	59,598	-	59,598
Interest	292,357	-	292,357
Differences between expected and actual experience	(50,608)	-	(50,608)
Contributions - employer	-	116,944	(116,944)
Net investment income	-	38,536	(38,536)
Benefit payments, including refunds of employee contributions	(111,129)	(111,129)	-
Administrative expense	-	(9,405)	9,405
<i>Net changes</i>	190,218	34,946	155,272
Balances at June 30, 2016	\$ 4,018,137	\$ 3,450,930	\$ 567,207

NOTES TO FINANCIAL STATEMENTS

NOTE 6. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Net Pension Liability of the Regional Commission (Continued)

The required schedule of changes in the Regional Commission's net pension liability and related ratios immediately following the notes to the financial statements presents multiyear trend information about whether the value of plan assets is increasing or decreasing over time relative to the total pension liability.

Sensitivity of the net pension liability to changes in the discount rate. The following presents the net pension liability of the Regional Commission, calculated using the discount rate of 7.75%, as well as what the Regional Commission's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75%) or 1-percentage-point higher (8.75%) than the current rate:

	<u>1% Decrease (6.75%)</u>	<u>Current Discount Rate (7.75%)</u>	<u>1% Increase (8.75%)</u>
Regional Commission's net pension liability	\$ 1,058,449	\$ 567,207	\$ 155,500

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of September 30, 2015 and the current sharing pattern of costs between employer and employee.

NOTES TO FINANCIAL STATEMENTS

NOTE 6. DEFINED BENEFIT PENSION PLAN (CONTINUED)

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

For the year ended June 30, 2016, the Regional Commission recognized a pension expense of \$75,509. At June 30, 2016, the Regional Commission reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,506	\$ (33,738)
Changes in assumptions	-	(28,655)
Net difference between projected and actual earnings on pension plan investments	113,512	-
Regional Commission contributions subsequent to the measurement date	82,284	-
Total	\$ 197,302	\$ (62,393)

Regional Commission contributions subsequent to the measurement date of \$82,284 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ending June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30:	
2017	\$ (21,251)
2018	5,898
2019	22,767
2020	45,211
Total	\$ 52,625

NOTES TO FINANCIAL STATEMENTS

NOTE 7. COMMITMENTS AND CONTINGENCIES

Use of federal, state and other grant funds is subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. To the extent such disallowances involve expenditures under subcontracted arrangements, the Regional Commission generally has the right of recovery from such subcontractors. Based upon prior experience, management believes that no significant liability exists for possible grant disallowances.

The Regional Commission obtains a substantial portion of its funding for operations from federal and state grants. Management anticipates that this funding will continue; however, these grants are subject to annual appropriations by the funding agencies.

NOTE 8. RISK MANAGEMENT

The Regional Commission is exposed to various risks of losses related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Regional Commission carries commercial insurance coverage for these risks to the extent deemed prudent by management. Settlements of insurable risks did not exceed insurance coverage during the last three fiscal years.

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REQUIRED SUPPLEMENTARY INFORMATION

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

	Fiscal Year Ended	
	2016	2015
Total pension liability		
Service cost	\$ 59,598	\$ 61,646
Interest on total pension liability	292,357	280,556
Differences between expected and actual experience	(50,608)	4,519
Changes of assumptions	-	(85,965)
Benefit payments, including refunds of employee contributions	(111,129)	(105,833)
Net change in total pension liability	190,218	154,923
Total pension liability - beginning	3,827,919	3,672,996
Total pension liability - ending (a)	\$ 4,018,137	\$ 3,827,919
 Plan fiduciary net position		
Contributions - employer	116,944	117,480
Net investment income	38,536	349,705
Benefit payments, including refunds of employee contributions	(111,129)	(105,833)
Administrative expenses	(9,405)	(7,536)
Net change in plan fiduciary net position	34,946	353,816
Plan fiduciary net position - beginning	3,415,984	3,062,168
Plan fiduciary net position - ending (b)	\$ 3,450,930	\$ 3,415,984
 Regional Commission's net pension liability - ending (a) - (b)	\$ 567,207	\$ 411,935
 Plan fiduciary net position as a percentage of the total pension liability	85.88%	89.24%
 Covered-employee payroll	\$ 1,136,897	\$ 1,226,354
 Regional Commission's net pension liability as a percentage of covered employee payroll	49.89%	33.59%

Notes to the Schedule

The schedule will present 10 years of information once it is accumulated.

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CONTRIBUTIONS

	Fiscal Year Ended	
	2016	2015
Actuarially determined contribution	\$ 109,712	\$ 119,355
Contributions in relation to the actuarially determined contribution	109,712	119,355
Contribution deficiency (excess)	\$ -	\$ -
Covered-employee payroll	1,226,354	1,145,281
Contributions as a percentage of Covered-employee payroll	8.8%	10.4%

Notes to the Schedule

Valuation Date	January 1, 2016
Cost Method	Projected Unit Credit
Actuarial Asset Valuation Method	Sum of actuarial value at beginning of year and the cash flow during the year plus the assumed investment return, adjusted by 10% of the amounts that the value exceeds or is less than the market value at the end of the year. The actuarial value is adjusted, if necessary, to be within 20% of market value.
Assumed Rate of Return On Investments	7.75%
Projected Salary Increases	3.25% plus service based merit increases
Cost-of-living Adjustment	0.00%
Amortization Method	Closed level dollar for unfunded liability
Remaining Amortization Period	Varies for the bases, with a net effective amortization period of 10 years

**COMBINING STATEMENTS
AND SCHEDULES**

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2016

ASSETS	Economic Development Administration	Historic Preservation	TMDL	Department of Community Affairs	ADRC
Due from other governments	\$ -	\$ -	\$ -	\$ 46,410	\$ 3,408
Due from other funds	12,851	-	-	-	-
Total assets	\$ 12,851	\$ -	\$ -	\$ 46,410	\$ 3,408
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	41,362	3,408
Unearned revenues	13,374	-	-	-	-
Total liabilities	13,374	-	-	41,362	3,408
FUND BALANCES (DEFICIT)					
Restricted for grant projects	-	-	-	5,048	-
Unassigned	(523)	-	-	-	-
Total fund balances (deficit)	(523)	-	-	5,048	-
Total liabilities and fund balances	\$ 12,851	\$ -	\$ -	\$ 46,410	\$ 3,408

Department of Transportation	Title III-A	Title III-B	Title III-C1	Title III-C2	Title XX SSBG
\$ 19,740	\$ -	\$ 33,228	\$ 51,578	\$ 17,171	\$ 22,000
-	-	32,675	43,891	16,487	-
<u>\$ 19,740</u>	<u>\$ -</u>	<u>\$ 65,903</u>	<u>\$ 95,469</u>	<u>\$ 33,658</u>	<u>\$ 22,000</u>
\$ -	\$ -	\$ 65,903	\$ 95,469	\$ 33,658	\$ 19,889
19,740	-	-	-	-	2,111
-	-	-	-	-	-
<u>19,740</u>	<u>-</u>	<u>65,903</u>	<u>95,469</u>	<u>33,658</u>	<u>22,000</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 19,740</u>	<u>\$ -</u>	<u>\$ 65,903</u>	<u>\$ 95,469</u>	<u>\$ 33,658</u>	<u>\$ 22,000</u>

(Continued)

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2016

ASSETS	Title III-D Health Promotion	Community Based Services	Income Tax Check-Off	Alzheimer's	LTCO
Due from other governments	\$ 6,485	\$ 71,492	\$ 268	\$ 12,519	\$ 10,936
Due from other funds	-	28,616	313	8,313	11,843
Total assets	<u>\$ 6,485</u>	<u>\$ 100,108</u>	<u>\$ 581</u>	<u>\$ 20,832</u>	<u>\$ 22,779</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 2,603	\$ 100,108	\$ 581	\$ 20,832	\$ 22,779
Due to other funds	3,882	-	-	-	-
Unearned revenues	-	-	-	-	-
Total liabilities	<u>6,485</u>	<u>100,108</u>	<u>581</u>	<u>20,832</u>	<u>22,779</u>
FUND BALANCES (DEFICIT)					
Restricted for grant projects	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances (deficit)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 6,485</u>	<u>\$ 100,108</u>	<u>\$ 581</u>	<u>\$ 20,832</u>	<u>\$ 22,779</u>

GA CARES	MFP	Title III-E	USDA	ACL CDSMP	Local Projects 2009
\$ 7,389	\$ 27,906	\$ 21,222	\$ 23,234	\$ -	\$ -
6,054	27,817	3,077	20,899	35,370	-
<u>\$ 13,443</u>	<u>\$ 55,723</u>	<u>\$ 24,299</u>	<u>\$ 44,133</u>	<u>\$ 35,370</u>	<u>\$ -</u>
\$ 13,443	\$ 55,723	\$ 24,299	\$ 44,133	\$ 35,370	\$ -
-	-	-	-	-	135
-	-	-	-	-	-
<u>13,443</u>	<u>55,723</u>	<u>24,299</u>	<u>44,133</u>	<u>35,370</u>	<u>135</u>
-	-	-	-	-	-
-	-	-	-	-	(135)
-	-	-	-	-	(135)
<u>\$ 13,443</u>	<u>\$ 55,723</u>	<u>\$ 24,299</u>	<u>\$ 44,133</u>	<u>\$ 35,370</u>	<u>\$ -</u>

(Continued)

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2016

ASSETS	Local Projects 2015 / 2016	Local Projects 2014	Local Projects 2013	Local Projects 2012	Local Projects 2011
Due from other governments	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	52,067	-	-	455	-
Total assets	<u>\$ 52,067</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 455</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	13,280	5,413	-	166
Unearned revenues	-	-	-	-	-
Total liabilities	<u>-</u>	<u>13,280</u>	<u>5,413</u>	<u>-</u>	<u>166</u>
FUND BALANCES (DEFICIT)					
Restricted for grant projects	52,067	-	-	455	-
Unassigned	-	(13,280)	(5,413)	-	(166)
Total fund balances (deficit)	<u>52,067</u>	<u>(13,280)</u>	<u>(5,413)</u>	<u>-</u>	<u>(166)</u>
Total liabilities and fund balances	<u>\$ 52,067</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Local Projects 2010	Total
\$ -	\$ 374,986
10	300,738
<u>\$ 10</u>	<u>\$ 675,724</u>

\$ -	\$ 534,790
-	89,497
-	13,374
<u>-</u>	<u>637,661</u>
10	57,580
-	(19,517)
<u>10</u>	<u>38,063</u>
<u>\$ 10</u>	<u>\$ 675,724</u>

**HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Economic Development Administration	Historic Preservation	TMDL	Department of Community Affairs	ADRC
REVENUES					
Federal sources	\$ 56,990	\$ -	\$ -	\$ -	\$ 90,905
State sources	-	4,091	-	185,638	36,996
Local sources	-	-	-	-	-
Total revenues	<u>56,990</u>	<u>4,091</u>	<u>-</u>	<u>185,638</u>	<u>127,901</u>
EXPENDITURES					
Current:					
Direct:					
Personnel services					
Salaries	27,592	1,517	-	77,351	31,285
Fringe benefits	16,324	1,081	-	52,926	21,780
Total personnel services	<u>43,916</u>	<u>2,598</u>	<u>-</u>	<u>130,277</u>	<u>53,065</u>
Operating expenditures					
Contract services	-	-	-	-	45,580
Supplies and materials	-	-	-	-	-
Motor vehicle	1,274	70	-	1,921	205
Per diem and fees	1,897	-	-	1,442	200
Training and education	470	-	-	1,060	-
Membership and subscriptions	150	-	-	195	-
Repairs and maintenance	-	-	-	-	-
Professional fees	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total operating expenditures	<u>3,791</u>	<u>70</u>	<u>-</u>	<u>4,618</u>	<u>45,985</u>
Total direct expenditures	47,707	2,668	-	134,895	99,050
Indirect expenditures	<u>24,108</u>	<u>1,426</u>	<u>-</u>	<u>71,517</u>	<u>28,879</u>
Total expenditures	<u>71,815</u>	<u>4,094</u>	<u>-</u>	<u>206,412</u>	<u>127,929</u>
Deficiency of revenues over expenditures	<u>(14,825)</u>	<u>(3)</u>	<u>-</u>	<u>(20,774)</u>	<u>(28)</u>
OTHER FINANCING SOURCES					
Transfers in	14,302	3	-	20,774	28
Total other financing sources	<u>14,302</u>	<u>3</u>	<u>-</u>	<u>20,774</u>	<u>28</u>
Net change in fund balances	(523)	-	-	-	-
FUND BALANCES (deficit), beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,048</u>	<u>-</u>
FUND BALANCES (deficit), end of year	<u>\$ (523)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,048</u>	<u>\$ -</u>

Department of Transportation	Title III-A	Title III-B	Title III-C1	Title III-C2	Title XX SSBG
\$ 67,259	\$ 83,377	\$ 232,235	\$ 518,093	\$ 185,752	\$ 183,013
5,000	-	13,265	30,476	10,927	-
-	-	27,300	59,773	21,853	-
<u>72,259</u>	<u>83,377</u>	<u>272,800</u>	<u>608,342</u>	<u>218,532</u>	<u>183,013</u>
33,711	37,648	-	-	-	55,237
22,994	24,736	-	-	-	38,347
<u>56,705</u>	<u>62,384</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>93,584</u>
-	-	272,800	608,342	218,532	51,870
-	69	-	-	-	1,550
946	1,987	-	-	-	837
414	5,812	-	-	-	-
-	3,500	-	-	-	1,729
-	1,748	-	-	-	100
-	207	-	-	-	-
-	-	-	-	-	-
-	738	-	-	-	-
<u>1,360</u>	<u>14,061</u>	<u>272,800</u>	<u>608,342</u>	<u>218,532</u>	<u>56,086</u>
58,065	76,445	272,800	608,342	218,532	149,670
31,129	34,827	-	-	-	51,332
<u>89,194</u>	<u>111,272</u>	<u>272,800</u>	<u>608,342</u>	<u>218,532</u>	<u>201,002</u>
(16,935)	(27,895)	-	-	-	(17,989)
16,935	27,895	-	-	-	17,989
<u>16,935</u>	<u>27,895</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,989</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

**HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Title III-D Health Promotion	Community Based Services	Income Tax Check-Off	Alzheimer's	LTCO
REVENUES					
Federal sources	\$ 27,735	\$ -	\$ -	\$ -	\$ 79,271
State sources	1,631	766,837	3,593	94,760	68,204
Local sources	-	-	-	-	9,359
Total revenues	<u>29,366</u>	<u>766,837</u>	<u>3,593</u>	<u>94,760</u>	<u>156,834</u>
EXPENDITURES					
Current:					
Direct:					
Personnel services					
Salaries	-	76,505	-	-	-
Fringe benefits	-	52,516	-	-	-
Total personnel services	<u>-</u>	<u>129,021</u>	<u>-</u>	<u>-</u>	<u>-</u>
Operating expenditures					
Contract services	-	564,117	3,593	94,760	156,834
Supplies and materials	8,034	660	-	-	-
Motor vehicle	1,998	383	-	-	-
Per diem and fees	10,597	680	-	-	-
Training and education	12,000	1,296	-	-	-
Membership and subscriptions	-	-	-	-	-
Repairs and maintenance	-	-	-	-	-
Professional fees	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total operating expenditures	<u>32,629</u>	<u>567,136</u>	<u>3,593</u>	<u>94,760</u>	<u>156,834</u>
Total direct expenditures	32,629	696,157	3,593	94,760	156,834
Indirect expenditures	<u>-</u>	<u>70,828</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>32,629</u>	<u>766,985</u>	<u>3,593</u>	<u>94,760</u>	<u>156,834</u>
Deficiency of revenues over expenditures	<u>(3,263)</u>	<u>(148)</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES					
Transfers in	3,263	148	-	-	-
Total other financing sources	<u>3,263</u>	<u>148</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-	-	-
FUND BALANCES (deficit), beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (deficit), end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GA CARES	MFP	Title III-E	USDA	ACL CDSMP	Local Projects 2009
\$ 53,319	\$ 311,824	\$ 159,316	\$ 153,799	\$ 23,547	\$ -
4,622	-	24,804	107,613	-	-
-	-	9,186	-	-	-
<u>57,941</u>	<u>311,824</u>	<u>193,306</u>	<u>261,412</u>	<u>23,547</u>	<u>-</u>
-	13,417	18,404	-	-	-
-	9,570	11,983	-	-	-
-	<u>22,987</u>	<u>30,387</u>	-	-	-
45,441	275,582	91,862	261,412	-	-
-	-	439	-	13,241	-
-	909	-	-	-	-
-	20	136	-	-	-
-	-	1,293	-	10,306	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
12,500	-	72,204	-	-	-
<u>57,941</u>	<u>276,511</u>	<u>165,934</u>	<u>261,412</u>	<u>23,547</u>	<u>-</u>
57,941	299,498	196,321	261,412	23,547	-
-	12,326	16,101	-	-	-
<u>57,941</u>	<u>311,824</u>	<u>212,422</u>	<u>261,412</u>	<u>23,547</u>	<u>-</u>
-	-	(19,116)	-	-	-
-	-	19,116	-	-	-
-	-	19,116	-	-	-
-	-	-	-	-	-
-	-	-	-	-	(135)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (135)</u>

(Continued)

**HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Local Projects 2015 / 2016	Local Projects 2014	Local Projects 2013	Local Projects 2012	Local Projects 2011
REVENUES					
Federal sources	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-
Local sources	176,134	17,583	-	-	-
Total revenues	<u>176,134</u>	<u>17,583</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES					
Current:					
Direct:					
Personnel services					
Salaries	68,052	9,465	-	-	-
Fringe benefits	43,328	5,987	-	-	-
Total personnel services	<u>111,380</u>	<u>15,452</u>	<u>-</u>	<u>-</u>	<u>-</u>
Operating expenditures					
Contract services	-	-	-	-	-
Supplies and materials	32	-	-	-	-
Motor vehicle	4,028	602	-	-	-
Per diem and fees	2,774	60	-	-	-
Training and education	1,470	-	-	-	-
Membership and subscriptions	300	-	-	-	-
Repairs and maintenance	-	-	-	-	-
Professional fees	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total operating expenditures	<u>8,604</u>	<u>662</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total direct expenditures	119,984	16,114	-	-	-
Indirect expenditures	<u>61,144</u>	<u>8,482</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>181,128</u>	<u>24,596</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deficiency of revenues over expenditures	<u>(4,994)</u>	<u>(7,013)</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES					
Transfers in	17,375	22,141	9,263	8,804	-
Total other financing sources	<u>17,375</u>	<u>22,141</u>	<u>9,263</u>	<u>8,804</u>	<u>-</u>
Net change in fund balances	12,381	15,128	9,263	8,804	-
FUND BALANCES (deficit), beginning of year	<u>39,686</u>	<u>(28,408)</u>	<u>(14,676)</u>	<u>(8,349)</u>	<u>(166)</u>
FUND BALANCES (deficit), end of year	<u>\$ 52,067</u>	<u>\$ (13,280)</u>	<u>\$ (5,413)</u>	<u>\$ 455</u>	<u>\$ (166)</u>

Local Projects 2010	Total
\$ -	\$ 2,226,435
-	1,358,457
-	321,188
-	<u>3,906,080</u>
-	450,184
-	301,572
-	<u>751,756</u>
-	2,690,725
-	24,025
-	15,160
-	24,032
-	33,124
-	2,493
-	207
1,350	1,350
-	85,442
<u>1,350</u>	<u>2,876,558</u>
1,350	3,628,314
-	412,099
<u>1,350</u>	<u>4,040,413</u>
<u>(1,350)</u>	<u>(134,333)</u>
<u>5,305</u>	<u>183,341</u>
<u>5,305</u>	<u>183,341</u>
3,955	49,008
<u>(3,945)</u>	<u>(10,945)</u>
<u>\$ 10</u>	<u>\$ 38,063</u>

**HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
ECONOMIC DEVELOPMENT ADMINISTRATION
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Federal sources	\$ 63,000	\$ 56,990	\$ (6,010)
Total revenues	<u>63,000</u>	<u>56,990</u>	<u>(6,010)</u>
EXPENDITURES			
Current:			
Direct:			
Personnel services			
Salaries	30,500	27,592	2,908
Fringe benefits	<u>20,969</u>	<u>16,324</u>	<u>4,645</u>
Total personnel services	<u>51,469</u>	<u>43,916</u>	<u>7,553</u>
Operating expenditures			
Motor vehicle	-	1,274	(1,274)
Per diem and fees	419	1,897	(1,478)
Training and education	-	470	(470)
Membership and subscriptions	<u> </u>	<u>150</u>	<u>(150)</u>
Total operating expenditures	<u>419</u>	<u>3,791</u>	<u>(3,372)</u>
Total direct expenditures	51,888	47,707	4,181
Indirect expenditures	<u>26,862</u>	<u>24,108</u>	<u>2,754</u>
Total expenditures	<u>78,750</u>	<u>71,815</u>	<u>6,935</u>
Deficiency of revenues over expenditures	<u>(15,750)</u>	<u>(14,825)</u>	<u>925</u>
OTHER FINANCING SOURCES			
Transfers in	<u>15,750</u>	<u>14,302</u>	<u>(1,448)</u>
Total other financing sources	<u>15,750</u>	<u>14,302</u>	<u>(1,448)</u>
Net change in fund balances	-	(523)	(523)
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICIT), end of year	<u>\$ -</u>	<u>\$ (523)</u>	<u>\$ (523)</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
HISTORIC PRESERVATION
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
State sources	\$ 4,091	\$ 4,091	\$ -
Total revenues	<u>4,091</u>	<u>4,091</u>	<u>-</u>
EXPENDITURES			
Current:			
Direct:			
Personnel services			
Salaries	1,525	1,517	8
Fringe benefits	1,048	1,081	(33)
Total personnel services	<u>2,573</u>	<u>2,598</u>	<u>(25)</u>
Operating expenditures			
Motor vehicle	175	70	105
Total operating expenditures	<u>175</u>	<u>70</u>	<u>105</u>
Total direct expenditures	2,748	2,668	80
Indirect expenditures	<u>1,343</u>	<u>1,426</u>	<u>(83)</u>
Total expenditures	<u>4,091</u>	<u>4,094</u>	<u>(3)</u>
Deficiency of revenues over expenditures	<u>-</u>	<u>(3)</u>	<u>(3)</u>
OTHER FINANCING SOURCES			
Transfers in	-	3	3
Total other financing sources	<u>-</u>	<u>3</u>	<u>3</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DEPARTMENT OF COMMUNITY AFFAIRS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
State sources	\$ 185,638	\$ 185,638	\$ -
Total revenues	<u>185,638</u>	<u>185,638</u>	<u>-</u>
EXPENDITURES			
Current:			
Direct:			
Personnel services			
Salaries	78,625	77,351	1,274
Fringe benefits	54,055	52,926	1,129
Total personnel services	<u>132,680</u>	<u>130,277</u>	<u>2,403</u>
Operating expenditures			
Motor vehicle	1,650	1,921	(271)
Per diem and fees	1,614	1,442	172
Training and education	1,075	1,060	15
Membership and subscriptions	-	195	(195)
Total operating expenditures	<u>4,339</u>	<u>4,618</u>	<u>(279)</u>
Total direct expenditures	137,019	134,895	2,124
Indirect expenditures	<u>69,245</u>	<u>71,517</u>	<u>(2,272)</u>
Total expenditures	<u>206,264</u>	<u>206,412</u>	<u>(148)</u>
Deficiency of revenues over expenditures	<u>(20,626)</u>	<u>(20,774)</u>	<u>148</u>
OTHER FINANCING SOURCES			
Transfers in	20,626	20,774	148
Total other financing sources	<u>20,626</u>	<u>20,774</u>	<u>148</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>5,048</u>	<u>5,048</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 5,048</u>	<u>\$ 5,048</u>	<u>\$ -</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DHS AGING ADRC
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Federal sources	\$ 45,330	\$ 90,905	\$ 45,575
State sources	37,000	36,996	(4)
Total revenues	<u>82,330</u>	<u>127,901</u>	<u>45,571</u>
EXPENDITURES			
Current:			
Direct:			
Personnel services			
Salaries	31,490	31,285	205
Fringe benefits	21,650	21,780	(130)
Total personnel services	<u>53,140</u>	<u>53,065</u>	<u>75</u>
Operating expenditures			
Contract services	-	45,580	(45,580)
Supplies and materials	557	-	557
Motor vehicle	700	205	495
Per diem and fees	200	200	-
Total operating expenditures	<u>1,457</u>	<u>45,985</u>	<u>(44,528)</u>
Total direct expenditures	54,597	99,050	(44,453)
Indirect expenditures	<u>27,733</u>	<u>28,879</u>	<u>(1,146)</u>
Total expenditures	<u>82,330</u>	<u>127,929</u>	<u>(45,599)</u>
Deficiency of revenues over expenditures	-	(28)	(28)
OTHER FINANCING SOURCES			
Transfers in		28	28
Total other financing sources	<u>-</u>	<u>28</u>	<u>28</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DEPARTMENT OF TRANSPORTATION
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Federal sources	\$ 81,292	\$ 67,259	\$ (14,033)
State sources	-	5,000	5,000
Total revenues	<u>81,292</u>	<u>72,259</u>	<u>(9,033)</u>
EXPENDITURES			
Current:			
Direct:			
Personnel services			
Salaries	37,400	33,711	3,689
Fringe benefits	25,712	22,994	2,718
Total personnel services	<u>63,112</u>	<u>56,705</u>	<u>6,407</u>
Operating expenditures			
Motor vehicle	2,000	946	1,054
Per diem and fees	780	414	366
Training and education	1,000	-	1,000
Total operating expenditures	<u>3,780</u>	<u>1,360</u>	<u>2,420</u>
Total direct expenditures	66,892	58,065	8,827
Indirect expenditures	<u>32,938</u>	<u>31,129</u>	<u>1,809</u>
Total expenditures	<u>99,830</u>	<u>89,194</u>	<u>10,636</u>
Deficiency of revenues over expenditures	<u>(18,538)</u>	<u>(16,935)</u>	<u>1,603</u>
OTHER FINANCING SOURCES			
Transfers in	18,538	16,935	(1,603)
Total other financing sources	<u>18,538</u>	<u>16,935</u>	<u>(1,603)</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DHS AGING TITLE III-A AREA PLANNING ADMINISTRATION
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Federal sources	\$ 83,377	\$ 83,377	\$ -
Total revenues	<u>83,377</u>	<u>83,377</u>	<u>-</u>
EXPENDITURES			
Current:			
Direct:			
Personnel services			
Salaries	37,600	37,648	(48)
Fringe benefits	25,850	24,736	1,114
Total personnel services	<u>63,450</u>	<u>62,384</u>	<u>1,066</u>
Operating expenditures			
Supplies and materials	37	69	(32)
Motor vehicle	2,786	1,987	799
Per diem and fees	5,695	5,812	(117)
Training and education	3,740	3,500	240
Membership and subscriptions	1,848	1,748	100
Repairs and maintenance	-	207	(207)
Miscellaneous	498	738	(240)
Total operating expenditures	<u>14,604</u>	<u>14,061</u>	<u>543</u>
Total direct expenditures	78,054	76,445	1,609
Indirect expenditures	<u>33,115</u>	<u>34,827</u>	<u>(1,712)</u>
Total expenditures	<u>111,169</u>	<u>111,272</u>	<u>(103)</u>
Deficiency of revenues over expenditures	<u>(27,792)</u>	<u>(27,895)</u>	<u>(103)</u>
OTHER FINANCING SOURCES			
Transfers in	27,792	27,895	103
Total other financing sources	<u>27,792</u>	<u>27,895</u>	<u>103</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DHS AGING TITLE III-B SUPPORTIVE SERVICES
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Federal sources	\$ 295,457	\$ 232,235	\$ (63,222)
State sources	17,380	13,265	(4,115)
Local sources	-	27,300	27,300
Total revenues	<u>312,837</u>	<u>272,800</u>	<u>(40,037)</u>
EXPENDITURES			
Current:			
Direct:			
Operating expenditures			
Contract services	347,597	272,800	74,797
Total operating expenditures	<u>347,597</u>	<u>272,800</u>	<u>74,797</u>
Total direct expenditures	347,597	272,800	74,797
Indirect expenditures	-	-	-
Total expenditures	<u>347,597</u>	<u>272,800</u>	<u>74,797</u>
Deficiency of revenues over expenditures	<u>(34,760)</u>	-	<u>34,760</u>
OTHER FINANCING SOURCES			
Transfers in	34,760	-	(34,760)
Total other financing sources	<u>34,760</u>	<u>-</u>	<u>(34,760)</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DHS AGING TITLE III-C1 CONGREGATE MEALS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Federal sources	\$ 518,093	\$ 518,093	\$ -
State sources	30,476	30,476	-
Local sources	-	59,773	59,773
Total revenues	<u>548,569</u>	<u>608,342</u>	<u>59,773</u>
EXPENDITURES			
Current:			
Direct:			
Operating expenditures			
Contract services	609,521	608,342	1,179
Total operating expenditures	<u>609,521</u>	<u>608,342</u>	<u>1,179</u>
Total direct expenditures	609,521	608,342	1,179
Indirect expenditures	-	-	-
Total expenditures	<u>609,521</u>	<u>608,342</u>	<u>1,179</u>
Deficiency of revenues over expenditures	<u>(60,952)</u>	<u>-</u>	<u>60,952</u>
OTHER FINANCING SOURCES			
Transfers in	60,952	-	(60,952)
Total other financing sources	<u>60,952</u>	<u>-</u>	<u>(60,952)</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DHS AGING TITLE III-C2 HOME DELIVERED MEALS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Federal sources	\$ 185,752	\$ 185,752	\$ -
State sources	10,927	10,927	-
Local sources	-	21,853	21,853
Total revenues	<u>196,679</u>	<u>218,532</u>	<u>21,853</u>
EXPENDITURES			
Current:			
Direct:			
Operating expenditures			
Contract services	218,532	218,532	-
Total operating expenditures	<u>218,532</u>	<u>218,532</u>	<u>-</u>
Total direct expenditures	218,532	218,532	-
Indirect expenditures	-	-	-
Total expenditures	<u>218,532</u>	<u>218,532</u>	<u>-</u>
Deficiency of revenues over expenditures	<u>(21,853)</u>	<u>-</u>	<u>21,853</u>
OTHER FINANCING SOURCES			
Transfers in	21,853	-	(21,853)
Total other financing sources	<u>21,853</u>	<u>-</u>	<u>(21,853)</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DHS AGING TITLE XX SSBG
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Federal sources	\$ 168,687	\$ 183,013	\$ 14,326
Total revenues	<u>168,687</u>	<u>183,013</u>	<u>14,326</u>
EXPENDITURES			
Current:			
Direct:			
Personnel services			
Salaries	56,355	55,237	1,118
Fringe benefits	38,744	38,347	397
Total personnel services	<u>95,099</u>	<u>93,584</u>	<u>1,515</u>
Operating expenditures			
Contract services	41,301	51,870	(10,569)
Supplies and materials	1,654	1,550	104
Motor vehicle	840	837	3
Training and education	1,800	1,729	71
Membership and subscriptions	-	100	(100)
Total operating expenditures	<u>45,595</u>	<u>56,086</u>	<u>(10,491)</u>
Total direct expenditures	140,694	149,670	(8,976)
Indirect expenditures	<u>49,632</u>	<u>51,332</u>	<u>(1,700)</u>
Total expenditures	<u>190,326</u>	<u>201,002</u>	<u>(10,676)</u>
Deficiency of revenues over expenditures	<u>(21,639)</u>	<u>(17,989)</u>	<u>3,650</u>
OTHER FINANCING SOURCES			
Transfers in	21,639	17,989	(3,650)
Total other financing sources	<u>21,639</u>	<u>17,989</u>	<u>(3,650)</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DHS AGING TITLE III-D HEALTH PROMOTION
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Federal sources	\$ 28,255	\$ 27,735	\$ (520)
State sources	1,662	1,631	(31)
Total revenues	<u>29,917</u>	<u>29,366</u>	<u>(551)</u>
EXPENDITURES			
Current:			
Direct:			
Operating expenditures			
Supplies and materials	7,440	8,034	(594)
Motor vehicle	1,908	1,998	(90)
Per diem and fees	11,893	10,597	1,296
Training and education	12,000	12,000	-
Total operating expenditures	<u>33,241</u>	<u>32,629</u>	<u>612</u>
Total direct expenditures	33,241	32,629	612
Indirect expenditures	-	-	-
Total expenditures	<u>33,241</u>	<u>32,629</u>	<u>612</u>
Deficiency of revenues over expenditures	<u>(3,324)</u>	<u>(3,263)</u>	<u>61</u>
OTHER FINANCING SOURCES			
Transfers in	3,324	3,263	(61)
Total other financing sources	<u>3,324</u>	<u>3,263</u>	<u>(61)</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	-	-	-
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DHS AGING COMMUNITY BASED SERVICES
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
State sources	\$ 766,953	\$ 766,837	\$ (116)
Total revenues	<u>766,953</u>	<u>766,837</u>	<u>(116)</u>
EXPENDITURES			
Current:			
Direct:			
Personnel services			
Salaries	76,900	76,505	395
Fringe benefits	52,869	52,516	353
Total personnel services	<u>129,769</u>	<u>129,021</u>	<u>748</u>
Operating expenditures			
Contract services	564,233	564,117	116
Supplies and materials	2,396	660	1,736
Motor vehicle	727	383	344
Per diem and fees	802	680	122
Training and education	1,300	1,296	4
Total operating expenditures	<u>569,458</u>	<u>567,136</u>	<u>2,322</u>
Total direct expenditures	699,227	696,157	3,070
Indirect expenditures	<u>67,726</u>	<u>70,828</u>	<u>(3,102)</u>
Total expenditures	<u>766,953</u>	<u>766,985</u>	<u>(32)</u>
Deficiency of revenues over expenditures	<u>-</u>	<u>(148)</u>	<u>(148)</u>
OTHER FINANCING SOURCES			
Transfers in		148	148
Total other financing sources	<u>-</u>	<u>148</u>	<u>148</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DHS AGING INCOME TAX CHECK OFF
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
State sources	\$ 3,600	\$ 3,593	\$ (7)
Total revenues	<u>3,600</u>	<u>3,593</u>	<u>(7)</u>
EXPENDITURES			
Current:			
Direct:			
Operating expenditures			
Contract services	<u>3,600</u>	<u>3,593</u>	<u>7</u>
Total operating expenditures	<u>3,600</u>	<u>3,593</u>	<u>7</u>
Total direct expenditures	3,600	3,593	7
Indirect expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>3,600</u>	<u>3,593</u>	<u>7</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DHS AGING ALZHEIMER'S
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
State sources	\$ 94,760	\$ 94,760	\$ -
Total revenues	<u>94,760</u>	<u>94,760</u>	<u>-</u>
EXPENDITURES			
Current:			
Direct:			
Operating expenditures			
Contract services	94,760	94,760	-
Total operating expenditures	<u>94,760</u>	<u>94,760</u>	<u>-</u>
Total direct expenditures	94,760	94,760	-
Indirect expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>94,760</u>	<u>94,760</u>	<u>-</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DHS AGING LTCO
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Federal sources	\$ 19,525	\$ 79,271	\$ 59,746
State sources	67,101	68,204	1,103
Local sources	-	9,359	9,359
Total revenues	<u>86,626</u>	<u>156,834</u>	<u>70,208</u>
EXPENDITURES			
Current:			
Direct:			
Operating expenditures			
Contract services	88,923	156,834	(67,911)
Total operating expenditures	<u>88,923</u>	<u>156,834</u>	<u>(67,911)</u>
Total direct expenditures	88,923	156,834	(67,911)
Indirect expenditures	-	-	-
Total expenditures	<u>88,923</u>	<u>156,834</u>	<u>(67,911)</u>
Deficiency of revenues over expenditures	<u>(2,297)</u>	<u>-</u>	<u>2,297</u>
OTHER FINANCING SOURCES			
Transfers in	2,297	-	(2,297)
Total other financing sources	<u>2,297</u>	<u>-</u>	<u>(2,297)</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DHS AGING GEORGIA CARES
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Federal sources	\$ 53,319	\$ 53,319	\$ -
State sources	3,125	4,622	1,497
Total revenues	<u>56,444</u>	<u>57,941</u>	<u>1,497</u>
EXPENDITURES			
Current:			
Direct:			
Operating expenditures			
Contract services	56,444	45,441	11,003
Miscellaneous	-	12,500	(12,500)
Total operating expenditures	<u>56,444</u>	<u>57,941</u>	<u>(1,497)</u>
Total direct expenditures	56,444	57,941	(1,497)
Indirect expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>56,444</u>	<u>57,941</u>	<u>(1,497)</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DHS AGING MFP
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Federal sources	\$ 296,006	\$ 311,824	\$ 15,818
Total revenues	<u>296,006</u>	<u>311,824</u>	<u>15,818</u>
EXPENDITURES			
Current:			
Direct:			
Operating expenditures			
Salaries	13,751	13,417	334
Fringe benefits	9,454	9,570	(116)
Total personnel services	<u>23,205</u>	<u>22,987</u>	<u>218</u>
Operating expenditures			
Contract services	259,763	275,582	(15,819)
Motor vehicle	907	909	(2)
Per diem and fees	20	20	-
Total operating expenditures	<u>260,690</u>	<u>276,511</u>	<u>(15,821)</u>
Total direct expenditures	283,895	299,498	(15,603)
Indirect expenditures	12,111	12,326	(215)
Total expenditures	<u>296,006</u>	<u>311,824</u>	<u>(15,818)</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DHS AGING TITLE III-E
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Federal sources	\$ 160,146	\$ 159,316	\$ (830)
State sources	24,969	24,804	(165)
Local sources	-	9,186	9,186
Total revenues	<u>185,115</u>	<u>193,306</u>	<u>8,191</u>
EXPENDITURES			
Current:			
Direct:			
Personnel services			
Salaries	18,100	18,404	(304)
Fringe benefits	12,444	11,983	461
Total personnel services	<u>30,544</u>	<u>30,387</u>	<u>157</u>
Operating expenditures			
Contract services	166,462	91,862	74,600
Supplies and materials	440	439	1
Per diem and fees	139	136	3
Training and education	-	1,293	(1,293)
Miscellaneous	-	72,204	(72,204)
Total operating expenditures	<u>167,041</u>	<u>165,934</u>	<u>1,107</u>
Total direct expenditures	197,585	196,321	1,264
Indirect expenditures	<u>15,941</u>	<u>16,101</u>	<u>(160)</u>
Total expenditures	<u>213,526</u>	<u>212,422</u>	<u>1,104</u>
Deficiency of revenues over expenditures	<u>(28,411)</u>	<u>(19,116)</u>	<u>9,295</u>
OTHER FINANCING SOURCES			
Transfers in	28,411	19,116	(9,295)
Total other financing sources	<u>28,411</u>	<u>19,116</u>	<u>(9,295)</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DHS AGING USDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES			
Federal sources	\$ 199,277	\$ 153,799	\$ (45,478)
State sources	107,618	107,613	(5)
Total revenues	<u>306,895</u>	<u>261,412</u>	<u>(45,483)</u>
EXPENDITURES			
Current:			
Direct:			
Operating expenditures			
Contract services	306,895	261,412	45,483
Total operating expenditures	<u>306,895</u>	<u>261,412</u>	<u>45,483</u>
Total direct expenditures	306,895	261,412	45,483
Indirect expenditures	-	-	-
Total expenditures	<u>306,895</u>	<u>261,412</u>	<u>45,483</u>
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE COMPLIANCE SECTION

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

SCHEDULE TO COMPUTE FRINGE BENEFITS RATE FOR THE FISCAL YEAR ENDED JUNE 30, 2016 (UNAUDITED)

Fringe Benefits:

FICA	\$	88,580
Unemployment		773
Group insurance		270,140
Retirement fund contributions		109,712
Release time		203,946
		<hr/>

Total Fringe Benefits		673,151
		<hr/>

Basis:

Indirect salaries		263,346
Direct salaries		738,280
Less: Comp time earned		(26,166)
		<hr/>

Total Basis	\$	975,460
		<hr/> <hr/>

Ratio:

Fringe Benefits / Basis		69.01%
		<hr/> <hr/>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

SCHEDULE TO COMPUTE INDIRECT COST RATE FOR THE FISCAL YEAR ENDED JUNE 30, 2016 (UNAUDITED)

<u>Indirect Costs:</u>	
Indirect salaries	\$ 263,346
Fringe benefits	181,907
	<hr/>
Subtotal	445,253
	<hr/>
Per diem and fees	3,209
Motor vehicle expenditures	6,593
Supplies and materials	13,297
Office repairs and maintenance	62,651
Utilities	26,226
Rentals - other	16,563
Insurance and bonding	11,694
Postage and freight	9,382
Professional fees	29,000
Computer charges	7,148
Telecommunications	17,872
Miscellaneous	1,462
Training and education	3,079
Depreciation	12,868
Advertising	66
Membership and subscriptions	8,602
	<hr/>
Total Indirect Costs	\$ 674,965
	<hr/>
Direct salary costs	\$ 738,280
Fringe benefits	491,244
	<hr/>
Total Basis	\$ 1,229,524
	<hr/>
<u>Ratio:</u>	
Indirect-Costs / Basis	54.90%
	<hr/>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION
DHS CONTRACT #427-373-0000039762
AREA AGENCY ON AGING - SUMMARY SCHEDULE OF SERVICES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(UNAUDITED)

	<u>Units Provided</u>	<u>Persons Served</u>
Access Services		
Transportation	27,578	1,062
Total	27,578	1,062
In Home Services		
Homemaker	4,836	79
Personal care	2,277	40
Respite care - In home	9,038	63
Total	16,151	182
Nutrition		
Congregate meals	108,773	976
Home delivered meals	122,819	886
Total	231,592	1,862
Other Services		
Case management	1,329	119
Information and assistance	9,017	9,017
Adult daycare	3,547	10
Total	13,893	9,146
Grand Total	<u>289,214</u>	<u>12,252</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

SCHEDULE OF STATE CONTRACTUAL ASSISTANCE FOR THE FISCAL YEAR ENDED JUNE 30, 2016 (UNAUDITED)

	<u>State Assistance</u>	<u>Total Expenditures</u>	<u>Settlements Receivable</u>
DHS Contract #427-373-0000039762			
Aging FY 16 Title III-B	\$ 13,789	\$ 13,265	\$ 1,788
Aging FY 16 Title III-B LTCO	3,591	3,542	38
Aging FY 16 LTCO	67,101	66,159	10,936
Aging FY 16 Title III-C1	30,476	30,476	2,865
Aging FY 16 Title III-C2	10,927	10,927	954
Aging FY 16 Title III-D Health Promo/CDSMA-CDSMP	720	720	-
Aging FY 16 Title III-D Health Promotion	942	911	360
Aging FY 16 Title III-E	24,969	24,804	3,482
Aging FY 16 Title XIX CCSP	816,722	816,722	114,413
Aging FY 16 Alzheimer's	94,760	94,760	12,519
Aging FY 16 CBS	766,953	766,837	71,493
Aging FY 16 CKOFF	3,600	3,593	268
Aging FY 16 USDA	107,618	107,613	9,375
Aging FY 16 GACARES	3,125	3,125	681
Aging FY 16 ADRC MIPPA	37,000	36,996	3,408
	<hr/>	<hr/>	<hr/>
Total DHS Contract 427-373-0000029831	1,982,293	1,980,450	232,580
GDOT-TIA Contract #AETIADES140397			
Transportation Investment Act Support	5,000	5,000	5,000
DHS Contract 427-362-0000023227			
Coordinated Transportation	986,744	963,334	1,791
DCA Contract			
DCA Coordinated Planning & Work Program FY16	185,638	185,638	46,410
DNR Contract FY 16			
Historic Preservation	4,091	4,091	-
	<hr/>	<hr/>	<hr/>
Total State Contractual Assistance	<u>\$ 3,163,766</u>	<u>\$ 3,138,513</u>	<u>\$ 285,781</u>

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

SCHEDULE OF CITY/COUNTY ASSESSMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2016 (UNAUDITED)

<u>City/County Government</u>	<u>Amount Due 6/30/2015</u>	<u>FY16 Assessment Billed</u>	<u>FY16 Assessment Collections / Adjustments</u>	<u>Amount Due 6/30/2016</u>
Abbeville	\$ -	\$ 2,908	\$ 2,908	\$ -
Appling County	-	13,344	13,344	-
Bleckley County	-	7,913	7,913	-
Candler County	-	6,868	6,868	-
City of Adrian	-	664	664	-
City of Ailey	-	432	432	-
City of Alamo	2,098	2,797	4,895	-
City of Alston	-	159	159	-
City of Baxley	-	4,400	4,400	-
City of Bellville	-	123	92	31
City of Cadwell	-	528	528	-
City of Chauncey	-	342	342	-
City of Chester	-	1,596	1,596	-
City of Claxton	-	2,746	2,746	-
City of Cochran	-	5,150	5,150	-
City of Daisy	-	129	129	-
City of Dexter	-	575	575	-
City of Dublin	-	16,201	16,201	-
City of Dudley	-	571	571	-
City of East Dublin	-	2,441	2,441	-
City of Eastman	-	5,525	5,525	-
City of Garfield	-	201	201	-
City of Glennville	-	5,173	5,173	-
City of Glenwood	-	747	747	-
City of Graham	-	291	291	-
City of Hagan	-	996	996	-
City of Hazlehurst	-	4,226	4,226	-
City of Higgston	-	323	323	-
City of Jacksonville	70	140	175	35
City of Jesup	-	10,214	10,214	-
City of Kite	-	241	241	-
City of Lumber City	-	1,328	1,328	-
City of Lyons	-	4,367	4,367	-
City of McRae	-	8,623	8,623	-
City of Metter	-	4,130	4,130	-
City of Milan	-	700	700	-
City of Montrose	-	215	215	-
City of Mount Vernon	2,451	2,451	4,902	-

(Continued)

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

SCHEDULE OF CITY/COUNTY ASSESSMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2016 (UNAUDITED)

<u>City/County Government</u>	<u>Amount Due 6/30/2015</u>	<u>FY16 Assessment Billed</u>	<u>FY16 Assessment Collections / Adjustments</u>	<u>Amount Due 6/30/2016</u>
City of Nunez	\$ -	\$ 147	\$ 147	\$ -
City of Oak Park	-	484	242	242
City of Odum	-	504	504	-
City of Pineview	-	523	523	-
City of Pitts	-	320	320	-
City of Reidsville	-	2,594	1,946	648
City of Rentz	-	295	295	-
City of Rhine	-	394	394	-
City of Rochelle	-	1,174	1,174	-
City of Santa Claus	-	165	165	-
City of Scotland	-	366	366	-
City of Screven	-	766	766	-
City of Soperton	-	3,115	3,115	-
City of Stillmore	399	532	931	-
City of Summertown	-	160	160	-
City of Surrency	-	201	201	-
City of Swainsboro	-	7,277	7,277	-
City of Tarrytown	22	87	109	-
City of Twin City	-	1,742	1,742	-
City of Uvalda	-	598	598	-
City of Vidalia	-	10,473	10,473	-
City of Wrightsville	-	2,195	2,195	-
Dodge County	-	13,239	13,239	-
Emanuel County	-	11,391	11,391	-
Evans County	-	7,006	7,006	-
Jeff Davis County	-	10,842	10,842	-
Johnson County	-	7,544	7,544	-
Laurens County	-	27,608	27,608	-
Montgomery County	-	5,073	5,073	-
Tattnall County	-	17,753	17,567	186
Telfair County	-	6,043	6,043	-
Toombs County	-	12,218	12,218	-
Treutlen County	-	3,770	3,770	-
Wayne County	-	18,615	18,615	-
Wheeler County	-	3,877	3,877	-
Wilcox County	-	4,330	4,330	-
Total	<u>\$ 5,040</u>	<u>\$ 303,199</u>	<u>\$ 307,097</u>	<u>\$ 1,142</u>

SINGLE AUDIT SECTION



**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 Council Members
Heart of Georgia Altamaha
Regional Commission
Eastman, Georgia**

We have audited, 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Heart of Georgia Altamaha Regional Commission (the "Regional Commission"), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the Regional Commission's basic financial statements and have issued our report thereon dated November 11, 2016.

Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Heart of Georgia Altamaha Regional Commission's financial statements are free from material misstatement, we 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 our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

This purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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.

Mauldin & Jenkins, LLC

Macon, Georgia
November 11, 2016



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**

**To the Council Members
Heart of Georgia Altamaha
Regional Commission
Eastman, Georgia**

Report on Compliance for Each Major Federal Program

We have audited the Heart of Georgia Altamaha Regional Commission's (the "Regional Commission") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Regional Commission's major federal programs for the year ended June 30, 2016. The Regional Commission's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Regional Commission's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Regional Commission's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Regional Commission's compliance.

Opinion on Each Major Federal Program

In our opinion, the Heart of Georgia Altamaha Regional Commission complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.

Report on Internal Control Over Compliance

Management of the Regional Commission is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Regional Commission's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Regional Commission's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Mauldin & Jenkins, LLC

Macon, Georgia
November 11, 2016

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Grant Identification Number	Program or Award Amount	Federal Expenditures	Amount Awarded to Subrecipients
<u>U.S. Department of Health and Human Services</u>					
Passed through Georgia Department of Health and Human Services:					
Special Programs for Aging - Title III, Part B	93.044	42700-373-0000039762	\$ 234,396	\$ 232,235	
Special Programs for Aging - Title III, Part B LTCO	93.044	42700-373-0000039762	61,061	60,206	
				<u>292,441</u>	
Special Programs for Aging - Title III, Part C (1)	93.045	42700-373-0000039762	518,093	518,093	
Special Programs for Aging - Title III, Part C (2)	93.045	42700-373-0000039762	185,752	185,752	
				<u>703,845</u>	
Special Programs for Aging - Title III NSIP Congregate Meals	93.053	42700-373-0000039762	199,277	198,758	
Subtotal Aging Cluster Programs				<u>1,195,044</u>	
Special Programs for Aging - Title XIX	93.778	42700-373-0000039762	816,722	816,722	
Subtotal Medicaid Cluster Programs				<u>816,722</u>	
Special Services for Aging - GA Cares	93.779	42700-373-0000039762	53,319	53,319	
Special Services - Aging and Disability Resource Centers	93.779	42700-373-0000039762	45,330	45,326	
				<u>98,645</u>	
Special Programs for Aging - Title III, Part D Health Prom	93.043	42700-373-0000039762	28,255	27,735	
Special Programs for Aging - Title III, Part A	93.047	42700-373-0000039762	83,377	83,377	
Special Programs for Aging - Title III, Part E	93.052	42700-373-0000039762	160,146	159,316	
Social Services Block Grant- Title XX	93.667	42700-373-0000039762	138,053	138,054	
Special Services for Aging - LTCO, Activity	93.042	42700-373-0000039762	19,525	19,065	
MFP-(LTCO-Transition-MDSQ Options)	93.791	42700-373-0000039762	326,639	311,824	
Medicare Improvements for Patients and Providers (MIPPA)	93.071	42700-373-0000036860	62,410	15,602	
Medicare Improvements for Patients and Providers (MIPPA)	93.071	42700-373-0000046943	88,821	29,977	
Chronic Disease Self-Mgmt Education (CDSME)/MIPPA	93.734	42700-373-0000036860	28,165	23,547	
Total U.S. Department of Health and Human Services				<u>2,918,908</u>	
<u>U.S. Department of Commerce</u>					
Passed through Georgia EDA					
EDA Funding FY15	11.302	04-83-06885	63,000	36,539	
EDA Funding FY16	11.302	04-83-06885	63,000	20,451	
Total U.S. Department of Commerce				<u>56,990</u>	
<u>U.S. Department of Transportation</u>					
Passed through Georgia Department of Transportation					
Highway Planning and Construction	20.205	PI 0013921	82,800	7,354	
Highway Planning and Construction	20.205	PI 0013550	45,040	42,484	
Subtotal Highway Planning and Construction Cluster				<u>49,838</u>	
Metropolitan Transportation Planning and State and Non Metropolitan Planning and Research - 5304 Progra	20.505	GA-80-0009-02	29,115	17,421	
Total U.S. Department of Transportation				<u>67,259</u>	

(Continued)

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal CFDA Number	Grant Identification Number	Program or Award Amount	Federal Expenditures	Amount Awarded to Subrecipients
U.S. Department of Labor					
Passed through Georgia Department of Economic Development - Workforce Division					
WIA Adult	17.258	11-14-15-09-016	\$ 983,622	\$ 220,707	
	17.258	11-15-15-09-016	92,047	92,047	
	17.258	11-15-16-09-016	1,009,336	534,644	
	17.258	24-14-15-09-016	198,645	198,285	
WIA Youth	17.259	15-14-14-09-016	1,037,583	250,289	
	17.259	15-15-15-09-016	1,066,444	398,925	
	17.259	55-14-14-09-016	25,000	8,975	
WIA Dislocated Worker	17.278	01-13-14-09-016	600,000	600,000	
	17.278	19-13-14-09-016	825,000	825,000	
	17.278	31-14-14-09-016	149,471	1,887	
	17.278	31-14-15-09-016	1,204,905	688,979	
	17.278	31-15-15-09-016	164,216	157,953	
	17.278	31-15-16-09-016	905,069	813,033	
Rapid Response DLW	17.278	44-14-14-09-016	14,101	14,101	
	17.278	44-14-15-09-016	85,368	85,368	
	17.278	44-15-15-09-016	20,573	15,405	
	17.278	44-15-16-09-016	82,243	82,243	
	17.278	88-14-15-09-016	400,000	396,589	
Subtotal WIA Cluster Programs				5,384,430	\$ 5,175,643
Total Expenditures of Federal Awards				\$ 8,427,587	\$ 5,175,643

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Heart of Georgia Altamaha Regional Commission and is presented on the modified accrual basis of accounting in accordance with the requirements of 2 CFR part 200, OMB's *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2. NON-CASH ASSISTANCE AND LOANS

There were no federal awards expended in the form of noncash assistance during the year. There were also no loans or loan guarantees outstanding at year end.

NOTE 3. DE MINIMIS INDIRECT COST RATE

The Heart of Georgia Altamaha Regional Commission did not use the ten percent de minimis indirect cost rate.

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

SECTION I SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:
Material weaknesses identified? Yes No

Significant deficiencies identified not considered
to be material weaknesses? Yes None reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal Control over major programs:
Material weaknesses identified? Yes No

Significant deficiencies identified not considered
to be material weaknesses? Yes None reported

Type of auditor's report issued on compliance for
major programs Unmodified

Any audit findings disclosed that are required to
be reported in accordance with the Uniform Guidance? Yes No

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
17.258 / 17.259 / 17.278	U.S. Dept. of Labor – WIA / WIOA Cluster

Dollar threshold used to distinguish between
Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? Yes No

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

SECTION II FINANCIAL STATEMENT FINDINGS AND RESPONSES

None reported

SECTION III FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None reported

HEART OF GEORGIA ALTAMAHA REGIONAL COMMISSION

**SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

No prior year findings.

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