



**FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REPORT**  
June 30, 2016

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**THREE RIVERS REGIONAL COMMISSION  
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JUNE 30, 2016**

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**FINANCIAL SECTION**

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## INDEPENDENT AUDITORS' REPORT

The Council Members  
Three Rivers Regional Commission

### **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 Three Rivers Regional Commission (the "Commission"), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the 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.

### **Auditors' 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 standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of 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 Commission, as of June 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof 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 and budgetary comparison information on pages B-4 through B-10 and B-34 through B-35, respectively, be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Government 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 Commission's basic financial statements. The combining and individual nonmajor fund financial statements, and state compliance section 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 Title 2 U.S. Code of Federal Regulations (CFR) 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, state compliance section 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, state compliance section 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 sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

*Other Reporting Required by Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated December 15, 2016, on our consideration of the Commission's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements and other matters. The purpose of the report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Commission's internal control financial reporting and compliance.

*Warren Averett, LLC*

Atlanta, Georgia  
December 15, 2016

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## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

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**THREE RIVERS REGIONAL COMMISSION  
MANAGEMENT DISCUSSION AND ANALYSIS  
JUNE 30, 2016 AND 2015**

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As mandated by House Bill 1216, Three Rivers Regional Commission (the "Commission") was formed from the merger of Chattahoochee Flint and McIntosh Trail Regional Development Centers. The Commission brings together the experience and knowledge of both former organizations to enable us to better serve the needs of those within our ten county region. As management of the Commission, we offer readers of the Commission's financial statements this narrative overview and analysis of the financial activities of the Commission's year of operation, fiscal year ended June 30, 2016. This law further changed the make-up of our governing entity from a Board of Directors to a Council. The Council's member governments are Butts, Carroll, Coweta, Heard, Lamar, Meriwether, Pike, Spalding, Troup and Upson Counties.

**Financial Highlights**

The assets of the Commission exceeded its liabilities at the close of the most recent fiscal year by \$2,660,643 (net position). Of this amount \$2,148,760 (unrestricted net assets) may be used to meet the Commission's ongoing obligations to the member local governments and creditors.

The Commission's total net assets were increased by \$274,718 during this fiscal year. As of June 30, 2016, total net assets consisted of \$444,018 invested in capital assets, net of related debt, \$67,865 restricted for debt service and \$2,148,760 unrestricted.

General Fund revenues for the year were \$505,214. Of this amount, \$254,843 was transferred to other funds to cover matching requirements and unfunded expenses. The General Fund's unassigned balance increased by \$109,663.

The Special Revenue Fund's unassigned fund balance was increased by \$165,055.

At the end of the fiscal year, unassigned fund balance for the general fund was \$1,310,144 or ten percent (10%) of total governmental fund expenditures. The Commission has \$67,865 restricted for debt service (buildings) residing in the Internal Service Fund.

This discussion and analysis is intended to serve as an introduction to the Commission's basic financial statements. The Commission's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide Financial Statements.** The government-wide financial statements are designed to provide readers with a broad overview of the Commission's finances, in a manner similar to a private-sector business.

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

**THREE RIVERS REGIONAL COMMISSION  
MANAGEMENT DISCUSSION AND ANALYSIS  
JUNE 30, 2016 AND 2015**

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The statement of activities presents information showing how the Commission's net position changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Therefore, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. earned but unused vacation leave).

The Commission has no business-types activities; therefore both of the government-wide financial statements reflect only governmental activities that are generally financed through dues, intergovernmental revenues, grants and other non-exchange transactions. The governmental activities of the Commission include general government; all grant funded activities, and one internal service fund. The internal service fund is used to account for pooled costs, which are allocated to various grants and contracts as determined by the Commission's cost allocation plan. The government-wide financial statements can be found on pages B-15 and B-16 of this report.

The Commission has no component units.

**Fund Financial Statements.** A fund is a grouping of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The Commission, like other similar governmental entities, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The funds of the Commission are primarily governmental funds with one proprietary fund, which is the internal service fund. The emphasis of fund financial statements is on major funds the general fund and transportation program fund. All remaining funds are aggregated and reported as non-major funds.

**Governmental Funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements.

The Commission had approximately 38 governmental funds for FY 2016. Two of these funds are considered major, general fund and the transportation program fund. All other funds are combined and reported as non-major funds in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance.

The Commission adopts an annual budget for its funds. Budgetary comparison statements have been provided within the Commission's financial statements to demonstrate compliance with this budget. The Commission's financial statements can be found on pages B-34 through B-35 of this report.

**Proprietary Funds.** The Commission has one proprietary fund. The Commission's internal service fund is an accounting device used to accumulate and allocate costs to grants and contracts in accordance with the Commission's cost allocation plan. Because these costs are allocated to and benefit governmental functions, they are included within governmental activities in the government-wide financial statements.

**THREE RIVERS REGIONAL COMMISSION  
MANAGEMENT DISCUSSION AND ANALYSIS  
JUNE 30, 2016 AND 2015**

**Notes to the Financial Statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found after the fund financial statements of this report.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Commission. This information is supplied to meet certain state requirements and to provide individual grantors information pertaining to their grant/contract.

**Government-wide Financial Analysis**

Net position may over time serve as a useful indicator of a government's financial position. Comparative information is provided for two (2) years. As of June 30, 2016, the Commission's assets exceeded liabilities by \$2,660,643. Approximately 17 percent or \$444,018 of the Commission's net assets reflects its investment in capital assets net of accumulated depreciation and related debt. The Commission uses these capital assets to operate and to provide services; consequently, these assets are not available for future spending.

At June 30, 2016, \$30,000 of debt remained outstanding on the capital lease between the Commission and the City of Griffin. On July 1, 2016 the lease was amended and the Commission was allowed to purchase the building for \$1. The Commission began renovating the building in July of 2016. Additionally, there is an outstanding debt of \$204,092 for the addition to the Franklin office location which when paid off may be purchased for ten dollars. For more information, please see Note 10 Long-Term Liabilities, A Capital Leases.

The following table reflects the condensed Statement of Net Position for the years ended June 30, 2016 and 2015.

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Current and other assets	\$ 4,114,861	\$ 3,267,448
Capital assets, net	678,110	741,335
<b>TOTAL ASSETS</b>	<u>\$ 4,792,971</u>	<u>\$ 4,008,783</u>
Current Liabilities	\$ 1,965,647	\$ 1,389,341
Noncurrent Liabilities	166,681	233,517
<b>TOTAL LIABILITIES</b>	<u>2,132,328</u>	<u>1,622,858</u>
Net Position:		
Invested in capital assets net of related debt	\$ 444,018	\$ 442,153
Restricted for debt service	67,865	65,665
Unrestricted	2,148,760	1,878,107
<b>TOTAL NET POSITION</b>	<u>\$ 2,660,643</u>	<u>\$ 2,385,925</u>

**THREE RIVERS REGIONAL COMMISSION  
MANAGEMENT DISCUSSION AND ANALYSIS  
JUNE 30, 2016 AND 2015**

The balance of unrestricted net position of \$2,148,760 may be used to meet the Commission's ongoing obligations.

At the end of the current fiscal year, the Commission is able to report a positive balance in all categories of net position.

**Governmental Activities.** The Commission has no business type activities; therefore the Commission's increased net position of \$274,718 are completely from governmental activities.

The following table illustrates the key elements of this increase for the years ended June 30, 2016 and 2015.

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Program revenues		
Operating grants	\$ 12,642,218	\$ 11,513,205
General revenues		
Regional appropriations	501,537	496,889
Interest income	1,618	1,596
Miscellaneous income	2,059	720
Total revenues	<u>13,147,432</u>	<u>12,012,410</u>
Program expenses		
General government	140,708	94,522
Aging programs	5,876,399	5,833,808
Transportation programs	2,943,504	2,648,107
Workforce programs	3,509,570	2,773,575
Economic development	139,401	291,613
Planning development	210,581	123,157
Community service	47,971	34,126
Historic preservation	4,580	4,427
Total expenses	<u>12,872,714</u>	<u>11,803,335</u>
Change in Net Position	274,718	209,075
Net Position, Beginning of Year	2,385,925	2,176,850
<b>NET POSITION, END OF YEAR</b>	<u><u>\$ 2,660,643</u></u>	<u><u>\$ 2,385,925</u></u>

The Commission operates primarily from grant revenues; therefore, expenses closely parallel grant funding for services.



**THREE RIVERS REGIONAL COMMISSION  
MANAGEMENT DISCUSSION AND ANALYSIS  
JUNE 30, 2016 AND 2015**

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

As noted earlier, the Commission uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

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

As of the end of the current fiscal year, the Commission's governmental funds reported an ending fund balance of \$2,049,902 an increase of \$274,718 for the current year.

The Commission experienced an increase in its General Fund's fund balance of \$109,663. This increase is attributable to more expenditures being charged to specific special revenue grants.

During the current fiscal year, the Commission also experienced an increase in the Special Revenue Funds' fund balance of \$165,055. When added to the previous year's fund balance, total fund balance in the special revenue fund for the year ending June 30, 2016 was \$671,893. This amount is attributable to the Commission's transportation programs. The total balance of \$671,893 is assigned for transportation programs that will remain within the fund, but may be used at the Commission's discretion

**Proprietary Funds.** As stated previously, the Commission only maintains one proprietary fund, the Internal Service Fund. The Internal Service Fund is used to accumulate and allocate costs that benefit two or more programs. The expenses are allocated to the special revenue fund's programs base on an indirect cost allocation plan approved by our cognizant agency, U. S. Department of Commerce. Indirect costs are allocated on the basis of direct salaries plus fringe benefits.

The Internal Service Fund had \$610,741 in net assets at June 30, 2016.

**Budgetary Highlights**

The Commission is mandated by state law to adopt its next year's budget before the end of the current year. Due to contracts and grants not being finalized or due to amendments during the year, the Commission's Council adopts the original budget using known and best available information. During the fiscal year the Council adopts revisions to incorporate new grants entered into during the year, and delete contracts/grants that never materialized.

The General Fund received \$155 more in revenue than was budgeted. Expenditures were over budget by \$7,667 and transfers were over by \$30,798 due mainly to an increase in match and/or additional expenses. General Fund Revenue still exceeded Expenditures and transfers resulting in a net change in fund balance of \$109,663.

A review of the Transportation Program shows a difference between budgeted and actual expenditures. Expenditures were under budget by \$6,731; revenue of \$90,669 over budget was earned resulting in an increase in fund balance of \$137,522.

**THREE RIVERS REGIONAL COMMISSION  
MANAGEMENT DISCUSSION AND ANALYSIS  
JUNE 30, 2016 AND 2015**

**Capital Asset Administration**

**Capital Assets.** The Commission's investment in capital assets for its governmental type activities as of June 30, 2016, amounts to \$678,110 (net of accumulated depreciation). This investment in capital assets includes equipment and building.

Capital assets of the Commission as of June 30, 2016 and 2015:

	<b>June 30, 2016</b>			
	<b>Building - Griffin</b>	<b>Building - Franklin</b>	<b>Equipment</b>	<b>Total</b>
Capital assets	\$ 600,000	\$ 781,029	\$ 190,145	\$ 1,571,174
Less accumulated depreciation	(285,000)	(442,067)	(165,997)	(893,064)
<b>NET CAPITAL ASSETS</b>	<b>\$ 315,000</b>	<b>\$ 338,962</b>	<b>\$ 24,148</b>	<b>\$ 678,110</b>
	<b>June 30, 2015</b>			
	<b>Building - Griffin</b>	<b>Building - Franklin</b>	<b>Equipment</b>	<b>Total</b>
Capital assets	\$ 600,000	\$ 781,029	\$ 208,446	\$ 1,589,475
Less accumulated depreciation	(270,000)	(408,666)	(169,474)	(848,140)
<b>NET CAPITAL ASSETS</b>	<b>\$ 330,000</b>	<b>\$ 372,363</b>	<b>\$ 38,972</b>	<b>\$ 741,335</b>

For more information, you may refer to Note 8, Changes in Capital Assets page B-29.

**Long-Term Liabilities and Compensated Absences**

At the end of the current fiscal year, the Commission had long-term liabilities and compensated absences outstanding of \$369,109. The majority of this amount, \$204,092 is owed to the Heard County Development Authority (using Regions Bank) for renovations and building addition to the Franklin office. This is a 12 year loan agreement with a six percent interest rate. When the final loan payment is made, the building may be purchased for ten dollars.

The City of Griffin is owed \$30,000 for the lease/purchase of the Griffin Office with one (1) year remaining under the original agreement. Under the terms of the agreement, when the final lease payment is made, the building may be purchased for \$1. The agreement was amended to end and conclude the original agreement on July 1, 2016 and the Commission will purchase the building for one dollar in July 2016.

The remaining \$135,017 is owed to pay employees accrued annual leave. During the year the capital leases decreased by \$65,090 and compensated absences increased by \$21,691 due mainly to the addition of several staff.

**THREE RIVERS REGIONAL COMMISSION  
MANAGEMENT DISCUSSION AND ANALYSIS  
JUNE 30, 2016 AND 2015**

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The Commission has no authority to issue bonds or collect taxes; therefore, payments of debts are made from the revenues generated by dues, grants, and unreserved fund balances.

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Capital leases	\$ 234,092	\$ 299,182
Compensated absences	135,017	113,326
<b>TOTAL</b>	<u>\$ 369,109</u>	<u>\$ 412,508</u>

Compensated Absences accounted for 37 percent of the total long-term liabilities and capital leases made up 63 percent. For more information, you may refer to Note 10, Long-Term Liabilities on page B-31-32.

**Economic Factors and Next Year's Budget**

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

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

The Commission is constantly changing. Both programmatic and financial requirements for state and federal programs being updated or replaced, the Commission staff has to stay informed and meet the challenge to always be in compliance. As more of the aging programs focus on helping the elderly stay in their homes, and the workforce grants focus on helping people to train and/or find new jobs, staff must work together and within the appropriate guidelines to help our member governments meet the need of the population they serve. Planning staff must remain up-to-date on regulations or requirements of our local governments to help them plan for the present and future generations for housing, zoning, infrastructure and transportation needs.

Accounting staff must continue to work within the budget limits of grants and contracts to ensure that local government needs for services are met.

The staff doesn't expect any big changes in funding for the fiscal year 2017.

**Requests for Information**

This financial report is designed to provide a general overview of the Commission's finances for all those with an interest in the Commission's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Executive Director, Three Rivers Regional Commission, 120 North Hill Street, P. O. Box 818, Griffin, GA 30224.

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## **BASIC FINANCIAL STATEMENTS**

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**THREE RIVERS REGIONAL COMMISSION  
STATEMENT OF NET POSITION  
JUNE 30, 2016**

	<b>Governmental Activities</b>
<b>ASSETS</b>	
Current assets	
Cash and cash equivalents	\$ 967,410
Due from other governments	2,997,161
Prepaid expenses	150,290
Total current assets	4,114,861
Noncurrent assets	
Capital assets, net	678,110
<b>TOTAL ASSETS</b>	<b>\$ 4,792,971</b>
<b>LIABILITIES</b>	
Current liabilities	
Accounts payable	1,459,085
Accrued liabilities	155,383
Unearned revenue	148,751
Compensated absences	134,563
Capital lease payable, current portion	67,865
Total current liabilities	1,965,647
Noncurrent liabilities	
Compensated absences	454
Capital lease payable	166,227
Total noncurrent liabilities	166,681
<b>TOTAL LIABILITIES</b>	<b>2,132,328</b>
<b>NET POSITION</b>	
Net investment in capital assets	444,018
Restricted for debt service	67,865
Unrestricted	2,148,760
Total net position	2,660,643
<b>TOTAL LIABILITIES AND NET POSITION</b>	<b>\$ 4,792,971</b>

See notes to the financial statements.

**THREE RIVERS REGIONAL COMMISSION  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2016**

	Program Revenues			Total Governmental Activities	
	Expenses	Charges for Service	Operating Grants and Contributions		Capital Grants and Contributions
<b>FUNCTIONS/PROGRAMS</b>					
<b>PRIMARY GOVERNMENT</b>					
Governmental Activities					
General government	\$ 140,708	\$ -	\$ -	\$ -	\$ (140,708)
Aging programs	5,876,399	-	5,778,176	-	(98,223)
Transportation programs	2,943,504	-	3,081,112	-	137,608
Workforce Investment Act	3,509,570	-	3,509,268	-	(302)
Economic development	139,401	-	50,044	-	(89,357)
Planning development	210,581	-	174,984	-	(35,597)
Community service	47,971	-	44,543	-	(3,428)
Historic preservation	4,580	-	4,091	-	(489)
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 12,872,714</b>	<b>\$ -</b>	<b>\$ 12,642,218</b>	<b>\$ -</b>	<b>(230,496)</b>
General Revenues					
Regional appropriations					501,537
Interest income					1,618
Miscellaneous income					2,059
Change in Net Assets					274,718
Net Position, Beginning of Year					2,385,925
<b>NET POSITION, END OF YEAR</b>					<b>\$ 2,660,643</b>

See notes to the financial statements.



**THREE RIVERS REGIONAL COMMISSION  
BALANCE SHEET  
Governmental Funds  
JUNE 30, 2016**

	<u>Major Funds</u>			<u>Total Governmental Funds</u>
	<u>General Fund</u>	<u>Transportation Program Fund</u>	<u>Nonmajor Governmental Funds</u>	
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
Due from other governments	-	198,451	2,798,710	2,997,161
Due from other funds	1,531,417	429,883	-	1,961,300
Total assets	<u>\$ 1,531,417</u>	<u>\$ 628,334</u>	<u>\$ 2,798,710</u>	<u>\$ 4,958,461</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 153,408	\$ 171	\$ -	\$ 153,579
Accrued liabilities	-	-	125,632	125,632
Unearned revenue	-	-	148,751	148,751
Due to other funds	-	-	2,480,597	2,480,597
Total liabilities	<u>153,408</u>	<u>171</u>	<u>2,754,980</u>	<u>2,908,559</u>
Fund balances				
Restricted for debt service	67,865	-	-	67,865
Assigned for transportation programs	-	628,163	43,730	671,893
Unassigned	1,310,144	-	-	1,310,144
	<u>1,378,009</u>	<u>628,163</u>	<u>43,730</u>	<u>2,049,902</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 1,531,417</u>	<u>\$ 628,334</u>	<u>\$ 2,798,710</u>	<u>\$ 4,958,461</u>
Reconciliation of fund balance as reported in the balance sheet - governmental funds with net position - governmental activities:				
Fund balances as reported in the balance sheet - governmental funds				\$ 2,049,902
Assets and liabilities of the Internal Service Fund used by management to account for indirect costs which are those that are incurred for a common or joint purpose are included in governmental activities in the statement of net position				<u>610,741</u>
<b>NET POSITION, GOVERNMENTAL ACTIVITIES</b>				<u>\$ 2,660,643</u>

See notes to the financial statements.

**THREE RIVERS REGIONAL COMMISSION  
STATEMENT OF REVENUE, EXPENDITURES AND  
CHANGES IN FUND BALANCE – GOVERNMENTAL FUND  
FOR THE YEAR ENDED JUNE 30, 2016**

	<u>Major Funds</u>			<u>Total Governmental Funds</u>
	<u>General Fund</u>	<u>Transportation Program Fund</u>	<u>Nonmajor Governmental Funds</u>	
<b>REVENUES</b>				
Local governmental dues	\$ 501,537	\$ -	\$ -	\$ 501,537
Grant contracts				
Federal	-	1,186,025	7,599,506	8,785,531
State	-	1,216,918	2,311,277	3,528,195
Local grants	-	-	88,737	88,737
Program income	-	40,613	-	40,613
Other revenues				
Interest income	1,618	-	-	1,618
Miscellaneous	2,059	-	\$ 199,142	201,201
Total revenues	<u>505,214</u>	<u>2,443,556</u>	<u>10,198,662</u>	<u>13,147,432</u>
<b>EXPENDITURES</b>				
Current				
Direct				
General government	114,329	-	-	114,329
Transportation programs	-	2,289,501	563,335	2,852,836
Aging programs	-	-	5,300,647	5,300,647
Workforce Investment Act	-	-	3,509,570	3,509,570
Economic development	-	-	96,597	96,597
Planning development	-	-	143,041	143,041
Community service	-	-	32,180	32,180
Historic preservation	-	-	3,023	3,023
Indirect				
Cost allocation plan	26,379	16,533	777,579	820,491
Total expenditures	<u>140,708</u>	<u>2,306,034</u>	<u>10,425,972</u>	<u>12,872,714</u>
Excess (deficiency) of revenues over (under) expenditures	<u>364,506</u>	<u>137,522</u>	<u>(227,310)</u>	<u>274,718</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	254,843	254,843
Transfers out	(254,843)	-	-	(254,843)
Total other financing sources (uses)	<u>(254,843)</u>	<u>-</u>	<u>254,843</u>	<u>-</u>
Net change in fund balances	109,663	137,522	27,533	274,718
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>1,268,346</u>	<u>490,641</u>	<u>16,197</u>	<u>1,775,184</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 1,378,009</u>	<u>\$ 628,163</u>	<u>\$ 43,730</u>	<u>\$ 2,049,902</u>

See notes to the financial statements.

**THREE RIVERS REGIONAL COMMISSION  
STATEMENT OF NET POSITION – PROPRIETARY FUND  
GOVERNMENTAL ACTIVITIES – INTERNAL SERVICE FUND  
JUNE 30, 2016**

<b>ASSETS</b>	
<b>CURRENT ASSETS</b>	
Cash and cash equivalents	\$ 967,410
Interfund receivable	577,618
Prepaid expenses	<u>150,290</u>
Total current assets	1,695,318
<b>NONCURRENT ASSETS</b>	
Capital assets	
Building	1,381,029
Equipment	190,145
Less accumulated depreciation	<u>(893,064)</u>
Capital assets, net	<u>678,110</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 2,373,428</u></b>
<b>LIABILITIES</b>	
<b>CURRENT LIABILITIES</b>	
Accounts payable, operating	\$ 1,305,506
Accrued liabilities	29,751
Compensated absences, current portion	134,563
Current maturities of capital leases payable	67,865
Interfund payable	<u>58,321</u>
Total current liabilities	1,596,006
<b>NONCURRENT LIABILITIES</b>	
Compensated absences	454
Capital leases payable	<u>166,227</u>
Total noncurrent liabilities	166,681
<b>TOTAL LIABILITIES</b>	<b>1,762,687</b>
<b>NET POSITION</b>	
Net investment in capital assets	444,018
Unrestricted	<u>166,723</u>
	<u>610,741</u>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<b><u>\$ 2,373,428</u></b>

See notes to the financial statements.

**THREE RIVERS REGIONAL COMMISSION  
STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET POSITION – PROPRIETARY FUND  
GOVERNMENTAL ACTIVITIES – INTERNAL SERVICE FUND  
FOR THE YEAR ENDED JUNE 30, 2016**

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<b>OPERATING REVENUES</b>	
Indirect cost recovery	\$ 1,846,682
<b>OPERATING EXPENSES</b>	
Indirect cost pool	
Personnel costs	562,220
Travel	14,787
Per diem and fees	18,476
Telecommunications	26,929
Office repairs and maintenance	31,955
Membership and subscription	2,831
Supplies and materials	16,983
Utilities	23,371
Depreciation	44,912
Insurance and bonding	50,853
Other	27,174
	820,491
<b>FRINGE BENEFIT COST POOL</b>	<b>1,026,191</b>
Total operating expenses	<b>1,846,682</b>
<b>CHANGE IN FUND NET POSITION</b>	-
<b>TOTAL NET POSITION AT BEGINNING OF YEAR</b>	<b>610,741</b>
<b>TOAL NET POSITION AT END OF YEAR</b>	<b>\$ 610,741</b>

See notes to the financial statements.

**THREE RIVERS REGIONAL COMMISSION  
STATEMENT OF CASH FLOWS – PROPRIETARY FUND  
GOVERNMENTAL ACTIVITIES – INTERNAL SERVICE FUND  
JUNE 30, 2016**

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received from interfund services provided	\$ 1,846,682
Cash payments to employees for services	(1,588,411)
Cash payments to other suppliers of goods or services	<u>58,474</u>
Net cash provided by operating activities	316,745
<b>CASH FLOWS FROM CAPITAL AND RELATED</b>	
<b>FINANCING ACTIVITIES</b>	
Purchase of capital assets	(2,251)
Principal reduction on capital lease	<u>(65,090)</u>
Net cash used in capital and related financing activities	<u>(67,341)</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	249,404
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<u>718,006</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u><u>\$ 967,410</u></u>
<b>RECONCILIATION OF EXPENSES IN EXCESS OF REVENUE TO</b>	
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	
Adjustments to reconcile expenses over revenue to net cash used in operating activities:	
Depreciation - direct expense to Aging program (Note 8)	\$ 20,564
Depreciation - allocated through indirect cost pool (Note 8)	44,912
Changes in assets and liabilities:	
Prepaid expenses	(67,369)
Interfund payable	9
Compensated absences	21,691
Accrued liabilities	21,935
Accounts payable	<u>275,003</u>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<u><u>\$ 316,745</u></u>

See notes to the financial statements.

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Three Rivers Regional Commission (the "Commission") was formed on July 1, 2009 from the merger of McIntosh Trail Regional Development Center and Chattahoochee-Flint Regional Development Center as provided in House Bill 1216. The Commission is one of 12 Regional Commissions ("RCs") in Georgia. The responsibilities and authority of the Commission are contained in Sections 50-8-30 through 50-8-67 of the Official Code of Georgia Annotated ("OCGA").

Under Georgia law, cities and counties located in the 10 county west central Georgia region are members of the Commission. Membership in an RC is required by OCGA Section 50-8-34 which provides for the organizational structure of RC's in Georgia. The RC Council membership includes an elected official of each county and municipality of the area and private sector individuals. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of an RC beyond its resources.

The Commission's offices located in Griffin, Georgia serve the west central Georgia region comprised of Butts, Carroll, Coweta, Heard, Lamar, Meriwether, Pike, Spalding, Troup and Upson counties. Municipalities located within the 10 county region, which are members include Jackson, Carrollton, Franklin, Manchester, LaGrange, Newnan, Barnesville, Zebulon, Griffin and Thomaston.

The Commission's primary mission is to offer community and economic development planning, mapping assistance, and requested services to local county and municipal governments. The Commission also acts as an interface between local, regional and state agencies for planning and public information initiatives like the U.S. Census. The Commission administers the spending of various federal, state and local grants in the 10 county region comprising its membership.

The accounting policies and financial reporting practices of the Commission conform in all material respects to accounting principles generally accepted in the United States of America ("GAAP") as applicable to governmental units issued by the Government Accounting Standards Board ("GASB").

**Reporting Entity**

Governmental accounting standards require the financial statements of the Commission to include its primary government and any component units. A component unit is a legally separate organization for which the elected officials of the primary government are financially accountable. In addition, a component unit can be another organization for which the nature and significance of its relationship with a primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The Commission is not a component unit of any other primary government. Additionally, no component units have been identified, which should be included in the reporting entity.

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED**

**Government-Wide and Fund Financial Statements**

The government-wide financial statements (statement of net position and statement of activities) report information on all nonfiduciary 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. The Commission has no business-type activities. The Commission had no significant transactions that resulted in deferred inflows or outflows.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are 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 segments 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 the Internal Service Fund. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

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

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.

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

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED**

**Fund financial statements** - 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 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 the obligations are expected to be liquidated with expendable available financial resources out of the General Fund.

Interest associated with the current fiscal period is considered susceptible to accrual and as such has been recognized as revenue of the current fiscal period. All other revenues are considered to be measurable and available only when cash is received by the government.

The Internal Service Fund consists of only operating items. Operating revenues and expenses generally result from providing services in connection with the Internal Service Fund's principal ongoing operations. The principal operating revenues of the Commission's Internal Service Fund are charges for the allocation of indirect costs. Operating expenses for Internal Service Funds include personnel and administrative expenses. All revenues and expenses not meeting this definition would be reported as nonoperating.

The fund financial statements provide more detailed information about the government's most significant funds, not the government as a whole. The activities of the government are organized on the basis of funds and accounts, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The government reports the following major governmental funds:

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

Transportation Program Fund – A Special Revenue Fund was established to account for federal and state grants used to support the Commission's transportation programs.



**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED**

Additionally, the government reports the following fund type:

Internal Service Fund - The Internal Service Fund is used to account for the financing of goods and services provided by one organizational unit to other organizational units of the Commission on a cost reimbursement basis. The expenses are allocated to the various programs based on an indirect cost allocation plan. The plan allocates these costs on the basis of direct salaries plus fringe benefits.

**Deposits and Investments**

The Commission's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

The Commission pools its unrestricted cash resources from several funds to facilitate disbursements and investments and to maximize investment income.

When interest earned as a result of pooling cash and cash equivalents is material, it is distributed to the appropriate funds utilizing a formula based on the average monthly balance of cash and investments of each fund.

**Inventories**

Materials (supplies) purchased are shown as expenditures/expenses when acquired and are not inventoried at year end as the balance is immaterial.

**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.

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" or "advances to/from other funds." All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

**Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

**Unearned Revenues**

Unearned revenues consist of advances received from the DHS Aging and Transportation grants.

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED**

**Capital Assets and Long-Term Liabilities**

Capital assets include property and equipment. Such assets, which are accounted for in the Internal Service Fund, are used in the provision of services to other funds of the Commission. The government defines capital assets as assets with an initial, individual cost of more than \$1,000 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 market value at the date of donation. No public domain or infrastructure assets (e.g. roads, bridges, sidewalks and similar items) are owned by the Commission.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets is included as part of the capitalized value of the assets constructed. There was no interest incurred by the Commission during the current fiscal year. No interest expense was applicable to construction of capital assets.

Depreciation is computed using the straight-line method over the estimated useful life of each type of asset. Depreciation is recognized in the indirect cost allocation plan as an allowable cost. The cost of depreciation is recovered as a reimbursable cost from grants, contracts, and local projects in the Commission's Internal Service Fund. Capital assets are reported in the Commission's basic financial statements net of accumulated depreciation.

Property and equipment of the primary government is depreciated using the straight-line method over the following estimated useful lives:

Building	40 years
Equipment	3 – 15 years

Land is not subject to depreciation.

**In-kind Services and Other Donations**

In-kind services and other donations used in federal programs are accounted for as revenues and expenditures and are valued in accordance with OMB Uniform Guidance. In-kind services for the Commission consist entirely of services contributed by the Commission's subcontractors for transportation, aging-directed services provided to participants and advertising.

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED**

**Budgets**

An annual operating budget is prepared for the General and Special Revenue Funds. Legal provisions govern the budgetary process. The Commission follows these procedures in establishing the budgetary data reflected in the financial statements:

- The Executive Director submits to the Council Members a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them. The budget is formally adopted on an agency-wide, functional expense level, which is the legal level of the Commission's budgetary controls.
- The budget so adopted may be revised during the year only by formal action of the Council in a regular meeting. The Commission's Finance Director does not have authority to revise the budget without Council approval. The Council will make any changes necessary to adopt the budget.
- Budgets for the funds are adopted on a basis consistent with GAAP.
- Budgeted amounts, as presented in the accompanying financial statements, are as originally adopted or as amended by the Council. Unobligated appropriations in the annual operating budget lapsed at fiscal year-end.
- There are no differences between Budgetary basis and GAAP basis expenditures; therefore, no reconciliation is necessary.
- Internal Service Fund budgets are prepared and utilized as a management tool to assess the operations of the Internal Service Fund.

**Indirect Cost Rates**

Commission-wide central support costs are recorded in the Internal Service Fund as indirect costs in the Commission's accounting system and recovered using either the internal cost rate or employee benefit rate (described in note 1, Employee Benefits and Compensated Absences). Costs are defined by U.S. Office of Management and Budget Uniform Guidance, Attachment A, as follows: "costs are (a) incurred for a common or joint purpose benefiting more than one cost objective, and (b) not readily assignable to the cost objectives specifically benefited, without effort disproportionate to the results achieved." Pursuant to Uniform Guidance, the U.S. Department of Commerce is designated as the cognizant agency for the federal government with responsibility for negotiation, approval and audit of the Commission's central support services cost allocation plan.

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED**

The indirect cost rate is computed as a ratio of indirect costs (including indirect salaries and fringe benefits related to those indirect salaries) to total direct salaries and fringe benefits related to those direct salaries. The percentage determined is then applied to the direct salaries and fringe benefits within the General Fund and each Special Revenue Fund to determine indirect cost recovery for each fund. Additional details regarding the indirect expenses that are available for allocation and how the indirect cost rate is calculated are available in the Schedule of Indirect Cost Pool – Provisional and Actual Rates in the State Compliance Section.

During the year, a provisional indirect cost rate is used which is negotiated with the Commission's federal cognizant agency based upon a cost allocation plan. At the end of each month, adjustments were made to allocate the difference between the provisional and actual employee benefits to the General Fund and Special Revenue Funds.

The actual indirect cost allocation rate for the fiscal year ended June 30, 2016 was 51.5 percent.

**Employee Benefits and Compensated Absences**

The Commission charges employee benefits and compensated absences in accordance with its employee benefit rate, as an allowable reimbursable cost. The compensated absences and employee benefits are recorded in the Internal Service Fund, and are pooled and allocated to the governmental funds based upon a predetermined provisional rate approved by the Commission's designated cognizant agency. Recoveries of these costs are transferred to the Internal Service Fund and recognized as another financing source. The Commission's provisional rate for its employee benefit rate for the year ended June 30, 2016 was 47.15 percent. Total compensated absences and employee benefits incurred by the Commission for the year ended June 30, 2016 totaled \$1,026,191.

Using total chargeable salaries of \$2,175,605 as the allocation base, the actual employee benefit rate for the year ended June 30, 2016 was 47.17 percent. Total chargeable salaries equals the total salaries less the amount of released time incurred by the Commission. Additional details regarding the employee benefits that are available for allocation and how the employee benefit rate is calculated are available on the Schedule of Employee Benefit Cost Pool – Provisional and Actual Rates in the State Compliance Section. At the end of each month, adjustments were made to allocate the difference between provisional and actual employee benefits to the Special Revenue Fund.

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED**

The Commission provides compensated absences and employee benefits as follows:

*Vacation Leave* - Each employee with fewer than three years of service shall earn annual leave at a rate of 10 days per year. Employees earn an additional day per year for each additional year of service up to 15 years of service. Employees may earn a maximum of 25 working days of annual leave per year after 15 years. At the end of each fiscal year, employees may accrue a maximum of and maintain 30 days. Per GASB 34, the entire amount of compensated absences is considered to be a current liability at June 30, 2016. Vested or accumulated vacation leave that is expected to be liquidated with available financial resources is reported as an expenditure and a fund liability of the governmental fund.

*Sick Leave* - Employees are awarded 15 days per year of sick leave and may accumulate up to 60 days. The cost of sick leave is recognized as the employee takes it. It is not expected that any unrecorded sick leave benefits will exceed a normal year's accumulation. Employees are not reimbursed for sick leave upon separation.

*Holidays* - Employees are awarded 10 days per year as holidays. The cost of holiday leave is recorded when it is taken by the employee.

*Insurance* - The Commission maintains a contributory group health insurance plan as well as workers compensation coverage for all employees.

*Defined Contribution Plan* - The Commission maintains a defined contribution retirement plan (the "Plan") administered by a Trustee (a member of the Commission's management) that is appointed by the Commission's Council Members. All full-time employees are eligible to join the Plan upon completion of six months continuous service.

*Payroll Taxes* - The Commission's employees are covered under the federal social security system. Payroll tax payments are made to the Internal Revenue Service ("IRS") in accordance with IRS regulations.

**Long-Term Obligations**

The Commission has acquired property under capital lease agreements. The capital lease agreements are recorded in the applicable column of the government-wide and Internal Service Fund financial statements. The debt service requirements for long-term obligations are appropriated annually.

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED**

**Fund Balance and Net Position**

Net position in government-wide and Internal Service Fund financial statements are classified as net investment in capital assets, restricted and unrestricted. Restricted net position represents constraints on resources that are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through state statute.

In accordance with this professional standard, the Commission presents governmental fund balances in the financial statements based on classifications that comprise a hierarchy that is based primarily on the extent to which the Commission is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in governmental fund financial statements are as follows:

- Nonspendable - This classification includes amounts that cannot be spent because they are either (a) not in spendable form, or (b) are legally or contractually required to be maintained intact. The Commission has not reported any amounts to be nonspendable as of June 30, 2016.
- Restricted - This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

The Commission has classified amounts for the debt service as being restricted. Debt service resources are restricted by federal statute to be used for lease maturities in the 2016-2017 year.

- Committed - This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Commission. These amounts cannot be used for any other purpose unless the Commission removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed.

This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Commission did not have any committed resources as of June 30, 2016.

- Assigned - This classification includes amounts that are constrained by the Commission's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Commission or through the Commission's budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund. The Commission has assigned funds for the transportation programs in the amount of the remaining positive fund balance at June 30, 2016.

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED**

- Unassigned - This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of assigned fund balance amounts.

The Commission uses restricted amounts to be spent first when both restricted and unrestricted fund balances are available, unless there are legal documents/contracts that prohibit the use of restricted fund balance, such as grant agreements that require a dollar match. Additionally, the Commission would then use committed, assigned and lastly unassigned amounts from the unrestricted fund balance when expending funds.

**Use of Estimates**

In preparing financial statements in conformity with GAAP, management is required 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.

**Risk Management**

The Commission is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors or omissions; and natural disasters for which the Commission carries insurance. The Commission is a member of the Georgia Interlock Risk Management Agency (“GIRMA”). This agency functions as an unincorporated nonprofit instrumentality of its members and is administered by the Georgia Municipal Association. The purpose of GIRMA is to establish and administer one or more group self-insurance funds; to establish and administer a risk management service; and to prevent or lessen the incidence or severity of casualty and property losses. Each member pays an annual contribution established by the Board of GIRMA. For the fiscal year ended June 30, 2016, the Commission's total contribution was \$11,245. GIRMA may develop and issue such self-insurance coverage descriptions, as it deems necessary. The current coverage provides a \$1,000,000 general liability limit with a \$1,000 per occurrence deductible.

**2. BUDGETS AND BUDGETARY ACCOUNTING**

**Budget Process**

The Executive Director submits annual budgets to the Council for the General and Special Revenue Fund. 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. The Council Members approve budget amendments if total expenditures exceed budgeted expenditures at the individual grant funded program level.

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

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**2. BUDGETS AND BUDGETARY ACCOUNTING – CONTINUED**

All expenditures in excess of budgeted amounts are the responsibility of the 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 GAAP. No reconciliation of budget basis to GAAP basis is necessary.

**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 appropriation. There are no encumbrances reported by the Commission at June 30, 2015.

**3. DEPOSITS**

**Custodial Credit Risk - Demand Deposits and Certificates of Deposits**

The custodial credit risk of deposits is the risk that in the event of the failure of a bank, the government will not be able to recover deposits. The Commission's bank balances of deposits as of June 30, 2016 are entirely insured or collateralized with securities held by the Commission's agent in the Commission's name. The Georgia Code requires banks holding public funds to secure these funds with insurance from the Federal Deposit Insurance Corporation ("FDIC"), securities pledged at par value, and surety bonds at face value in combined aggregate totaling not less than 110 percent of the public funds held. At June 30, 2016, the Commission had approximately \$839,000 in deposits with local banks. Of the bank balances, \$500,000 was insured by the FDIC and the remaining \$339,000 was collateralized with securities (at market value) held by the financial institution's Trust Department or agent in the name of the Commission.

**4. 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 that have been requested but not yet received.

The detail of accounts receivable for contracts are due to the following funds at June 30, 2016 as follows:

Transportation Program Fund	\$ 198,451
Nonmajor Governmental Funds	<u>2,798,710</u>
Due from other governments	<u><u>\$ 2,997,161</u></u>



**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

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**5. CONTINGENCIES**

Uses of federal and state grant funds is subject to review and audit by grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based upon prior experience and audit results, management believes that the Commission will not incur significant losses on possible grant disallowances.

**6. FRINGE BENEFIT COSTS**

Fringe benefit costs are recorded in the Internal Service Fund and recovered in part from the Special Revenue Fund based upon a fringe benefits allocation rate as determined by a ratio of fringe benefits to total salary costs.

**7. INTER-FUND RECEIVABLES AND PAYABLES**

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.

The composition of inter-fund balances as of June 30, 2016 is as follows:

<u>Receivable Fund</u>		<u>Payable Fund</u>	
General Fund	\$ 1,473,096	Nonmajor Governmental Fund	\$ (1,473,096)
General Fund	58,321	Internal Service Fund	(58,321)
Transportation Program Fund	429,883	Nonmajor Governmental Fund	(429,883)
Internal Service Fund	<u>577,618</u>	Nonmajor Governmental Fund	<u>(577,618)</u>
	<u>\$ 2,538,918</u>		<u>\$ (2,538,918)</u>

Transfers and payments within the reporting entity are substantially for the purposes of subsidizing operating functions, funding capital projects and asset acquisitions, or maintaining debt service. Resources are accumulated in a fund to support and simplify the administration of various projects or programs. The government-wide statement of activities eliminates transfers as reported within the segregated fund statements.

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

**7. INTER-FUND RECEIVABLES AND PAYABLES – CONTINUED**

A reconciliation of transfers for the year ended June 30, 2016 is as follows:

	<b>Transfer In: Nonmajor Governmental Fund</b>
Transfer out:	
General Fund	\$ 254,843

**NOTE 8 – CHANGES IN CAPITAL ASSETS**

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

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance</b>
<b>Governmental activities:</b>				
Capital assets, being depreciated:				
Building	\$ 1,381,029	\$ -	\$ -	\$ 1,381,029
Equipment	208,446	2,251	(20,552)	190,145
Total capital assets being depreciated	1,589,475	2,251	(20,552)	1,571,174
Less accumulated depreciation:				
Building	(678,666)	(48,401)	-	(727,067)
Equipment	(169,474)	(17,075)	20,552	(165,997)
Total accumulated depreciation	(848,140)	(65,476)	20,552	(893,064)
Governmental activities capital assets, net	\$ 741,335	\$ (63,225)	\$ -	\$ 678,110

Depreciation expense of \$20,564 is charged to the Aging program as the related building is used exclusively for aging services. The remaining \$44,912 of depreciation expense is allocated to every function as part of the Commission's indirect cost pool.

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

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**9. RETIREMENT PLAN**

**Money Purchase Pension Plan**

The Commission maintains a defined contribution retirement plan (the "Plan") administered by a Trustee (a member of the Commission's management) that is appointed by the Commission's Council Members. All full-time employees are eligible to join the Plan upon completion of six months continuous service.

The Plan was formed under the authority of the Commission's Council Members, and the Council has the authority to amend and/or terminate the Plan at any time. Employer contributions to the Plan are based on six percent of the employee's annual salary as of June 30, 2016. Employee contributions are not allowed. Normal retirement age is considered to be 65 years of age.

The Trustee maintains contributions to the Plan in individual accounts for each eligible and participating employee. For the year ended June 30, 2016, the Commission contributed \$114,056 to the Plan. Total covered payroll for the year ended June 30, 2016, was \$2,175,605 with a total organization payroll of \$2,528,010. The vesting schedule is as follows:

One year	10%
Two years	20%
Three years	40%
Four years	60%
Five years	80%
Six or more years	100%

**Deferred Compensation Plan (457(a) Plan)**

The Commission provides employees the opportunity to defer current compensation under a 457(a) plan. Employees are eligible to participate in the Plan as of their first day of employment, and participants may elect to defer 100% of their compensation not to exceed the annual 457(a) contribution limits set by the IRS. The Commission does not match employee contributions. Normal retirement age is considered to be 65 years of age.

**10. LONG-TERM LIABILITIES AND COMPENSATED ABSENCES**

**Capital Leases**

In July 1996, the Commission (formerly McIntosh Trail Regional Development Center) and the City of Griffin entered into a 20-year capital lease for office space located at 120 North Hill Street, Griffin, Georgia. An amendment modified the terms of the 120 North Hill Street lease to be: 20 year term beginning July 1, 1997, with payments of \$7,500 due quarterly. The Commission may purchase the building for the sum of one dollar upon completion of the lease. The asset value under this capital lease (net of accumulated depreciation of \$285,000) at June 30, 2016 was \$315,000. Current year amortization of capital lease assets, included in depreciation expense, was \$15,000. This lease is not subject to imputed interest.

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

**10. LONG-TERM LIABILITIES AND COMPENSATED ABSENCES – CONTINUED**

On July 30, 2008, the Commission (formerly Chattahoochee-Flint Regional Development Center) and the Development Authority of Heard County entered into a capital lease for office space located at 13273 Georgia Highway 34 E, Franklin, Georgia. The lease calls for 144 monthly payments of \$4,059. At the end of the lease, the Commission may purchase the building for \$10. The asset value under this capital lease (net of accumulated depreciation of \$442,067) at June 30, 2016 was \$338,962. Current year amortization of capital lease assets, included in depreciation expense, was \$33,399. This lease carries an interest rate of six percent. Related interest expense for the year ended June 30, 2016 was \$13,613.

The Commission has reported \$67,865 of the governmental fund balance as restricted for debt service to cover the fiscal year 2017 lease payments.

The present values of future maturities under these capital leases are as follows:

**Year ending June 30,**

2017	\$	78,703
2018		48,703
2019		48,703
2020		48,703
2021		40,783
Total minimum payments		265,595
Less: Amount representing interest		(31,503)
Present value of capital lease	\$	234,092

**Changes in Long-term Liabilities and Compensated Absences**

Long-term liability and compensated absences activity for the fiscal year ended June 30, 2016, was as follows:

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance</b>	<b>Due Within One Year</b>
<b>Governmental Activities:</b>					
Compensated absences	\$ 113,326	\$ 150,802	\$ (129,111)	\$ 135,017	\$ 134,563
Capital lease - buildings	299,182	-	(65,090)	234,092	67,865
Total long-term liabilities and compensated absences	\$ 412,508	\$ 150,802	\$ (194,201)	\$ 369,109	\$ 202,428

For the governmental activities, compensated absences are generally liquidated in the Internal Service Fund.

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

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**11. LITIGATION**

The Commission was notified of potential legal action after year end. This claim resulted in the ordinary course of its business and has not been fully adjudicated. In the opinion of management, this claim and any subsequent legal action are covered by insurance and the ultimate resolution of this matter will not have a material effect on the Commission's financial position or change in net position/fund balance.

**12. CONCENTRATION OF RISK**

The Commission received approximately 52% and 40% of its federal funding from the U.S. Department of Health & Human Services relating to their transportation and aging programs and the Department of Labor relating to their workforce investment act programs in 2016, respectively. A significant reduction in the level of funding, if this were to occur, may have an effect on the Commission's programs and activities.

**13. COMMITMENTS**

**Operating Leases**

The Commission has entered into several operating leases for office equipment. Lease expense during the year ended June 30, 2016 was \$25,587. Future obligations under these operating leases are as follows:

<u>Year ending June 30,</u>	
2017	\$ 14,202
2018	14,006
2019	12,622
2020	5,960
2021	<u>3,580</u>
Total minimum payments	<u>\$ 50,370</u>

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**REQUIRED SUPPLEMENTARY INFORMATION**

**THREE RIVERS REGIONAL COMMISSION**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL – GENERAL FUND AND TRANSPORTATION PROGRAM FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<b>General Fund</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	
<b>REVENUES</b>				
Local sources	\$ 496,889	\$ 501,537	\$ 501,537	\$ -
Interest income	1,635	1,555	1,618	63
Miscellaneous	670	1,967	2,059	92
<b>Total revenues</b>	<b>499,194</b>	<b>505,059</b>	<b>505,214</b>	<b>155</b>
<b>EXPENDITURES</b>				
Current				
General government				
Personnel services	51,213	51,215	48,417	2,798
Operating expenditures	49,700	55,127	65,912	(10,785)
Total general government	100,913	106,342	114,329	(7,987)
Indirect expenditures	27,288	26,699	26,379	320
<b>Total expenditures</b>	<b>128,201</b>	<b>133,041</b>	<b>140,708</b>	<b>(7,667)</b>
Excess of revenues over expenditures	370,993	372,018	364,506	(7,512)
<b>OTHER FINANCING USES</b>				
Transfers out	(388,372)	(224,045)	(254,843)	(30,798)
<b>Total other financing uses</b>	<b>(388,372)</b>	<b>(224,045)</b>	<b>(254,843)</b>	<b>(30,798)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ (17,379)</b>	<b>\$ 147,973</b>	<b>109,663</b>	<b>\$ (38,310)</b>
<b>FUND BALANCE AT BEGINNING</b>			<b>1,268,346</b>	
<b>FUND BALANCE AT END</b>			<b>\$ 1,378,009</b>	



**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL – GENERAL FUND AND TRANSPORTATION PROGRAM FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Transportation Program Fund</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>REVENUES</b>				
Federal sources	\$ 1,374,087	\$ 1,060,982	\$ 1,186,025	\$ 125,043
State sources	1,203,135	1,251,292	1,216,918	(34,374)
Local sources	-	-	-	-
Program income	42,833	40,613	40,613	-
Total revenues	<u>2,620,055</u>	<u>2,352,887</u>	<u>2,443,556</u>	<u>90,669</u>
<b>EXPENDITURES</b>				
Current				
Transportation programs				
Personnel services	42,064	32,720	21,814	10,906
Operating expenditures	<u>2,548,256</u>	<u>2,262,988</u>	<u>2,267,687</u>	<u>(4,699)</u>
Total transportation programs	2,590,320	2,295,708	2,289,501	6,207
Indirect expenditures	<u>22,413</u>	<u>17,057</u>	<u>16,533</u>	<u>524</u>
Total expenditures	<u>2,612,733</u>	<u>2,312,765</u>	<u>2,306,034</u>	<u>6,731</u>
Excess of revenues over expenditures	<u>7,322</u>	<u>40,122</u>	<u>137,522</u>	<u>97,400</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGES IN FUND BALANCES</b>	<u>\$ 7,322</u>	<u>\$ 40,122</u>	137,522	<u>\$ 97,400</u>
<b>FUND BALANCE AT BEGINNING</b>			<u>490,641</u>	
<b>FUND BALANCE AT END</b>			<u>\$ 628,163</u>	

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**SUPPLEMENTARY INFORMATION**

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**NONMAJOR GOVERNMENTAL FUNDS**

**THREE RIVERS REGIONAL COMMISSION  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2016**

	<u>ARC FY 2016</u>	<u>DNR Historic Preservation</u>	<u>Economic Development Administration</u>	<u>DOT Planning Grant</u>	<u>DOT 5311 Public Transportation</u>	<u>DCA</u>
<b>ASSETS</b>						
Due from other governments	\$ 4,210	\$ 4,092	\$ 31,500	\$ 12,713	\$ 97,398	\$ 43,746
<b>TOTAL ASSETS</b>	<u>\$ 4,210</u>	<u>\$ 4,092</u>	<u>\$ 31,500</u>	<u>\$ 12,713</u>	<u>\$ 97,398</u>	<u>\$ 43,746</u>
<b>LIABILITIES</b>						
Accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-
Due to other funds	4,210	4,092	31,500	12,713	61,758	43,746
<b>TOTAL LIABILITIES</b>	<u>4,210</u>	<u>4,092</u>	<u>31,500</u>	<u>12,713</u>	<u>61,758</u>	<u>43,746</u>
<b>FUND BALANCE</b>						
Assigned for transportation programs	-	-	-	-	35,640	-
<b>TOTAL FUND BALANCE</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,640</u>	<u>-</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 4,210</u>	<u>\$ 4,092</u>	<u>\$ 31,500</u>	<u>\$ 12,713</u>	<u>\$ 97,398</u>	<u>\$ 43,746</u>

<u>DHS Title III Admin</u>	<u>DHS Title III B Homemaker</u>	<u>DHS Title III B Legal Services</u>	<u>DHS Title III B LTCO</u>	<u>DHS Title III B Coordination</u>	<u>DHS Title III B Advocacy</u>	<u>DHS Title III B Respite</u>	<u>DHS Title III B Personal Care</u>	<u>DHS Title III B ADC</u>
\$ 5,116	\$ 11,715	\$ 8,729	\$ 8,169	\$ 1,482	\$ 4,433	\$ 790	\$ 16,667	\$ 1,665
<u>\$ 5,116</u>	<u>\$ 11,715</u>	<u>\$ 8,729</u>	<u>\$ 8,169</u>	<u>\$ 1,482</u>	<u>\$ 4,433</u>	<u>\$ 790</u>	<u>\$ 16,667</u>	<u>\$ 1,665</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
148,501	-	-	-	-	-	-	-	-
<u>(143,385)</u>	<u>11,715</u>	<u>8,729</u>	<u>8,169</u>	<u>1,482</u>	<u>4,433</u>	<u>790</u>	<u>16,667</u>	<u>1,665</u>
<u>5,116</u>	<u>11,715</u>	<u>8,729</u>	<u>8,169</u>	<u>1,482</u>	<u>4,433</u>	<u>790</u>	<u>16,667</u>	<u>1,665</u>
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>\$ 5,116</u>	<u>\$ 11,715</u>	<u>\$ 8,729</u>	<u>\$ 8,169</u>	<u>\$ 1,482</u>	<u>\$ 4,433</u>	<u>\$ 790</u>	<u>\$ 16,667</u>	<u>\$ 1,665</u>

Continued...

**THREE RIVERS REGIONAL COMMISSION  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2016**

	<b>CCSP Gateway I &amp; A</b>	<b>CCSP Admin</b>	<b>DHS Title III C1 Congregate Meals</b>	<b>DHS Title III C2 Home Delivered Meals</b>	<b>DHS SSBG NSIP</b>	<b>DHS LTCO State Supplement</b>
<b>ASSETS</b>						
Due from other governments	\$ 94,739	\$ 184,100	\$ 99,992	\$ 91,359	\$ 10,428	\$ 9,266
<b>TOTAL ASSETS</b>	<b>\$ 94,739</b>	<b>\$ 184,100</b>	<b>\$ 99,992</b>	<b>\$ 91,359</b>	<b>\$ 10,428</b>	<b>\$ 9,266</b>
<b>LIABILITIES</b>						
Accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-
Due to other funds	94,739	184,100	99,992	91,359	10,428	9,266
<b>TOTAL LIABILITIES</b>	<b>94,739</b>	<b>184,100</b>	<b>99,992</b>	<b>91,359</b>	<b>10,428</b>	<b>9,266</b>
<b>FUND BALANCE</b>						
Assigned for transportation programs	-	-	-	-	-	-
<b>TOTAL FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 94,739</b>	<b>\$ 184,100</b>	<b>\$ 99,992</b>	<b>\$ 91,359</b>	<b>\$ 10,428</b>	<b>\$ 9,266</b>



<u>DHS Title III D Health Related</u>	<u>DHS SSBG LTCO Activity</u>	<u>DHS Title III D Health &amp; Wellness</u>	<u>DHS Title V Senior Emp. Services</u>	<u>DHS Title III E Caregiver</u>	<u>DHS Title III E Administration</u>	<u>DHS Title III E Respite Care</u>	<u>DHS Title III E Kinship Care</u>
\$ 6,981	\$ 2,201	\$ 6,519	\$ 80,935	\$ 4,708	\$ 1,274	\$ 15,605	\$ 4,669
\$ 6,981	\$ 2,201	\$ 6,519	\$ 80,935	\$ 4,708	\$ 1,274	\$ 15,605	\$ 4,669
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
6,981	2,201	6,519	80,935	4,708	1,274	15,605	4,669
6,981	2,201	6,519	80,935	4,708	1,274	15,605	4,669
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$ 6,981	\$ 2,201	\$ 6,519	\$ 80,935	\$ 4,708	\$ 1,274	\$ 15,605	\$ 4,669

Continued...

**THREE RIVERS REGIONAL COMMISSION  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2016**

	<b>DHS Title III E Caregiver Gateway</b>	<b>DHS GA Cares</b>	<b>DHS CBS Case Mgt.</b>	<b>DHS CBS Admin</b>	<b>DHS CBS Intake &amp; Referral</b>	<b>DHS CBS Respite Care</b>
<b>ASSETS</b>						
Due from other governments	\$ 17,397	\$ 10,353	\$ 7,104	\$ 22,754	\$ 83,187	\$ 14,841
<b>TOTAL ASSETS</b>	<u>\$ 17,397</u>	<u>\$ 10,353</u>	<u>\$ 7,104</u>	<u>\$ 22,754</u>	<u>\$ 83,187</u>	<u>\$ 14,841</u>
<b>LIABILITIES</b>						
Accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-
Due to other funds	17,397	10,353	7,104	22,754	83,187	14,841
<b>TOTAL LIABILITIES</b>	<u>17,397</u>	<u>10,353</u>	<u>7,104</u>	<u>22,754</u>	<u>83,187</u>	<u>14,841</u>
<b>FUND BALANCE</b>						
Assigned for transportation programs	-	-	-	-	-	-
<b>TOTAL FUND BALANCE</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 17,397</u>	<u>\$ 10,353</u>	<u>\$ 7,104</u>	<u>\$ 22,754</u>	<u>\$ 83,187</u>	<u>\$ 14,841</u>

<b>DHS CBS Nutrition Wellness</b>	<b>DHS CBS Alheimers</b>	<b>DHS CBS ELAP</b>	<b>DHS ADRC</b>	<b>DHS ADRC BIP OC</b>	<b>DHS NSIP</b>	<b>DHS MIPPA SHIP</b>	<b>DHS MIPPA Gateway</b>	<b>DHS Alheimers</b>
\$ 5,621	\$ 2,220	\$ 2,514	\$ 2,581	\$ 12,952	\$ 51,848	\$ 23,886	\$ 4,458	\$ 19,716
\$ 5,621	\$ 2,220	\$ 2,514	\$ 2,581	\$ 12,952	\$ 51,848	\$ 23,886	\$ 4,458	\$ 19,716
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
5,621	2,220	2,514	2,581	12,952	51,848	23,886	4,458	19,716
5,621	2,220	2,514	2,581	12,952	51,848	23,886	4,458	19,716
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
\$ 5,621	\$ 2,220	\$ 2,514	\$ 2,581	\$ 12,952	\$ 51,848	\$ 23,886	\$ 4,458	\$ 19,716

Continued...

**THREE RIVERS REGIONAL COMMISSION  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2016**

	<u>MDSQ</u>	<u>Money Follows the Person</u>	<u>Money Follows the Person Direct</u>	<u>Moreland TE</u>	<u>Spalding EMA</u>	<u>Fall Prevention</u>
<b>ASSETS</b>						
Due from other governments	\$ 24,035	\$ 10,940	\$ 29,747	\$ 422	\$ 13,416	\$ 4,499
<b>TOTAL ASSETS</b>	<u>\$ 24,035</u>	<u>\$ 10,940</u>	<u>\$ 29,747</u>	<u>\$ 422</u>	<u>\$ 13,416</u>	<u>\$ 4,499</u>
<b>LIABILITIES</b>						
Accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-
Due to other funds	24,035	10,940	29,747	422	13,416	4,499
<b>TOTAL LIABILITIES</b>	<u>24,035</u>	<u>10,940</u>	<u>29,747</u>	<u>422</u>	<u>13,416</u>	<u>4,499</u>
<b>FUND BALANCE</b>						
Assigned for transportation programs	-	-	-	-	-	-
<b>TOTAL FUND BALANCE</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 24,035</u>	<u>\$ 10,940</u>	<u>\$ 29,747</u>	<u>\$ 422</u>	<u>\$ 13,416</u>	<u>\$ 4,499</u>

<b>GDOT JARC</b>	<b>PY14 WIA Adult</b>	<b>FY15 WIA Adult</b>	<b>PY15 WIA Adult</b>	<b>FY16 WIA Adult</b>	<b>FY14 WIA D/W</b>	<b>FY15 WIA Rapid Response</b>
\$ 34,490	\$ 623	\$ 470,931	\$ 102,135	\$ 157,222	\$ 285,259	\$ 192
\$ 34,490	\$ 623	\$ 470,931	\$ 102,135	\$ 157,222	\$ 285,259	\$ 192
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
34,490	623	470,931	102,135	157,222	285,259	192
34,490	623	470,931	102,135	157,222	285,259	192
-	-	-	-	-	-	-
-	-	-	-	-	-	-
\$ 34,490	\$ 623	\$ 470,931	\$ 102,135	\$ 157,222	\$ 285,259	\$ 192

Continued

**THREE RIVERS REGIONAL COMMISSION  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2016**

	<u>PY14</u>	<u>PY15</u>		
	<u>Youth</u>	<u>Youth</u>	<u>Other</u>	<u>Total</u>
<b>ASSETS</b>				
Due from other governments	\$ 166,002	\$ 359,140	\$ (6,976)	\$ 2,798,710
<b>TOTAL ASSETS</b>	<u>\$ 166,002</u>	<u>\$ 359,140</u>	<u>\$ (6,976)</u>	<u>\$ 2,798,710</u>
<b>LIABILITIES</b>				
Accrued liabilities	\$ -	\$ -	\$ 125,632	\$ 125,632
Unearned revenue	-	-	250	148,751
Due to other funds	166,002	359,140	(140,948)	2,480,597
<b>TOTAL LIABILITIES</b>	<u>166,002</u>	<u>359,140</u>	<u>(15,066)</u>	<u>2,754,980</u>
<b>FUND BALANCE</b>				
Assigned for transportation programs	-	-	8,090	43,730
<b>TOTAL FUND BALANCE</b>	<u>-</u>	<u>-</u>	<u>8,090</u>	<u>43,730</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 166,002</u>	<u>\$ 359,140</u>	<u>\$ (6,976)</u>	<u>\$ 2,798,710</u>

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

	<u>ARC FY 2015</u>	<u>ARC FY 2016</u>	<u>DNR Historic Preservation</u>	<u>Economic Development Administration</u>	<u>DOT Planning Grant</u>	<u>DOT 5311 Public Transportation</u>	<u>DCA</u>
<b>REVENUES</b>							
Federal	\$ 13,566	\$ 12,256	\$ -	\$ 24,222	\$ 50,858	\$ 444,371	\$ -
State	-	-	4,091	-	-	-	174,984
Local	-	-	-	-	-	46,000	-
Miscellaneous	-	-	-	-	-	-	-
<b>Total revenues</b>	<u>13,566</u>	<u>12,256</u>	<u>4,091</u>	<u>24,222</u>	<u>50,858</u>	<u>490,371</u>	<u>174,984</u>
<b>EXPENDITURES</b>							
Personnel services							
Direct salaries	14,712	9,630	2,054	32,133	26,652	23,065	89,111
Fringe benefits	6,939	4,542	969	15,156	12,571	10,879	42,032
<b>Total personnel services</b>	<u>21,651</u>	<u>14,172</u>	<u>3,023</u>	<u>47,289</u>	<u>39,223</u>	<u>33,944</u>	<u>131,143</u>
Operating expenditures	778	3,041	-	9,667	4,150	411,385	11,897
Indirect cost							
Cost allocation plan	11,151	7,299	1,557	24,354	20,200	17,481	67,540
<b>Total expenditures</b>	<u>33,580</u>	<u>24,512</u>	<u>4,580</u>	<u>81,310</u>	<u>63,573</u>	<u>462,810</u>	<u>210,580</u>
Excess (deficiency) of revenues over (under) expenditures	(20,014)	(12,256)	(489)	(57,088)	(12,715)	27,561	(35,596)
<b>OTHER FINANCING SOURCES</b>							
Transfers	20,014	12,256	489	57,088	12,715	-	35,596
<b>NET CHANGE IN FUND BALANCES</b>	-	-	-	-	-	27,561	-
<b>FUND BALANCES AT BEGINNING</b>	-	-	-	-	-	8,079	-
<b>FUND BALANCES AT END</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,640</u>	<u>\$ -</u>



<b>DHS Title III Admin</b>	<b>DHS Title III B Homemaker</b>	<b>DHS Title III B Legal Services</b>	<b>DHS Title III B LTCO</b>	<b>DHS Title III B Advocacy</b>	<b>DHS Title III B Respite</b>	<b>DHS Title III B Coordination</b>	<b>DHS Title III B Program Development</b>	<b>DHS Title III B I &amp; A</b>
\$ 99,544	\$ 61,497	\$ 48,761	\$ 49,390	\$ 8,390	\$ 2,975	\$ 4,642	\$ 1,827	\$ 34,500
-	3,618	2,868	2,905	494	175	273	108	2,029
-	-	-	-	-	-	-	-	-
-	7,235	5,737	5,811	-	355	-	-	-
<u>99,544</u>	<u>72,350</u>	<u>57,366</u>	<u>58,106</u>	<u>8,884</u>	<u>3,505</u>	<u>4,915</u>	<u>1,935</u>	<u>36,529</u>
51,285	-	-	-	-	-	-	-	-
24,190	-	-	-	-	-	-	-	-
75,475	-	-	-	-	-	-	-	-
18,380	72,350	57,366	58,106	9,871	3,505	5,463	2,150	40,588
38,870	-	-	-	-	-	-	-	-
<u>132,725</u>	<u>72,350</u>	<u>57,366</u>	<u>58,106</u>	<u>9,871</u>	<u>3,505</u>	<u>5,463</u>	<u>2,150</u>	<u>40,588</u>
(33,181)	-	-	-	(987)	-	(548)	(215)	(4,059)
<u>33,181</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>987</u>	<u>-</u>	<u>548</u>	<u>215</u>	<u>4,059</u>
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Continued...

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

	DHS Title III B Personal Care	DHS Title III B ADC	CCSP Admin	CCSP Gateway I & A	DHS Title III C1 Congregate Meals	DHS Title III C2 Home Delivered Meals
<b>REVENUES</b>						
Federal	\$ 73,386	\$ 7,432	\$ 656,172	\$ 108,038	\$ 501,991	\$ 410,263
State	4,317	437	656,172	108,038	29,529	24,133
Local	-	-	-	-	-	-
Miscellaneous	8,634	874	-	-	59,058	48,266
<b>Total revenues</b>	<b>86,337</b>	<b>8,743</b>	<b>1,312,344</b>	<b>216,076</b>	<b>590,578</b>	<b>482,662</b>
<b>EXPENDITURES</b>						
Personnel services						
Direct salaries	-	-	64,254	94,277	-	-
Fringe benefits	-	-	30,307	44,469	-	-
<b>Total personnel services</b>	<b>-</b>	<b>-</b>	<b>94,561</b>	<b>138,746</b>	<b>-</b>	<b>-</b>
Operating expenditures	86,337	8,743	1,169,084	5,875	590,578	482,662
Indirect cost						
Cost allocation plan	-	-	48,699	71,455	-	-
<b>Total expenditures</b>	<b>86,337</b>	<b>8,743</b>	<b>1,312,344</b>	<b>216,076</b>	<b>590,578</b>	<b>482,662</b>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-	-
<b>OTHER FINANCING SOURCES</b>						
Transfers	-	-	-	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT BEGINNING</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT END</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

<b>DHS SSBG NSIP</b>	<b>DHS LTCO State Supplement</b>	<b>DHS SSBG LTCO Activity</b>	<b>DHS Title III D Health Related</b>	<b>DHS Title III D Nutrition Counseling</b>	<b>DHS Title III D Health &amp; Wellness</b>	<b>DHS Title V Senior Emp. Services</b>	<b>DHS Title III E Caregiver</b>	<b>DHS Title III E Administration</b>	<b>DHS Title III E Respite Care</b>
\$ 62,511	\$ -	\$ 14,442	\$ 11,832	\$ 612	\$ 18,069	\$ 430,174	\$ 23,025	\$ 41,429	\$ 58,521
-	61,647	776	696	36	1,063	-	4,605	-	11,704
-	-	-	-	-	-	-	-	-	-
-	-	1,719	-	-	-	47,798	3,070	-	7,803
<u>62,511</u>	<u>61,647</u>	<u>16,937</u>	<u>12,528</u>	<u>648</u>	<u>19,132</u>	<u>477,972</u>	<u>30,700</u>	<u>41,429</u>	<u>78,028</u>
1,236	-	-	-	-	-	353,343	-	24,033	-
583	-	-	-	-	-	18,478	-	11,336	-
1,819	-	-	-	-	-	371,821	-	35,369	-
59,757	61,647	16,937	13,920	720	21,258	76,460	30,700	1,655	78,028
937	-	-	-	-	-	29,691	-	18,215	-
<u>62,513</u>	<u>61,647</u>	<u>16,937</u>	<u>13,920</u>	<u>720</u>	<u>21,258</u>	<u>477,972</u>	<u>30,700</u>	<u>55,239</u>	<u>78,028</u>
(2)	-	-	(1,392)	(72)	(2,126)	-	-	(13,810)	-
2	-	-	1,392	72	2,126	-	-	13,810	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	DHS Title III E Kinship Care	DHS Title III E Caregiver Gateway	DHS GA Cares	DHS CBS Case Mgt.	DHS CBS Admin	DHS CBS Intake & Referral	DHS CBS Nutrition Wellness	DHS CBS Respite Care
<b>REVENUES</b>								
Federal	\$ 15,753	\$ 47,825	\$ 136,444	\$ -	\$ -	\$ -	\$ -	\$ -
State	3,150	9,565	20,793	123,211	196,677	368,040	43,250	83,140
Local	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
<b>Total revenues</b>	<b>18,903</b>	<b>57,390</b>	<b>157,237</b>	<b>123,211</b>	<b>196,677</b>	<b>368,040</b>	<b>43,250</b>	<b>83,140</b>
<b>EXPENDITURES</b>								
Personnel services								
Direct salaries	-	-	45,950	51,639	87,371	162,259	-	-
Fringe benefits	-	-	21,675	24,357	41,211	76,535	-	-
<b>Total personnel services</b>	<b>-</b>	<b>-</b>	<b>67,625</b>	<b>75,996</b>	<b>128,582</b>	<b>238,794</b>	<b>-</b>	<b>-</b>
Operating expenditures	21,012	63,767	54,787	8,076	1,875	6,266	43,250	83,140
Indirect cost								
Cost allocation plan	-	-	34,827	39,139	66,220	122,980	-	-
<b>Total expenditures</b>	<b>21,012</b>	<b>63,767</b>	<b>157,239</b>	<b>123,211</b>	<b>196,677</b>	<b>368,040</b>	<b>43,250</b>	<b>83,140</b>
Excess (deficiency) of revenues over (under) expenditures	(2,109)	(6,377)	(2)	-	-	-	-	-
<b>OTHER FINANCING SOURCES</b>								
Transfers	2,109	6,377	2	-	-	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT BEGINNING</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT END</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

<u>DHS CBS Health Promotion</u>	<u>DHS CBS Alheimers</u>	<u>DHS CBS ELAP</u>	<u>DHS ADRC</u>	<u>DHS ADRC BIP OC</u>	<u>DHS Income Tax Checkoff</u>	<u>DHS NSIP</u>	<u>DHS MIPPA SHIP</u>	<u>DHS MIPPA Gateway</u>	<u>DHS MIPPA Outreach</u>	<u>DHS Alheimers</u>
\$ -	\$ -	\$ -	\$ -	\$ 45,328	\$ -	\$ 180,205	\$ 59,944	\$ 1,830	\$ 2,538	\$ -
15,423	13,001	11,239	36,995	-	4,298	125,676	-	-	-	136,346
-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-
<u>15,423</u>	<u>13,001</u>	<u>11,239</u>	<u>36,995</u>	<u>45,328</u>	<u>4,298</u>	<u>305,881</u>	<u>59,944</u>	<u>1,830</u>	<u>2,538</u>	<u>136,346</u>
6,601	-	-	15,996	19,828	-	-	26,672	803	1,006	-
3,114	-	-	7,545	9,353	-	-	12,581	379	475	-
9,715	-	-	23,541	29,181	-	-	39,253	1,182	1,481	-
705	13,001	11,239	1,330	1,119	4,298	305,881	476	39	294	136,346
5,003	-	-	12,124	15,028	-	-	20,215	609	763	-
<u>15,423</u>	<u>13,001</u>	<u>11,239</u>	<u>36,995</u>	<u>45,328</u>	<u>4,298</u>	<u>305,881</u>	<u>59,944</u>	<u>1,830</u>	<u>2,538</u>	<u>136,346</u>
-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Lamar EMA	Spalding EMA	MDSQ	Money Follows the Person	Money Follows the Person Direct	GDOT JARC	Fall Prevention
<b>REVENUES</b>							
Federal	\$ 9,884	\$ 13,416	\$ 71,510	\$ 68,999	\$ 72,690	\$ 78,871	\$ -
State	-	-	-	-	-	5,456	6,840
Local	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
<b>Total revenues</b>	<b>9,884</b>	<b>13,416</b>	<b>71,510</b>	<b>68,999</b>	<b>72,690</b>	<b>84,327</b>	<b>6,840</b>
<b>EXPENDITURES</b>							
Personnel services							
Direct salaries	4,210	5,743	31,917	30,087	-	42,357	740
Fringe benefits	1,986	2,709	15,055	14,191	-	19,979	349
<b>Total personnel services</b>	<b>6,196</b>	<b>8,452</b>	<b>46,972</b>	<b>44,278</b>	<b>-</b>	<b>62,336</b>	<b>1,089</b>
Operating expenditures	497	611	16,328	19,248	72,690	4,150	5,190
Indirect cost							
Cost allocation plan	3,191	4,353	24,191	22,803	-	32,103	561
<b>Total expenditures</b>	<b>9,884</b>	<b>13,416</b>	<b>87,491</b>	<b>86,329</b>	<b>72,690</b>	<b>98,589</b>	<b>6,840</b>
Excess (deficiency) of revenues over (under) expenditures	-	-	(15,981)	(17,330)	-	(14,262)	-
<b>OTHER FINANCING SOURCES</b>							
Transfers	-	-	15,981	17,330	-	14,262	-
<b>NET CHANGE IN FUND BALANCES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT BEGINNING</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES AT END</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

<b>PY14 WIA Adult</b>	<b>FY15 WIA Adult</b>	<b>PY15 WIA Adult</b>	<b>FY16 WIA Adult</b>	<b>PY14 WIA D/W</b>	<b>FY15 WIA D/W</b>	<b>PY14 Youth</b>	<b>PY15 Youth</b>	<b>Ex-Offender Re-entry</b>
\$ 15,977	\$ 1,185,077	\$ 102,135	\$ 157,265	\$ 218,767	\$ 496,344	\$ 710,993	\$ 621,710	\$ 916
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
15,977	1,185,077	102,135	157,265	218,767	496,344	710,993	621,710	916
10,014	297,644	34,910	4,356	81,569	160,711	89,738	32,085	-
4,724	140,392	16,466	2,055	38,475	75,804	42,329	15,134	-
14,738	438,036	51,376	6,411	120,044	236,515	132,067	47,219	-
1,242	747,041	50,759	150,854	98,723	259,829	578,926	574,491	916
-	-	-	-	-	-	-	-	-
15,980	1,185,077	102,135	157,265	218,767	496,344	710,993	621,710	916
(3)	-	-	-	-	-	-	-	-
3	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

	<u>Other</u>	<u>Total</u>
<b>REVENUES</b>		
Federal	\$ 10,389	\$ 7,599,506
State	13,479	2,311,277
Local	42,737	88,737
Miscellaneous	<u>2,782</u>	<u>199,142</u>
Total revenues	<u>69,387</u>	<u>10,198,662</u>
<b>EXPENDITURES</b>		
Personnel services		
Direct salaries	21,136	2,051,127
Fringe benefits	<u>9,970</u>	<u>819,294</u>
Total personnel services	31,106	2,870,421
Operating expenditures	26,518	6,777,972
Indirect cost		
Cost allocation plan	<u>16,020</u>	<u>777,579</u>
Total expenditures	<u>73,644</u>	<u>10,425,972</u>
Excess (deficiency) of revenues over (under) expenditures	(4,257)	(227,310)
<b>OTHER FINANCING SOURCES</b>		
Transfers	<u>4,229</u>	<u>254,843</u>
<b>NET CHANGE IN FUND BALANCES</b>	(28)	27,533
<b>FUND BALANCES AT BEGINNING</b>	<u>8,118</u>	<u>16,197</u>
<b>FUND BALANCES AT END</b>	<u>\$ 8,090</u>	<u>\$ 43,730</u>



**STATE COMPLIANCE SECTION**

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**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF EMPLOYEE BENEFIT COST POOL –  
PROVISIONAL AND ACTUAL RATES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Provisional</u>	<u>Actual</u>
Released time	\$ 340,967	\$ 352,405
Fringe benefits		
Retirement benefits	114,870	114,056
Payroll taxes	192,194	190,093
Group insurance and workers compensation	375,880	369,637
Total fringe benefits	<u>682,944</u>	<u>673,786</u>
Employee benefits available for allocation	<u>\$ 1,023,911</u>	<u>\$ 1,026,191</u>

**COMPUTATION OF EMPLOYEE BENEFIT RATES**

Gross salaries	\$ 2,512,344	\$ 2,528,010
Less: released time	<u>(340,967)</u>	<u>(352,405)</u>
Allocation base - chargeable salaries	<u>\$ 2,171,377</u>	<u>\$ 2,175,605</u>
Employee benefit rates	<u>47.15%</u>	<u>47.17%</u>

**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF INDIRECT COST POOL –  
PROVISIONAL AND ACTUAL RATES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Provisional</u>	<u>Actual</u>
Salaries and wages	\$ 381,699	\$ 382,026
Released time and fringe benefits	179,990	180,194
Travel	14,000	14,787
Per diem and fees	44,000	18,476
Utilities	23,300	23,371
Telecommunications	26,775	26,929
Membership and subscription	2,831	2,831
Insurance and bonding	50,853	50,853
Repairs and maintenance	20,250	31,955
Supplies and materials	16,900	16,983
Rentals	8,000	8,298
Unemployment benefits	8,580	8,580
Depreciation	44,912	44,912
Other	6,906	10,296
Total indirect expenses	<u>828,996</u>	<u>820,491</u>
Indirect expenses available for allocation	<u>\$ 828,996</u>	<u>\$ 820,491</u>

**COMPUTATION OF INDIRECT COST RATES**

Direct chargeable salaries	\$ 1,080,661	\$ 1,082,551
Direct fringe and release time	<u>509,585</u>	<u>510,619</u>
Allocation base - direct personnel costs	<u>\$ 1,590,246</u>	<u>\$ 1,593,170</u>
Indirect cost rates	<u>52.13%</u>	<u>51.50%</u>

**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF CITY/COUNTY DUES AND ASSESSMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<u>Balance due June 30, 2015</u>	<u>FY' 16 dues amount</u>	<u>Total billed for FY' 16</u>	<u>Amount collected for FY' 16</u>	<u>Balance due June 30, 2016</u>
<b>GOVERNMENT</b>					
Butts County	\$ -	\$ 17,470	\$ 17,470	\$ 17,470	\$ -
Jackson	-	4,891	4,891	4,891	-
Jenkinsburg	-	368	368	368	-
Flovilla	-	639	639	639	-
Carroll County	-	114,093	114,093	114,093	-
Coweta County	-	90,986	90,986	90,986	-
Grantville	-	3,145	3,145	3,145	-
Haralson	-	173	173	173	-
Moreland	-	418	418	418	-
Newnan	-	36,203	36,203	36,203	-
Senoia	-	3,959	3,959	3,959	-
Sharpsburg	-	351	351	351	-
Turin	-	336	336	336	-
Heard County	-	9,810	9,810	9,810	-
Centralhatchee	-	397	397	397	-
Ephesus	-	422	422	422	-
Franklin	-	974	974	974	-
Lamar County	-	10,833	10,833	10,833	-
Aldora	-	103	103	103	-
Barnesville	-	6,670	6,670	6,670	-
Milner	-	601	601	601	-
Meriwether County	-	13,911	13,911	13,911	-
Gay	-	86	86	86	-
Greenville	-	863	863	863	-
Lone Oak	-	89	89	89	-
Luthersville	-	828	828	828	-
Manchester	-	4,099	4,099	4,099	-
Warm Springs	-	410	410	410	-
Woodbury	-	912	912	912	-
Pike County	-	17,784	17,784	17,784	-
Spalding County	-	40,659	40,659	40,659	-
Griffin	-	23,329	23,329	23,329	-
Troup County	353	32,052	32,052	32,405	-
Hogansville	-	3,090	3,090	3,090	-
LaGrange	-	30,557	30,557	30,557	-
West Point	-	3,770	3,770	3,770	-
Upson County	-	17,304	17,304	17,304	-
Thomaston	-	8,952	8,952	8,952	-
	<u>\$ 353</u>	<u>\$ 501,537</u>	<u>\$ 501,537</u>	<u>\$ 501,890</u>	<u>\$ -</u>

**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF REVENUES EARNED AND MATCHING FUNDS APPLIED  
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	Contract Balance as of July 1, 2015	Current Year Grant Awards	Total Funds Available	Matching Percent	Total Program Costs Current Year	Revenue Earned	Required Match Applied	Other	Contract Balance as of June 30, 2016
ARC 2015	\$ 13,566	\$ -	\$ 13,566	50%	\$ 33,580	\$ 13,566	\$ 20,014	\$ -	\$ -
ARC 2016	-	32,184	32,184	50%	24,512	12,256	12,256	-	19,928
EDA Planning	24,222	-	24,222	40%	81,310	24,222	16,148	40,940	-
DOT Planning	-	42,960	42,960	20%	26,941	21,553	5,388	-	21,407
DOT Planning RPTP	-	30,850	30,850	0%	36,632	29,305	7,326	-	1,544
DOT 5311	-	444,371	444,371	50%	462,810	444,371	-	46,000	27,561
JARC Mobility	140,850	-	140,850	15%	98,589	84,327	14,262	-	56,523
DHS - Aging Contract	-	5,320,842	5,320,842	varies	5,613,420	5,318,841	261,233	33,315	1,970
Crescent Village	19,096	-	19,096	5%	11,106	8,324	2,782	-	10,772
NW GA RC GA Cares	-	96,537	96,537	0%	96,536	96,531	-	5	6
MIPPA Ship Ga Cares	4,369	59,953	64,322	0%	64,311	64,311	-	-	11
Evidenced Based Falls Prevention	2,340	4,500	6,840	0%	6,840	6,840	-	-	-
DHS - Transportation	-	2,476,428	2,476,428	varies	2,306,034	2,402,942	40,613	-	211,007
Coweta 5311 Grant Administration	-	12,000	12,000	0%	12,799	12,000	-	799	-
DCA State	-	174,984	174,984	10%	210,580	174,984	19,443	16,153	-
DNR Historic Preservation	4,091	-	4,091	0%	4,580	4,091	-	489	-
FY 15 Adult 10/1/14-6/30/16	805,288	380,000	1,185,288	0%	1,185,077	1,185,077	-	-	211
PY 14 Adult 07/1/14-6/30/16	15,977	-	15,977	0%	15,977	15,977	-	-	-
FY16 Adult 10/1/15-6/30/17	-	1,214,625	1,214,625	0%	157,265	157,265	-	-	1,057,360
PY15 Adult 07/01/15-06/30/17	-	110,769	110,769	0%	102,136	102,136	-	-	8,633
FY 15 Dislocated Worker 10/1/14-6/30/16	1,354,518	(380,000)	974,518	0%	488,404	488,404	-	-	486,114
PY 14 Dislocated Worker 7/1/14-6/30/16	222,175	-	222,175	0%	218,767	218,767	-	-	3,408
PY 15 Dislocated Worker 7/1/15-6/30/17	-	244,082	244,082	0%	84	84	-	-	243,998
FY15 Rapid Response	-	127,785	127,785	0%	7,940	7,940	-	-	119,845
PY14 Youth 7/1/14-6/30/16	760,993	(50,000)	710,993	0%	710,993	710,993	-	-	-
PY 15 Youth 07/1/15-06/30/16	-	1,357,076	1,357,076	0%	621,711	621,711	-	-	735,365
FY 14 Ex-Offender Re-Entry Pilot Program	916	-	916	0%	916	916	-	-	-
	<u>\$ 3,368,401</u>	<u>\$ 11,699,946</u>	<u>\$ 15,068,347</u>		<u>\$ 12,599,850</u>	<u>\$ 12,227,734</u>	<u>\$ 399,465</u>	<u>\$ 137,701</u>	<u>\$ 3,005,663</u>

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**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF REVENUES EARNED AND MATCHING FUNDS APPLIED  
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	<b>Contract Balance as of July 1, 2015</b>	<b>Current Year Grant Awards</b>	<b>Total Funds Available</b>	<b>Matching Percent</b>	<b>Total Program Costs Current Year</b>	<b>Revenue Earned</b>	<b>Required Match Applied</b>	<b>Other</b>	<b>Contract Balance as of June 30, 2016</b>
<u>Local</u>									
Villa Rica EIP Admin	\$ 2,478	\$ -	\$ 2,478	0%	\$ -	\$ -	\$ -	\$ -	\$ 2,478
Hogansville TE	3,294	-	3,294	0%	-	-	-	-	3,294
Moreland TE	13,383	-	13,383	0%	-	-	-	-	13,383
Thanks Mom and Pop	1,434	-	1,434	0%	1,434	1,434	-	-	-
Contributions for Elderly Serv.	760	12,854	13,614	0%	11,033	11,033	-	-	2,581
Spalding Co. PDM Admin	-	22,000	22,000	0%	13,416	13,416	-	-	8,584
Lamar Co. PDM Admin	14,987	-	14,987	0%	9,884	9,884	-	-	5,103
Spalding CSBG 15/16	2,156	-	2,156	0%	5,582	2,156	-	3,427	1
Spalding CSBG 16/17	27,070	-	27,070	0%	19,087	19,087	-	-	7,983
	<u>\$ 65,562</u>	<u>\$ 34,854</u>	<u>\$ 100,416</u>		<u>\$ 60,436</u>	<u>\$ 57,010</u>	<u>\$ -</u>	<u>\$ 3,427</u>	<u>\$ 43,407</u>

**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF STATE CONTRACTUAL ASSISTANCE  
(Including Federal Pass Through Assistance)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

Program	Contract number	Revenue	Expenditures	Amount Due From State
Department of Community Affairs	N/A	\$ 174,984	\$ 210,580	\$ 43,746
DOT 5311	T005099	444,371	462,810	110,996
DOT Planning for Transit System Mgmt	T005426	29,305	36,632	6,533
DOT Highway Safety Improvement Program	PI 0013550	21,553	26,941	3,580
DHS Aging contract	42700-373-0000039956	5,318,841	5,613,420	956,192
DHS Village Contract	42700-373-0000014552	8,324	11,106	(10,772)
DHS MIPPA	42700-373-0000047013	64,311	64,311	29,966
DHS Fall Prevention Program	42700-373-0000045526	6,840	6,840	4,499
DHR Coordinated Transportation	42700-362-0000023681	2,402,942	2,306,034	198,451
JARC Mobility	T005113	84,327	98,589	34,490
DNR Historic Preservation		4,091	4,580	4,092
Governor's Office of Workforce Development				
FY 16 Adult	11-15-16-04-008	157,265	157,265	157,265
FY15 Rapid Response	44-14-15-04-008	7,940	7,940	192
PY15 Adult	11-15-15-04-008	102,136	102,136	2,490
PY15 Dislocated Worker	01-15-15-04-008	84	84	84
PY15 Youth	15-15-15-04-008	621,711	621,711	359,141
FY 15 Adult 10/1/14-6/30/16	11-14-15-04-008	1,185,077	1,185,077	470,931
PY14 Adult 07/01/14-06/30/16	11-14-174-04-080	15,977	15,977	621
FY15 Dislocated Worker	31-14-15-04-008	488,404	488,404	288,680
PY14 Dislocated Worker	31-14-14-04-080	218,767	218,767	(3,408)
PY14 Youth	15-14-14-04-008	710,993	710,993	126,023
FY14 Ex-Offender Re-Entry Pilot Program		916	916	-
		<u>\$ 12,069,159</u>	<u>\$ 12,351,113</u>	<u>\$ 2,783,792</u>



**Uniform Guidance Section**

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**INDEPENDENT AUDITORS' 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***

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**INDEPENDENT AUDITORS' 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**

The Council Members  
Three Rivers Regional Commission

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Three Rivers Regional Commission (the "Commission") as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the Commission's basic financial statements, and have issued our report thereon dated December 15, 2016.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the 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 Commission's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 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 Commission's financial statements are free of 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**

The 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 purposes.

*Warren Averett, LLC*

Atlanta, Georgia  
December 15, 2016

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

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

The Council Members  
Three Rivers Regional Commission

**Report on Compliance for Each Major Federal Program**

We have audited Three Rivers Regional Commission's (the "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 Commission's major federal programs for the year ended June 30, 2016. The Commission's major federal programs are identified in the summary of auditors' 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 program.

**Auditors' Responsibility**

Our responsibility is to express an opinion on compliance for each of the 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 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 Commission's compliance.

### **Opinion on Each Major Federal Program**

In our opinion, the Commission complied, in all material respects, with the types of 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 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 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 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.

*Warren Averett, LLC*

Atlanta, Georgia  
December 15, 2016

**THREE RIVERS 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	Pass-Through Entity Identifying Number	CFDA Number	Federal Expenditures	Subrecipient Expenditures
<b>U.S. Department of Commerce</b>				
Economic Development Support for Planning Organizations	04-83-06895	11.302	\$ 24,222	
<b>U.S. Department of Transportation</b>				
Formula Grants for Rural Areas	T005099	20.509	\$ 456,371	\$ 408,871
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	GA-80-X009-02	20.505	29,305	
JARC Mobility	T005113	20.516	<u>78,871</u>	564,547
Highway Planning and Construction Cluster Passed through State Department of Transportation Highway Research and Development Program	PI 0013291	20.205		<u>21,554</u>
Total U.S. Department of Transportation				586,101
<b>U.S. Department of Health and Human Services</b>				
Passed through State Department of Human Resources				
Coordinated Transportation				
Transit Services Programs Cluster				
Enhanced Mobility of Seniors and Individuals				
with Disabilities	42700-362-0000023681	20.513	359,765	359,765
Job Access and Reverse Commute	42700-362-0000023681	20.516	112,078	112,078
New Freedom Program	42700-362-0000023681	20.521	<u>167,529</u>	639,372
Vocational Rehabilitation for Disable Veterans	42700-362-0000023681	84.126	25,801	25,801
Social Services Block Grant	42700-362-0000023681	93.667	326,439	191,293
Temporary Assistance for Needy Families	42700-362-0000023681	93.558	<u>111,966</u>	111,966
Total Coordinated Transportation				1,103,578
Aging Services				
Aging Cluster				
Special Programs for the Aging - Title III Part B	42700-373-0000030515	93.044	** 342,954	342,954
Special Programs for the Aging - Title III Part B	42700-362-0000023681	93.044	** 82,447	65,859
Special Programs for the Aging - Title III Part C	42700-373-0000030515	93.045	** 912,254	912,254
Nutrition Services Incentive Program	42700-373-0000030515	93.053	<u>** 232,716</u>	1,570,371
Medical Assistance Program	42700-373-0000030515	93.778	** 764,210	580,396
Social Services Block Grant	42700-373-0000030515	93.667	11,231	1,816
Special Programs for the Aging - Title VII	42700-373-0000030515	93.042	62,581	17,092
Special Programs for the Aging - Title III Part D	42700-373-0000030515	93.043	30,513	
Senior Community Service Employment Program	42700-373-0000030515	17.235	430,174	
National Family Caregiver Support - Title III Part E	42700-373-0000030515	93.052	186,553	126,350
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	42700-373-0000030515	93.779	138,444	
Affordable Care Act - Expansion of Physician Assistant Patients and Providers	42700-373-0000030515	93.514	45,328	

Continued

**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Pass-Through Entity Identifying Number</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>	<u>Subrecipient Expenditures</u>
Aging Services - Continued				
Affordable Care Act - Medicare Improvements for Patients and Providers	42700-373-0000030515	93.518	\$ 64,311	
Special Programs for the Aging - Title IV and II Discretionary Projects	42700-373-0000030515	93.048	8,324	
Money Follows the Person	42700-373-0000030515	93.791	140,509	\$ 12,399
Total Aging Services			<u>1,882,178</u>	<u>\$ 12,399</u>
			<u>3,370,102</u>	
Total U.S. Department of Health and Human Services			4,556,127	
<b>Department of Labor</b>				
Workforce Investment Act Cluster				
WIA Adult Program	11-14-14-04-080	17.258	15,977	15,977
WIA Adult Program	11-14-15-04-009	17.258	1,185,077	479,925
WIA Adult Program	11-15-15-04-008	17.258	102,136	
WIA Adult Program	11-15-16-04-008	17.258	157,265	
WIA Adult Program	55-13-14-04-008	17.258	916	
WIA Youth Activities	15-14-14-04-080	17.259	710,993	710,993
WIA Youth Activities	15-15-14-04-080	17.259	621,711	393,504
WIA Dislocated Worker Formula Grants	31-14-14-04-080	17.278	218,767	210,329
WIA Dislocated Worker Formula Grants	31-14-15-04-008	17.278	488,404	
WIA Dislocated Worker Formula Grants	31-15-15-04-008	17.278	84	
WIA Rapid Response Program	44-14-15-04-008	17.278	7,940	
			<u>3,509,270</u>	
<b>U.S. Department of Homeland Security</b>				
Contract with Lamar County for Pre-Disaster Mitigation Plan				
	N/A	97.047	23,300	
<b>Appalachian Regional Commission</b>				
Appalachian Local Evelopment District Assistance				
	GA-0701-H-C6-16	23.009	12,257	
	GA-0701-H-C5-15	23.009	13,566	25,823
			<u>8,724,843</u>	<u>5,461,576</u>

\*\* - Denotes major program

The accompanying note is an integral part of this schedule.

**THREE RIVERS REGIONAL COMMISSION  
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
JUNE 30, 2016**

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**1. BASIS OF PRESENTATION AND SUMMARY OF  
SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Presentation**

The accompanying schedule of expenditures of federal awards presents the activity of all federal financial assistance programs of Three Rivers Regional Commission (the "Commission") is presented using the accrual basis of accounting. Expenditures of federal awards are recognized as incurred. The reporting entity is defined in Note 1 – Reporting Entity to the Commission's basic financial statements. Federal financial assistance received directly from federal agencies and federal assistance passed through other government agencies are included on this schedule.

The information reported on this schedule is presented in accordance with the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the Commission, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Commission.

**Funding Sources**

Special Programs for the Aging - Title III Part B and the Social Services Block Grant within the Coordinated Transportation and Aging Services contracts were combined for major program determination. For major program determination, total expenditures for the Social Services Block Grant are \$337,670.

**Indirect Cost Rate**

The Commission has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

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**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2016**

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**SECTION I – SUMMARY OF AUDITORS’ RESULTS**

**Financial Statements**

Type of auditors’ report issued:	Unmodified
Internal control over financial reporting:	
• Material weakness identified?	No
• Significant deficiency identified that is not considered to be a material weakness?	None reported
Noncompliance material to financial statements noted?	No

**Federal Awards**

Internal control over major programs:	
• Material weakness identified?	No
• Significant deficiency identified that is not considered to be a material weakness?	None reported
•	
Type of auditors’ report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No

**Identification of Major Programs**

<u>CFDA Number</u>	<u>Name of Federal Program</u>	
93.044, 93.045 and 93.053 93.778	Aging Services Programs Cluster Medical Assistance Program	
Dollar threshold used to distinguish between type A and type B programs:		\$ 750,000
Auditee qualified as low-risk auditee?		Yes



**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2016**

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**SECTION II – FINANCIAL STATEMENT FINDINGS**

No matters are reported as financial statement findings or questioned costs related to the financial statements reported in accordance with *Government Auditing Standards* for the year ended June 30, 2016.

**SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

No matters are reported as Uniform Guidance findings or questioned costs related to the financial statements reported in accordance with *Government Auditing Standards* for the year ended June 30, 2016.

**SECTION IV – STATUS OF PRIOR PERIOD FINDINGS AND QUESTIONED COSTS**

There were no findings or questioned costs.