



**FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REPORT**

**June 30, 2017**



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**THREE RIVERS REGIONAL COMMISSION  
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JUNE 30, 2017**

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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, 2017, 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, 2017, 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-11 and B-35 through B-40, 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.



*Other Reporting Required by Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated December 14, 2017, 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 14, 2017

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

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**THREE RIVERS REGIONAL COMMISSION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2017 AND 2016**

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As management of the Three Rivers Regional 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, 2017. The Commission'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 \$2,916,577 (net position). Of this amount, \$2,426,059 (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 increased by \$255,934 during this fiscal year. As of June 30, 2017, total net assets consisted of \$450,318 invested in capital assets, net of related debt, \$40,200 restricted for debt service and \$2,426,059 unrestricted.

General Fund revenues for the year were \$542,959. Of this amount, \$260,802 was transferred to other funds to cover matching requirements and unfunded expenses. The General Fund's unassigned balance increased by \$47,422.

The Special Revenue Fund's assigned fund balance increased by \$208,512.

At the end of the fiscal year, unassigned fund balance for the general fund was \$1,385,231 or nine and half percent (9.5%) of total governmental fund expenditures. The Commission has \$40,200 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.

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).

**THREE RIVERS REGIONAL COMMISSION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2017 AND 2016**

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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-14 and B-15 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, transportation program, Community Care Services Program and Workforce Investment FY16 Adult, Dislocated Worker and PY16 Youth funds. 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 2017. Six (6) of these funds are considered major: general fund, transportation program, Community Care Services Program, and Workforce Investment funds FY16 Adult, and the Dislocated Worker and PY16 Youth 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 schedules have been provided as required supplementary information to demonstrate compliance with this budget. The budgetary comparison schedules can be found on pages B-35 through B-40 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'S DISCUSSION AND ANALYSIS  
JUNE 30, 2017 AND 2016**

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**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, 2017, the Commission's assets exceeded liabilities by \$2,916,577. Approximately 15%, or \$450,318, 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.

On July 1, 2016 the lease with the City of Griffin, for the office located at 120 North Hill Street, was amended and the Commission was allowed to purchase the building for \$1. This agreement had the building being paid off one year earlier than original contract stated in exchange that repairs and renovation be paid by the Commission. The Commission began renovating the building in July of 2016. Additionally, there is an outstanding debt of \$166,780 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.

The following table reflects the condensed Statement of Net Position for the years ended June 30, 2017 and 2016.

	<u>June 30, 2017</u>	<u>June 30, 2016</u>
Current and other assets	\$ 5,138,737	\$ 4,114,861
Capital assets, net	617,098	678,110
<b>TOTAL ASSETS</b>	<u>\$ 5,755,835</u>	<u>\$ 4,792,971</u>
Current Liabilities	\$ 2,712,678	\$ 1,965,647
Noncurrent Liabilities	126,580	166,681
<b>TOTAL LIABILITIES</b>	<u>\$ 2,839,258</u>	<u>\$ 2,132,328</u>
Net Position:		
Invested in capital assets net of related debt	\$ 450,318	\$ 444,018
Restricted for debt service	40,200	67,865
Unrestricted	2,426,059	2,148,760
<b>TOTAL NET POSITION</b>	<u>\$ 2,916,577</u>	<u>\$ 2,660,643</u>

**THREE RIVERS REGIONAL COMMISSION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2017 AND 2016**

The balance of unrestricted net position of \$2,426,059 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 \$255,934 are completely from governmental activities.

The following table illustrates the key elements of this increase for the years ended June 30, 2017 and 2016.

	<u>June 30, 2017</u>	<u>June 30, 2016</u>
Program revenues		
Operating grants	\$ 14,300,332	\$ 12,642,218
General revenues		
Regional appropriations	505,618	501,537
Interest income	2,733	1,618
Miscellaneous income	34,608	2,059
Total revenues	<u>14,843,291</u>	<u>13,147,432</u>
Program expenses		
General government	234,735	140,708
Aging programs	6,254,350	5,876,399
Transportation programs	2,878,662	2,943,504
Workforce programs	4,784,493	3,509,570
Economic development	181,430	139,401
Planning development	209,917	210,581
Community service	39,124	47,971
Historic preservation	4,646	4,580
Total expenses	<u>14,587,357</u>	<u>12,872,714</u>
Change in Net Position	255,934	274,718
Net Position, Beginning of Year	<u>2,660,643</u>	<u>2,385,925</u>
<b>NET POSITION, END OF YEAR</b>	<u><u>\$ 2,916,577</u></u>	<u><u>\$ 2,660,643</u></u>

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



**THREE RIVERS REGIONAL COMMISSION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2017 AND 2016**

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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 and ending fund balance of \$2,305,836 an increase of \$255,934 for the current year.

The Commission experienced an increase in its General Fund's fund balance of \$47,422. This increase is attributable to an increase in miscellaneous income.

During the current fiscal year, the Commission also experienced an increase in Special Revenue Funds' fund balance of \$208,512. When added to the previous year's fund balance, total fund balances in the special revenue funds for the year ending June 30, 2017 were \$880,405. This amount is attributable to the Commission's transportation programs. There is \$767,895 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 based 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, 2017.

**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 \$30,592 more in revenue than was budgeted. Expenditures were under budget by \$8,889 and transfers were over by \$41,356 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 \$47,422.

**THREE RIVERS REGIONAL COMMISSION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2017 AND 2016**

A review of the Transportation Program shows a difference between budgeted and actual expenditures. Expenditures were over budget by \$674; revenue of \$10,406 over budget was earned resulting in an increase in fund balance of \$139,732.

The Community Care Services Program Fund does not show a difference between budgeted and actual resulting in no increase or decrease in the fund balance.

The FY16 WIA Adult Fund received \$42 more in revenue than was budgeted. Expenditures were over budget by the same amount of \$42 resulting in no increase or decrease in the fund balance.

The FY16 WIA Dislocated Worker Fund received \$302,314 more in revenue than was budgeted. Expenditures were over budget by the same amount of \$302,314 resulting in no increase or decrease in the fund balance.

The PY16 Youth Out of School Fund received \$545,831 more in revenue than was budgeted. Expenditures were over budget by the same amount of \$545,831 resulting in no increase or decrease in the fund balance.

**Capital Asset Administration**

**Capital Assets**

The Commission's investment in capital assets for its governmental type activities as of June 30, 2017, amounts to \$617,098 (net of accumulated depreciation). This investment in capital assets includes equipment and building.

Capital assets of the Commission as of June 30, 2017 and 2016:

	<b>June 30, 2017</b>			
	<b>Building - Griffin</b>	<b>Building - Franklin</b>	<b>Equipment</b>	<b>Total</b>
Capital assets	\$ 600,000	\$ 781,029	\$ 190,641	\$ 1,571,670
Less accumulated depreciation	(300,000)	(475,467)	(179,105)	(954,572)
<b>NET CAPITAL ASSETS</b>	<b>\$ 300,000</b>	<b>\$ 305,562</b>	<b>\$ 11,536</b>	<b>\$ 617,098</b>
	<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>

For more information, you may refer to Note 8, Changes in Capital Assets.

**THREE RIVERS REGIONAL COMMISSION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2017 AND 2016**

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**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 \$293,586. The majority of this amount, \$166,780 is owed to the Heard County Development Authority for renovations and building addition to the Franklin office. This is a 12-year loan agreement with a 6% interest rate. When the final loan payment is made, the building may be purchased for \$10.

The agreement with the City of Griffin for the Griffin office was amended to end one year earlier than the original lease. In exchange, the Commission agreed to pay for necessary repairs to the building. The Commission purchased the building for one dollar (\$1) in July 2016.

The remaining \$126,806 is owed to pay employees accrued annual leave. During the year the capital leases decreased by \$67,312 and compensated absences decreased by \$8,211 due mainly to the termination and retirement of several staff.

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.

Long-term liabilities and compensated absences of the Commission as of June 30, 2017 and 2016:

	<u>June 30, 2017</u>	<u>June 30, 2016</u>
Capital leases	\$ 166,780	\$ 234,092
Compensated absences	126,806	135,017
<b>TOTAL</b>	<u>\$ 293,586</u>	<u>\$ 369,109</u>

Compensated Absences accounted for 43% of the total long-term liabilities and capital leases made up 57%. For more information, you may refer to Note 10, Long-Term Liabilities.

**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. The Council has the sole authority to increase this amount if such circumstances warrant it.

**THREE RIVERS REGIONAL COMMISSION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2017 AND 2016**

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With constant changes in both the programmatic and financial requirements for state and federal programs, the Commission's staff faces challenges of always being in compliance. A couple of the growing trends include: aging programs are focusing on helping the elderly stay in their homes, and the workforce grants emphasize helping people to train and/or find new jobs. It is important that the staff at every level remain up-to-date on regulations or requirements of our local governments to help them plan for present and future generations for housing, zoning, infrastructure, and transportation needs of the populations they serve.

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

**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.

## **BASIC FINANCIAL STATEMENTS**

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**THREE RIVERS REGIONAL COMMISSION  
STATEMENT OF NET POSITION  
JUNE 30, 2017**

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Current assets	
Cash and cash equivalents	\$ 2,170,542
Due from other governments	2,844,825
Prepaid expenses	123,370
	5,138,737
Noncurrent assets	
Capital assets, net	617,098
	617,098
<b>TOTAL ASSETS</b>	<b>\$ 5,755,835</b>
<b>LIABILITIES</b>	
Current liabilities	
Accounts payable	\$ 2,250,743
Accrued liabilities	190,990
Unearned revenue	103,939
Compensated absences	126,806
Capital lease payable, current portion	40,200
	2,712,678
Noncurrent liabilities	
Compensated absences	-
Capital lease payable	126,580
	126,580
<b>TOTAL LIABILITIES</b>	<b>2,839,258</b>
<b>NET POSITION</b>	
Net investment in capital assets	450,318
Restricted for debt service	40,200
Unrestricted	2,426,059
	2,916,577
<b>TOTAL NET POSITION</b>	<b>2,916,577</b>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<b>\$ 5,755,835</b>

See notes to the financial statements.

**THREE RIVERS REGIONAL COMMISSION  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Program Revenues</u>				<b>Total Governmental Activities</b>
	<u>Expenses</u>	<u>Charges for Service</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
<b>FUNCTIONS/PROGRAMS</b>					
<b>PRIMARY GOVERNMENT</b>					
Governmental activities					
General government	\$ 234,735	\$ -	\$ -	\$ -	\$ (234,735)
Aging programs	6,254,350	-	6,135,245	-	(119,105)
Transportation programs	2,878,662	-	3,058,681	-	180,019
Workforce Investment Act	4,784,493	-	4,784,499	-	6
Economic development	181,430	-	97,735	-	(83,695)
Planning development	209,917	-	174,884	-	(35,033)
Community service	39,124	-	45,197	-	6,073
Historic preservation	4,646	-	4,091	-	(555)
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 14,587,357</b>	<b>\$ -</b>	<b>\$ 14,300,332</b>	<b>\$ -</b>	<b>(287,025)</b>
General Revenues					
Regional appropriations					505,618
Interest income					2,733
Miscellaneous income					34,608
Change in Net Assets					255,934
Net Position, Beginning of Year					2,660,643
<b>NET POSITION, END OF YEAR</b>					<b>\$ 2,916,577</b>

See notes to the financial statements.



**THREE RIVERS REGIONAL COMMISSION  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2017**

	Major Funds						Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	Transportation Program Fund	Community Care Services Program Fund	FY 16 WIA Adult Fund	FY 16 WIA D/W Fund	PY16 Youth Out of School Fund		
<b>ASSETS</b>								
Cash and cash equivalents	\$ 183,251	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 183,251
Due from other governments	1,084	198,586	358,500	55,846	447,028	76,246	1,707,535	2,844,825
Due from other funds	1,241,254	569,480	-	-	-	-	-	1,810,734
<b>TOTAL ASSETS</b>	<b>\$ 1,425,589</b>	<b>\$ 768,066</b>	<b>\$ 358,500</b>	<b>\$ 55,846</b>	<b>\$ 447,028</b>	<b>\$ 76,246</b>	<b>\$ 1,707,535</b>	<b>\$ 4,838,810</b>
<b>LIABILITIES AND FUND BALANCES</b>								
<b>LIABILITIES</b>								
Accounts payable	\$ -	\$ 171	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 171
Accrued liabilities	158	-	-	-	-	-	131,145	131,303
Unearned revenue	-	-	-	-	-	-	103,939	103,939
Due to other funds	-	-	358,500	55,846	447,028	76,246	1,359,941	2,297,561
<b>TOTAL LIABILITIES</b>	<b>158</b>	<b>171</b>	<b>358,500</b>	<b>55,846</b>	<b>447,028</b>	<b>76,246</b>	<b>1,595,025</b>	<b>2,532,974</b>
<b>FUND BALANCES</b>								
Restricted for debt service	40,200	-	-	-	-	-	-	40,200
Assigned for transportation programs	-	767,895	-	-	-	-	112,510	880,405
Unassigned	1,385,231	-	-	-	-	-	-	1,385,231
<b>TOTAL FUND BALANCES</b>	<b>1,425,431</b>	<b>767,895</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>112,510</b>	<b>2,305,836</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 1,425,589</b>	<b>\$ 768,066</b>	<b>\$ 358,500</b>	<b>\$ 55,846</b>	<b>\$ 447,028</b>	<b>\$ 76,246</b>	<b>\$ 1,707,535</b>	<b>\$ 4,838,810</b>
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								\$ 2,305,836
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								610,741
<b>NET POSITION, GOVERNMENTAL ACTIVITIES</b>								<b>\$ 2,916,577</b>

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, 2017**

	Major Funds						Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	Transportation Program Fund	Community Care Services Program Fund	FY 16 WIA Adult Fund	FY 16 WIA D/W Fund	PY16 Youth Out of School Fund		
<b>REVENUES</b>								
Local governmental dues	\$ 505,618	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 505,618
Grant contracts								
Federal	-	1,077,509	656,176	1,057,360	997,713	831,132	5,682,947	10,302,837
State	-	68,944	656,175	-	-	-	1,743,252	2,468,371
Local grants	-	1,174,835	-	-	-	-	107,869	1,282,704
Program income	-	41,509	-	-	-	-	-	41,509
Other revenues								
Interest income	2,733	-	-	-	-	-	-	2,733
Miscellaneous	34,608	-	-	-	-	-	204,911	239,519
Total revenues	542,959	2,362,797	1,312,351	1,057,360	997,713	831,132	7,738,979	14,843,291
<b>EXPENDITURES</b>								
Current								
Direct								
General government	201,386	-	-	-	-	-	-	201,386
Transportation programs	-	2,205,553	-	-	-	-	596,630	2,802,183
Aging programs	-	-	1,262,230	-	-	-	4,356,752	5,618,982
Workforce Investment Act	-	-	-	1,057,360	997,713	831,132	1,898,990	4,785,195
Economic development	-	-	-	-	-	-	124,227	124,227
Planning development	-	-	-	-	-	-	133,468	133,468
Community service	-	-	-	-	-	-	23,374	23,374
Historic preservation	-	-	-	-	-	-	3,060	3,060
Indirect								
Cost allocation plan	33,349	17,512	50,121	-	-	-	794,500	895,482
Total expenditures	234,735	2,223,065	1,312,351	1,057,360	997,713	831,132	7,931,001	14,587,357
Excess (deficiency) of revenues over (under) expenditures	308,224	139,732	-	-	-	-	(192,022)	255,934
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	-	-	-	-	-	260,802	260,802
Transfers out	(260,802)	-	-	-	-	-	-	(260,802)
Total other financing sources (uses)	(260,802)	-	-	-	-	-	260,802	-
Net change in fund balances	47,422	139,732	-	-	-	-	68,780	255,934
<b>FUND BALANCES, BEGINNING OF YEAR</b>	1,378,009	628,163	-	-	-	-	43,730	2,049,902
<b>FUND BALANCES, END OF YEAR</b>	\$ 1,425,431	\$ 767,895	\$ -	\$ -	\$ -	\$ -	\$ 112,510	\$ 2,305,836

See notes to the financial statements.

**THREE RIVERS REGIONAL COMMISSION  
STATEMENT OF NET POSITION – PROPRIETARY FUND  
GOVERNMENTAL ACTIVITIES – INTERNAL SERVICE FUND  
JUNE 30, 2017**

<b>ASSETS</b>	
<b>CURRENT ASSETS</b>	
Cash and cash equivalents	\$ 1,987,291
Interfund receivable	547,618
Prepaid expenses	123,376
Total current assets	2,658,285
<b>NONCURRENT ASSETS</b>	
Capital assets	
Building	1,381,029
Equipment	190,641
Less accumulated depreciation	(954,572)
Capital assets, net	617,098
<b>TOTAL ASSETS</b>	<b>\$ 3,275,383</b>
<b>LIABILITIES</b>	
<b>CURRENT LIABILITIES</b>	
Accounts payable, operating	\$ 2,250,572
Accrued liabilities	59,693
Compensated absences, current portion	126,806
Current maturities of capital leases payable	40,200
Interfund payable	60,791
Total current liabilities	2,538,062
<b>NONCURRENT LIABILITIES</b>	
Compensated absences	-
Capital leases payable	126,580
Total noncurrent liabilities	126,580
<b>TOTAL LIABILITIES</b>	2,664,642
<b>NET POSITION</b>	
Net investment in capital assets	450,318
Unrestricted	160,423
<b>TOTAL NET POSITION</b>	610,741
<b>TOTAL LIABILITIES AND NET POSITION</b>	<b>\$ 3,275,383</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, 2017**

<b>OPERATING REVENUES</b>	
Indirect cost recovery	\$ 2,061,102
<b>OPERATING EXPENSES</b>	
Indirect cost pool	
Personnel costs	594,333
Travel	11,689
Per diem and fees	21,217
Telecommunications	90,701
Office repairs and maintenance	13,736
Membership and subscription	6,391
Supplies and materials	16,842
Utilities	23,931
Depreciation	40,446
Insurance and bonding	44,025
Other	32,171
	<u>895,482</u>
<b>FRINGE BENEFIT COST POOL</b>	<u>1,165,620</u>
Total operating expenses	<u>2,061,102</u>
<b>CHANGE IN FUND NET POSITION</b>	-
<b>TOTAL NET POSITION AT BEGINNING OF YEAR</b>	<u>610,741</u>
<b>TOAL NET POSITION AT END OF YEAR</b>	<u><u>\$ 610,741</u></u>

See notes to the financial statements.

**THREE RIVERS REGIONAL COMMISSION  
STATEMENT OF CASH FLOWS – PROPRIETARY FUND  
GOVERNMENTAL ACTIVITIES – INTERNAL SERVICE FUND  
JUNE 30, 2017**

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received from interfund services provided	\$ 2,061,102
Cash payments to employees for services	(1,759,953)
Cash received from other receipts	<u>756,540</u>
Net cash provided by operating activities	1,057,689
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Purchase of capital assets	(496)
Principal reduction on capital lease	<u>(37,312)</u>
Net cash used in capital and related financing activities	<u>(37,808)</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	1,019,881
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<u>967,410</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u><u>\$ 1,987,291</u></u>
<b>RECONCILIATION OF EXPENSES IN EXCESS OF REVENUE TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	
Adjustments to reconcile expenses over revenue to net cash used in operating activities:	
Depreciation - direct expense to Aging program (Note 8)	\$ 21,062
Depreciation - allocated through indirect cost pool (Note 8)	40,446
Changes in assets and liabilities:	
Prepaid expenses	26,914
Interfund payable	2,470
Compensated absences	(8,211)
Accrued liabilities	29,942
Accounts payable	<u>945,066</u>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<u><u>\$ 1,057,689</u></u>

See notes to the financial statements.

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2017**

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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, 2017**

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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, 2017**

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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 pooled costs. 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.

Community Care Services Program Fund – A Special Revenue Fund was established to account for federal and state grants used to provide a variety of services to functionally impaired individuals in order to enable them to continue living in their own homes, as an alternative to nursing homes.



**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2017**

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

FY16 WIA Adult Program Fund – A Special Revenue Fund was established to account for federal grants used to support the Commission's workforce investment programs for adults.

FY16 WIA D/W Program Fund – A Special Revenue Fund was established to account for federal grants used to support the Commission's workforce investment programs for dislocated workers.

PY16 Youth Out of School Program Fund – A Special Revenue Fund was established to account for federal and state grants used to support the Commission's workforce investment programs for youths.

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 one year 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."

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2017**

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

**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 grant.

**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.

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2017**

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

**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 Office of Management and Budget (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.

**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 indirect cost rate or employee benefit rate (described in Note 1, Employee Benefits and Compensated Absences). Costs are defined by U.S. OMB 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, 2017**

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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, 2017 was 54.6%.

**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, 2017 was 53.59%. Total compensated absences and employee benefits incurred by the Commission for the year ended June 30, 2017 totaled \$1,165,620.

Using total chargeable salaries of \$2,188,586 as the allocation base, the actual employee benefit rate for the year ended June 30, 2017 was 53.26 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, 2017**

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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, 2017. 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, 2017**

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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, 2017.
- 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 2017-2018 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, 2017.

- 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, 2017.

**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2017**

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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, 2017, the Commission's total contribution was \$32,293. 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 agency-wide 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, 2017**

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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, is not employed by the Commission at June 30, 2017.

**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, 2017 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, 2017, the Commission had approximately \$2,200,000 in deposits with local banks. Of the bank balances, \$250,000 was insured by the FDIC and the remaining \$1,950,000 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, 2017 as follows:

General Fund	\$ 1,084
Transportation Program Fund	198,586
Community Care Services Program Fund	358,500
FY16 WIA Adult Fund	55,846
FY16 WIA D/W Fund	447,028
PY16 Youth Out of School Fund	76,246
Nonmajor Governmental Funds	<u>1,707,535</u>
Due from other governments	<u><u>\$ 2,844,825</u></u>



**THREE RIVERS REGIONAL COMMISSION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2017**

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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, 2017 is as follows:

<u>Receivable Fund</u>		<u>Payable Fund</u>	
General Fund	\$ 1,180,463	Nonmajor Governmental Fund	\$ (1,359,941)
General Fund	60,791	Internal Service Fund	(60,791)
Transportation Program Fund	569,480	Community Care Services Program Fund	(358,500)
Internal Service Fund	547,618	FY16 WIA Adult Fund	(55,846)
	<u>\$ 2,358,352</u>	FY16 WIA D/W Fund	(447,028)
		PY16 Youth Out of School Fund	(76,246)
			<u>\$ (2,358,352)</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, 2017**

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

A reconciliation of transfers for the year ended June 30, 2017 is as follows:

	<b>Transfer In: Nonmajor Governmental Fund</b>
Transfer out:	
General Fund	\$ 260,802

**NOTE 8 – CHANGES IN CAPITAL ASSETS**

Capital asset activity for the government for the fiscal year ended June 30, 2017 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	190,145	496	-	190,641
Total capital assets being depreciated	1,571,174	496	-	1,571,670
Less accumulated depreciation:				
Building	(727,067)	(48,400)	-	(775,467)
Equipment	(165,997)	(13,108)	-	(179,105)
Total accumulated depreciation	(893,064)	(61,508)	-	(954,572)
Governmental activities capital assets, net	\$ 678,110	\$ (61,012)	\$ -	\$ 617,098

Depreciation expense of \$21,062 is charged to the Aging program as the related building is used exclusively for aging services. The remaining \$40,446 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, 2017**

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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 6% of the employee's annual salary as of June 30, 2017. 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, 2017, the Commission contributed \$140,520 to the Plan. Total covered payroll for the year ended June 30, 2017, was \$2,188,586 with a total organization payroll of \$2,543,499. 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 Internal Revenue Service (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. This agreement was further amended to end one year early allowing the Commission to purchase the building for the sum of one dollar on July 1, 2017. The asset value under this capital lease (net of accumulated depreciation of \$30,000) at June 30, 2017 was \$300,000. 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, 2017**

**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 \$475,467) at June 30, 2017 was \$305,562. Current year amortization of capital lease assets, included in depreciation expense, was \$33,400. This lease carries an interest rate of 6%. Related interest expense for the year ended June 30, 2017 was \$11,392.

The Commission has reported \$40,200 of the governmental fund balance as restricted for debt service to cover the fiscal year 2018 lease payments.

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

**Year ending June 30,**

2018	\$ 48,703
2019	48,703
2020	48,703
2021	40,947
Total minimum payments	187,056
Less: Amount representing interest	(20,276)
Present value of capital lease	\$ 166,780

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

Long-term liability and compensated absences activity for the fiscal year ended June 30, 2017, 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	\$ 135,017	\$ 160,660	\$ (168,871)	\$ 126,806	\$ 126,806
Capital lease - buildings	234,092	-	(67,312)	166,780	40,200
Total long-term liabilities and compensated absences	\$ 369,109	\$ 160,660	\$ (236,183)	\$ 293,586	\$ 167,006

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, 2017**

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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 46% and 47% of its federal funding from the U.S. Department of Health and Human Services relating to their transportation and aging programs and the Department of Labor relating to their Workforce Investment Act (WIA) programs in 2017. 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**

During FY17, the Commission entered into a lease agreement with an information technology company to provide IT services and cloud based desktop solutions. This was a 60 month lease at a fee of \$12,088 per month.

The Commission has also entered into several operating leases for office equipment. Lease expense during the year ended June 30, 2017 was \$25,587. Future obligations under these operating leases are as follows:

<u>Year ending June 30,</u>	
2018	\$ 159,063
2019	157,679
2020	151,017
2021	<u>146,160</u>
Total minimum payments	<u>\$ 613,919</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, TRANSPORTATION PROGRAM FUND**  
**COMMUNITY CARE SERVICES PROGRAM FUND, FY16 WIA ADULT FUND**  
**FY16 WIA DW FUND AND PY16 YOUTH OUT OF SCHOOL FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<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	\$ 501,537	\$ 505,618	\$ 505,618	\$ -
Interest income	1,458	2,387	2,733	346
Miscellaneous	670	4,362	34,608	30,246
<b>Total revenues</b>	<b>503,665</b>	<b>512,367</b>	<b>542,959</b>	<b>30,592</b>
<b>EXPENDITURES</b>				
Current				
General government				
Personnel services	47,841	60,994	51,262	9,732
Operating expenditures	61,095	149,961	150,124	(163)
<b>Total general government</b>	<b>108,936</b>	<b>210,955</b>	<b>201,386</b>	<b>9,569</b>
Indirect expenditures	25,410	32,669	33,349	(680)
<b>Total expenditures</b>	<b>134,346</b>	<b>243,624</b>	<b>234,735</b>	<b>8,889</b>
Excess of revenues over expenditures	369,319	268,743	308,224	39,481
<b>OTHER FINANCING USES</b>				
Transfers out	(197,037)	(219,446)	(260,802)	(41,356)
<b>Total other financing uses</b>	<b>(197,037)</b>	<b>(219,446)</b>	<b>(260,802)</b>	<b>(41,356)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ 172,282</b>	<b>\$ 49,297</b>	<b>47,422</b>	<b>\$ (1,875)</b>
<b>FUND BALANCE AT BEGINNING</b>			<b>1,378,009</b>	
<b>FUND BALANCE AT END</b>			<b>\$ 1,425,431</b>	



**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL – GENERAL FUND, TRANSPORTATION PROGRAM FUND  
COMMUNITY CARE SERVICES PROGRAM FUND, FY16 WIA ADULT FUND  
FY16 WIA DW FUND AND PY16 YOUTH OUT OF SCHOOL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<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	\$ 1,178,305	\$ 1,174,419	\$ 1,077,509	\$ (96,910)
State sources	70,346	70,345	68,944	(1,401)
Local sources	1,212,132	1,066,117	1,174,835	108,718
Program income	41,113	41,510	41,509	(1)
Total revenues	<u>2,501,896</u>	<u>2,352,391</u>	<u>2,362,797</u>	<u>10,406</u>
<b>EXPENDITURES</b>				
Current				
Transportation programs				
Personnel services	42,109	32,542	20,936	11,606
Operating expenditures	<u>2,397,422</u>	<u>2,172,420</u>	<u>2,184,617</u>	<u>(12,197)</u>
Total transportation programs	2,439,531	2,204,962	2,205,553	(591)
Indirect expenditures	<u>22,365</u>	<u>17,429</u>	<u>17,512</u>	<u>(83)</u>
Total expenditures	<u>2,461,896</u>	<u>2,222,391</u>	<u>2,223,065</u>	<u>(674)</u>
Excess of revenues over expenditures	<u>40,000</u>	<u>130,000</u>	<u>139,732</u>	<u>9,732</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGES IN FUND BALANCES</b>	<u>\$ 40,000</u>	<u>\$ 130,000</u>	139,732	<u>\$ 9,732</u>
<b>FUND BALANCE AT BEGINNING</b>			<u>628,163</u>	
<b>FUND BALANCE AT END</b>			<u>\$ 767,895</u>	

**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL – GENERAL FUND, TRANSPORTATION PROGRAM FUND  
COMMUNITY CARE SERVICES PROGRAM FUND, FY16 WIA ADULT FUND  
FY16 WIA DW FUND AND PY16 YOUTH OUT OF SCHOOL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<b>Community Care Services Program Fund</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	
<b>REVENUES</b>				
Federal sources	\$ 656,176	\$ 656,175	\$ 656,176	\$ 1
State sources	656,175	656,176	656,175	(1)
Total revenues	<u>1,312,351</u>	<u>1,312,351</u>	<u>1,312,351</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current				
Aging programs				
Personnel services	159,146	59,919	59,922	(3)
Operating expenditures	1,068,679	1,203,140	1,202,308	832
Total aging programs	<u>1,227,825</u>	<u>1,263,059</u>	<u>1,262,230</u>	<u>829</u>
Indirect expenditures	84,526	49,292	50,121	(829)
Total expenditures	<u>1,312,351</u>	<u>1,312,351</u>	<u>1,312,351</u>	<u>-</u>
Excess of revenues over expenditures	-	-	-	-
<b>OTHER FINANCING SOURCES</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGES IN FUND BALANCES</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>FUND BALANCE AT BEGINNING</b>			-	
<b>FUND BALANCE AT END</b>			<u>\$ -</u>	

**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL – GENERAL FUND, TRANSPORTATION PROGRAM FUND  
COMMUNITY CARE SERVICES PROGRAM FUND, FY16 WIA ADULT FUND  
FY16 WIA DW FUND AND PY16 YOUTH OUT OF SCHOOL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	FY16 WIA Adult Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>REVENUES</b>				
Federal sources	\$ 1,214,626	\$ 1,057,318	\$ 1,057,360	\$ 42
State sources	-	-	-	-
Local sources	-	-	-	-
Program income	-	-	-	-
Total revenues	<u>1,214,626</u>	<u>1,057,318</u>	<u>1,057,360</u>	<u>42</u>
<b>EXPENDITURES</b>				
Current				
Workforce Investment Act				
Personnel services	482,635	364,010	236,703	127,307
Operating expenditures	731,991	693,308	820,657	(127,349)
Total workforce investment act	<u>1,214,626</u>	<u>1,057,318</u>	<u>1,057,360</u>	<u>(42)</u>
Indirect expenditures	-	-	-	-
Total expenditures	<u>1,214,626</u>	<u>1,057,318</u>	<u>1,057,360</u>	<u>(42)</u>
Excess of revenues over expenditures	-	-	-	-
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGES IN FUND BALANCES</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>FUND BALANCE AT BEGINNING</b>			-	
<b>FUND BALANCE AT END</b>			<u>\$ -</u>	

**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL – GENERAL FUND, TRANSPORTATION PROGRAM FUND  
COMMUNITY CARE SERVICES PROGRAM FUND, FY16 WIA ADULT FUND  
FY16 WIA D/W FUND AND PY16 YOUTH OUT OF SCHOOL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<b>FY16 WIA D/W Fund</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	
<b>REVENUES</b>				
Federal sources	\$ 1,345,250	\$ 695,399	\$ 997,713	\$ 302,314
Total revenues	<u>1,345,250</u>	<u>695,399</u>	<u>997,713</u>	<u>302,314</u>
<b>EXPENDITURES</b>				
Current				
Workforce Investment Act				
Personnel services	282,043	285,991	184,276	101,715
Operating expenditures	1,063,207	409,408	813,437	(404,029)
Total workforce investment act	<u>1,345,250</u>	<u>695,399</u>	<u>997,713</u>	<u>(302,314)</u>
Indirect expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	1,345,250	695,399	997,713	(302,314)
Excess of revenues over expenditures	-	-	-	-
<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>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>FUND BALANCE AT BEGINNING</b>			<u>-</u>	
<b>FUND BALANCE AT END</b>			<u>\$ -</u>	

**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL – GENERAL FUND, TRANSPORTATION PROGRAM FUND  
COMMUNITY CARE SERVICES PROGRAM FUND, FY16 WIA ADULT FUND  
FY16 WIA DW FUND AND PY16 YOUTH OUT OF SCHOOL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	PY16 Youth Out of School Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>REVENUES</b>				
Federal sources	\$ 608,294	\$ 285,301	\$ 831,132	\$ 545,831
State sources	-	-	-	-
Local sources	-	-	-	-
Program income	-	-	-	-
Total revenues	<u>608,294</u>	<u>285,301</u>	<u>831,132</u>	<u>545,831</u>
<b>EXPENDITURES</b>				
Current				
Workforce Investment Act				
Personnel services	65,301	63,029	40,768	22,261
Operating expenditures	<u>542,993</u>	<u>222,272</u>	<u>790,364</u>	<u>(568,092)</u>
Total workforce investment act	608,294	285,301	831,132	(545,831)
Indirect expenditures	-	-	-	-
Total expenditures	<u>608,294</u>	<u>285,301</u>	<u>831,132</u>	<u>(545,831)</u>
Excess of revenues over expenditures	-	-	-	-
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGES IN FUND BALANCES</b>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<b>FUND BALANCE AT BEGINNING</b>			-	
<b>FUND BALANCE AT END</b>			<u>\$ -</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, 2017**

	ARC FY 2016	ARC FY 2017	DNR Historic Preservation	Economic Development Administration	DOT Planning Grant	DOT 5311 Public Transportation
<b>ASSETS</b>						
Due from other governments	\$ 451	\$ 10,799	\$ 2,045	\$ 58,510	\$ 13,395	\$ 137,439
<b>TOTAL ASSETS</b>	<b>\$ 451</b>	<b>\$ 10,799</b>	<b>\$ 2,045</b>	<b>\$ 58,510</b>	<b>\$ 13,395</b>	<b>\$ 137,439</b>
<b>LIABILITIES</b>						
Accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-
Due to other funds	451	10,799	2,045	58,510	13,395	51,626
<b>TOTAL LIABILITIES</b>	<b>451</b>	<b>10,799</b>	<b>2,045</b>	<b>58,510</b>	<b>13,395</b>	<b>51,626</b>
<b>FUND BALANCE</b>						
Assigned for transportation programs	-	-	-	-	-	85,813
<b>TOTAL FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>85,813</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 451</b>	<b>\$ 10,799</b>	<b>\$ 2,045</b>	<b>\$ 58,510</b>	<b>\$ 13,395</b>	<b>\$ 137,439</b>

<u>DCA</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 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 Program Development</u>
\$ 41,894	\$ 22,708	\$ 10,823	\$ 12,105	\$ 5,170	\$ 3,700	\$ 364	\$ 15,219	\$ 962
<u>\$ 41,894</u>	<u>\$ 22,708</u>	<u>\$ 10,823</u>	<u>\$ 12,105</u>	<u>\$ 5,170</u>	<u>\$ 3,700</u>	<u>\$ 364</u>	<u>\$ 15,219</u>	<u>\$ 962</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	103,689	-	-	-	-	-	-	-
41,894	(80,981)	10,823	12,105	5,170	3,700	364	15,219	962
<u>41,894</u>	<u>22,708</u>	<u>10,823</u>	<u>12,105</u>	<u>5,170</u>	<u>3,700</u>	<u>364</u>	<u>15,219</u>	<u>962</u>
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>\$ 41,894</u>	<u>\$ 22,708</u>	<u>\$ 10,823</u>	<u>\$ 12,105</u>	<u>\$ 5,170</u>	<u>\$ 3,700</u>	<u>\$ 364</u>	<u>\$ 15,219</u>	<u>\$ 962</u>

Continued...

**THREE RIVERS REGIONAL COMMISSION  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2017**

	DHS Title III B ADC	DHS Gateway Title III B I & A	CCSP Gateway I & A	DHS Title III C1 Congregate Meals	DHS Title III C2 Home Delivered Meals	DHS SSBG MFP
<b>ASSETS</b>						
Due from other governments	\$ 1,634	\$ 8,280	\$ 23,868	\$ 99,306	\$ 70,825	\$ 6,181
<b>TOTAL ASSETS</b>	<b>\$ 1,634</b>	<b>\$ 8,280</b>	<b>\$ 23,868</b>	<b>\$ 99,306</b>	<b>\$ 70,825</b>	<b>\$ 6,181</b>
<b>LIABILITIES</b>						
Accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-
Due to other funds	1,634	8,280	23,868	99,306	70,825	6,181
<b>TOTAL LIABILITIES</b>	<b>1,634</b>	<b>8,280</b>	<b>23,868</b>	<b>99,306</b>	<b>70,825</b>	<b>6,181</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>\$ 1,634</b>	<b>\$ 8,280</b>	<b>\$ 23,868</b>	<b>\$ 99,306</b>	<b>\$ 70,825</b>	<b>\$ 6,181</b>

<b>DHS NSIP SSBG</b>	<b>DHS Title III D Health Related</b>	<b>DHS Title III D Health &amp; Wellness</b>	<b>DHS SOWEGA Title V</b>	<b>DHS Title V SCEP</b>	<b>DHS Title III E ADC</b>	<b>DHS Title III E Admin</b>	<b>DHS Title III E Respite Care</b>
\$ 12,630	\$ 3,523	\$ 6,059	\$ 84,751	\$ 78,084	\$ 5,182	\$ 13,501	\$ 13,336
<u>\$ 12,630</u>	<u>\$ 3,523</u>	<u>\$ 6,059</u>	<u>\$ 84,751</u>	<u>\$ 78,084</u>	<u>\$ 5,182</u>	<u>\$ 13,501</u>	<u>\$ 13,336</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
<u>12,630</u>	<u>3,523</u>	<u>6,059</u>	<u>84,751</u>	<u>78,084</u>	<u>5,182</u>	<u>13,501</u>	<u>13,336</u>
<u>12,630</u>	<u>3,523</u>	<u>6,059</u>	<u>84,751</u>	<u>78,084</u>	<u>5,182</u>	<u>13,501</u>	<u>13,336</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 12,630</u>	<u>\$ 3,523</u>	<u>\$ 6,059</u>	<u>\$ 84,751</u>	<u>\$ 78,084</u>	<u>\$ 5,182</u>	<u>\$ 13,501</u>	<u>\$ 13,336</u>

Continued...

**THREE RIVERS REGIONAL COMMISSION  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2017**

	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
<b>ASSETS</b>						
Due from other governments	\$ 8,038	\$ 28,519	\$ 3,293	\$ 18,692	\$ 39,518	\$ 110,984
<b>TOTAL ASSETS</b>	<u>\$ 8,038</u>	<u>\$ 28,519</u>	<u>\$ 3,293</u>	<u>\$ 18,692</u>	<u>\$ 39,518</u>	<u>\$ 110,984</u>
<b>LIABILITIES</b>						
Accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-
Due to other funds	8,038	28,519	3,293	18,692	39,518	110,984
<b>TOTAL LIABILITIES</b>	<u>8,038</u>	<u>28,519</u>	<u>3,293</u>	<u>18,692</u>	<u>39,518</u>	<u>110,984</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>\$ 8,038</u>	<u>\$ 28,519</u>	<u>\$ 3,293</u>	<u>\$ 18,692</u>	<u>\$ 39,518</u>	<u>\$ 110,984</u>

DHS CBS Nutrition Wellness	DHS CBS Respite Care	DHS CBS Wellness	DHS CBS Alzheimers	DHS CBS Homemaker	DHS CBS Personal Care	DHS CBS ELAP	DHS ADRC	DHS Nutrition Svs Incentive
\$ 19,098	\$ 25,661	\$ 1,355	\$ 2,331	\$ 1,890	\$ 3,339	\$ 1,874	\$ 3,998	\$ 69,602
\$ 19,098	\$ 25,661	\$ 1,355	\$ 2,331	\$ 1,890	\$ 3,339	\$ 1,874	\$ 3,998	\$ 69,602
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
19,098	25,661	1,355	2,331	1,890	3,339	1,874	3,998	69,602
19,098	25,661	1,355	2,331	1,890	3,339	1,874	3,998	69,602
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
\$ 19,098	\$ 25,661	\$ 1,355	\$ 2,331	\$ 1,890	\$ 3,339	\$ 1,874	\$ 3,998	\$ 69,602

Continued...

**THREE RIVERS REGIONAL COMMISSION  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2017**

	<b>DHS MIPPA SHIP</b>	<b>DHS MIPPA Outreach</b>	<b>DHS Alzheimers</b>	<b>MDSQ</b>	<b>Money Follows the Person</b>	<b>Money Follows the Person Direct</b>
<b>ASSETS</b>						
Due from other governments	\$ 18,335	\$ 10,000	\$ 25,157	\$ 5,884	\$ 64,301	\$ 23,733
<b>TOTAL ASSETS</b>	<b>\$ 18,335</b>	<b>\$ 10,000</b>	<b>\$ 25,157</b>	<b>\$ 5,884</b>	<b>\$ 64,301</b>	<b>\$ 23,733</b>
<b>LIABILITIES</b>						
Accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-
Due to other funds	18,335	10,000	25,157	5,884	64,301	23,733
<b>TOTAL LIABILITIES</b>	<b>18,335</b>	<b>10,000</b>	<b>25,157</b>	<b>5,884</b>	<b>64,301</b>	<b>23,733</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>\$ 18,335</b>	<b>\$ 10,000</b>	<b>\$ 25,157</b>	<b>\$ 5,884</b>	<b>\$ 64,301</b>	<b>\$ 23,733</b>



<b>GDOT JARC</b>	<b>PY15 WIA Adult</b>	<b>FY16 WIA Adult ADD</b>	<b>PY15 Youth</b>	<b>Other</b>	<b>Total</b>
\$ 33,909	\$ 4,288	\$ 180,000	\$ 209,300	\$ 31,692	\$ 1,707,535
\$ 33,909	\$ 4,288	\$ 180,000	\$ 209,300	\$ 31,692	\$ 1,707,535
\$ -	\$ -	\$ -	\$ -	\$ 131,145	\$ 131,145
-	-	-	-	250	103,939
33,909	4,288	180,000	209,300	(126,400)	1,359,941
33,909	4,288	180,000	209,300	4,995	1,595,025
-	-	-	-	26,697	112,510
-	-	-	-	26,697	112,510
\$ 33,909	\$ 4,288	\$ 180,000	\$ 209,300	\$ 31,692	\$ 1,707,535

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, 2017**

	ARC FY 2016	ARC FY 2017	DNR Historic Preservation	Economic Development Administration	DOT Planning Grant	DOT 5311 Public Transportation	DCA
<b>REVENUES</b>							
Federal	\$ 15,900	\$ 23,325	\$ -	\$ 58,510	\$ 43,200	\$ 498,660	\$ -
State	-	-	4,091	-	-	-	167,581
Local	-	-	-	-	-	46,000	-
Miscellaneous	-	-	-	-	-	-	-
<b>Total revenues</b>	<b>15,900</b>	<b>23,325</b>	<b>4,091</b>	<b>58,510</b>	<b>43,200</b>	<b>544,660</b>	<b>167,581</b>
<b>EXPENDITURES</b>							
Personnel services							
Direct salaries	12,863	21,456	1,896	37,299	21,940	12,715	82,665
Fringe benefits	6,851	11,427	1,010	19,865	11,685	6,772	44,027
<b>Total personnel services</b>	<b>19,714</b>	<b>32,883</b>	<b>2,906</b>	<b>57,164</b>	<b>33,625</b>	<b>19,487</b>	<b>126,692</b>
Operating expenditures	1,349	408	154	10,008	2,025	464,365	6,776
Indirect cost							
Cost allocation plan	10,759	17,946	1,586	31,199	18,352	10,635	69,146
<b>Total expenditures</b>	<b>31,822</b>	<b>51,237</b>	<b>4,646</b>	<b>98,371</b>	<b>54,002</b>	<b>494,487</b>	<b>202,614</b>
Excess (deficiency) of revenues over (under) expenditures	(15,922)	(27,912)	(555)	(39,861)	(10,802)	50,173	(35,033)
<b>OTHER FINANCING SOURCES</b>							
Transfers	15,922	27,912	555	39,861	10,802	-	35,033
<b>NET CHANGE IN FUND BALANCES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>50,173</b>	<b>-</b>
<b>FUND BALANCES AT BEGINNING</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>35,640</b>	<b>-</b>
<b>FUND BALANCES AT END</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 85,813</b>	<b>\$ -</b>

<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 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>	<b>DHS Title III B Personal Care</b>
\$ 93,668	\$ 61,498	\$ 48,761	\$ 8,390	\$ 2,975	\$ 9,923	\$ 1,827	\$ 34,500	\$ 63,352
-	3,617	2,868	494	175	580	108	2,029	3,727
-	-	-	-	-	-	-	-	-
-	7,235	5,737	-	810	-	-	-	7,453
<u>93,668</u>	<u>72,350</u>	<u>57,366</u>	<u>8,884</u>	<u>3,960</u>	<u>10,503</u>	<u>1,935</u>	<u>36,529</u>	<u>74,532</u>
42,881	-	-	-	-	-	-	-	-
<u>22,838</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
65,719	-	-	-	-	-	-	-	-
23,307	72,350	57,366	9,871	3,960	11,673	2,150	40,587	74,532
35,867	-	-	-	-	-	-	-	-
<u>124,893</u>	<u>72,350</u>	<u>57,366</u>	<u>9,871</u>	<u>3,960</u>	<u>11,673</u>	<u>2,150</u>	<u>40,587</u>	<u>74,532</u>
(31,225)	-	-	(987)	-	(1,170)	(215)	(4,058)	-
<u>31,225</u>	<u>-</u>	<u>-</u>	<u>987</u>	<u>-</u>	<u>1,170</u>	<u>215</u>	<u>4,058</u>	<u>-</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, 2017**

	DHS Title III B ADC	CCSP Gateway I & A	DHS Title III C1 Congregate Meals	DHS Title III C2 Home Delivered Meals	DHS SSBG Congregate Meals	DHS SSBG HCBS Admin
<b>REVENUES</b>						
Federal	\$ 12,245	\$ 108,043	\$ 488,266	\$ 405,884	\$ 2,957	\$ 3,296
State	721	108,043	28,724	23,876	-	-
Local	-	-	-	-	-	-
Miscellaneous	1,441	-	57,438	47,751	403	-
<b>Total revenues</b>	<b>14,407</b>	<b>216,086</b>	<b>574,428</b>	<b>477,511</b>	<b>3,360</b>	<b>3,296</b>
<b>EXPENDITURES</b>						
Personnel services						
Direct salaries	-	88,235	-	-	-	1,345
Fringe benefits	-	46,993	-	-	-	716
<b>Total personnel services</b>	<b>-</b>	<b>135,228</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,061</b>
Operating expenditures	14,407	7,055	574,428	477,510	3,360	574
Indirect cost						
Cost allocation plan	-	73,803	-	-	-	1,125
<b>Total expenditures</b>	<b>14,407</b>	<b>216,086</b>	<b>574,428</b>	<b>477,510</b>	<b>3,360</b>	<b>3,760</b>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	1	-	(464)
<b>OTHER FINANCING SOURCES</b>						
Transfers	-	-	-	(1)	-	464
<b>NET CHANGE IN FUND BALANCES</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 MFP</b>	<b>DHS NSIP SSBG</b>	<b>The Village</b>	<b>DHS Title III D Health Related</b>	<b>DHS Title III D Health &amp; Wellness</b>	<b>DHS SOWEGA Title V</b>	<b>DHS Title V SCEP</b>	<b>DHS Title III E ADC</b>	<b>DHS Title III E Administration</b>	<b>DHS Title III E Respite Care</b>
\$ 10,000	\$ 51,730	\$ 10,772	\$ 11,832	\$ 17,814	\$ 167,815	\$ 414,202	\$ 23,026	\$ 41,787	\$ 58,520
-	-	-	696	1,048	-	-	4,604	-	11,705
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	18,646	46,023	3,070	-	7,206
10,000	51,730	10,772	12,528	18,862	186,461	460,225	30,700	41,787	77,431
2,210	-	1,566	-	-	160,720	405,404	-	21,884	-
1,177	-	834	-	-	5,767	16,863	-	11,655	-
3,387	-	2,400	-	-	166,487	422,267	-	33,539	-
4,788	51,730	12,808	13,920	20,958	10,918	11,474	30,700	3,874	77,431
1,848	-	1,310	-	-	9,057	26,484	-	18,305	-
10,023	51,730	16,518	13,920	20,958	186,462	460,225	30,700	55,718	77,431
(23)	-	(5,746)	(1,392)	(2,096)	(1)	-	-	(13,931)	-
23	-	5,746	1,392	2,096	1	-	-	13,931	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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, 2017**

	DHS		DHS	DHS	DHS		DHS	DHS
	DHS	Title III E			CBS	CBS		
	Title III E	Caregiver	DHS	CBS	CBS	Intake &	DHS	CBS
	Kinship Care	Gateway	GA Cares	Case Mgt.	Admin	Referral	HDM	Respite Care
<b>REVENUES</b>								
Federal	\$ 15,753	\$ 56,027	\$ 46,550	\$ -	\$ -	\$ -	\$ -	\$ -
State	3,150	11,205	9,059	119,896	196,687	368,060	68,914	116,582
Local	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
<b>Total revenues</b>	<b>18,903</b>	<b>67,232</b>	<b>55,609</b>	<b>119,896</b>	<b>196,687</b>	<b>368,060</b>	<b>68,914</b>	<b>116,582</b>
<b>EXPENDITURES</b>								
Personnel services								
Direct salaries	-	-	22,286	46,204	82,714	147,195	-	-
Fringe benefits	-	-	11,869	24,608	44,053	78,395	-	-
<b>Total personnel services</b>	<b>-</b>	<b>-</b>	<b>34,155</b>	<b>70,812</b>	<b>126,767</b>	<b>225,590</b>	<b>-</b>	<b>-</b>
Operating expenditures								
Indirect cost								
Cost allocation plan	-	-	18,641	38,647	69,185	123,120	-	-
<b>Total expenditures</b>	<b>21,004</b>	<b>74,704</b>	<b>61,477</b>	<b>119,897</b>	<b>196,706</b>	<b>368,060</b>	<b>68,914</b>	<b>116,582</b>
Excess (deficiency) of revenues over (under) expenditures								
	(2,101)	(7,472)	(5,868)	(1)	(19)	-	-	-
<b>OTHER FINANCING SOURCES</b>								
Transfers	2,101	7,472	5,868	1	19	-	-	-
<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>

	DHS Title III E Kinship Care	DHS Title III E Caregiver Gateway	DHS DHS GA Cares	DHS CBS Case Mgt.	DHS CBS Admin	DHS CBS Intake & Referral	DHS CBS HDM	DHS CBS Respite Care
<b>REVENUES</b>								
Federal	\$ 15,753	\$ 56,027	\$ 46,550	\$ -	\$ -	\$ -	\$ -	\$ -
State	3,150	11,205	9,059	119,896	196,687	368,060	68,914	116,582
Local	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
<b>Total revenues</b>	<b>18,903</b>	<b>67,232</b>	<b>55,609</b>	<b>119,896</b>	<b>196,687</b>	<b>368,060</b>	<b>68,914</b>	<b>116,582</b>
<b>EXPENDITURES</b>								
Personnel services								
Direct salaries	-	-	22,286	46,204	82,714	147,195	-	-
Fringe benefits	-	-	11,869	24,608	44,053	78,395	-	-
<b>Total personnel services</b>	<b>-</b>	<b>-</b>	<b>34,155</b>	<b>70,812</b>	<b>126,767</b>	<b>225,590</b>	<b>-</b>	<b>-</b>
Operating expenditures	21,004	74,704	8,681	10,438	754	19,350	68,914	116,582
Indirect cost								
Cost allocation plan	-	-	18,641	38,647	69,185	123,120	-	-
<b>Total expenditures</b>	<b>21,004</b>	<b>74,704</b>	<b>61,477</b>	<b>119,897</b>	<b>196,706</b>	<b>368,060</b>	<b>68,914</b>	<b>116,582</b>
Excess (deficiency) of revenues over (under) expenditures	(2,101)	(7,472)	(5,868)	(1)	(19)	-	-	-
<b>OTHER FINANCING SOURCES</b>								
Transfers	2,101	7,472	5,868	1	19	-	-	-
<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>

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, 2017**

	Money Follows the Person	Money Follows the Person Direct	GDOT JARC	PY15 WIA Adult	FY16 WIA Adult ADD	PY15 WIA Adult ADD	FY17 WIA Adult
<b>REVENUES</b>							
Federal	\$ 90,093	\$ 141,766	\$ 85,355	\$ 8,558	\$ 221,134	\$ 30,000	\$ 625,786
State	50,600	-	10,669	-	-	-	-
Local	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
<b>Total revenues</b>	<b>140,693</b>	<b>141,766</b>	<b>96,024</b>	<b>8,558</b>	<b>221,134</b>	<b>30,000</b>	<b>625,786</b>
<b>EXPENDITURES</b>							
Personnel services							
Direct salaries	38,568	-	40,928	625	-	-	120,514
Fringe benefits	20,540	-	21,798	333	-	-	64,185
<b>Total personnel services</b>	<b>59,108</b>	<b>-</b>	<b>62,726</b>	<b>958</b>	<b>-</b>	<b>-</b>	<b>184,699</b>
Operating expenditures	68,755	141,766	9,734	7,600	221,134	30,000	441,088
Indirect cost							
Cost allocation plan	32,260	-	34,234	-	-	-	-
<b>Total expenditures</b>	<b>160,123</b>	<b>141,766</b>	<b>106,694</b>	<b>8,558</b>	<b>221,134</b>	<b>30,000</b>	<b>625,787</b>
Excess (deficiency) of revenues over (under) expenditures	(19,430)	-	(10,670)	-	-	-	(1)
<b>OTHER FINANCING SOURCES</b>							
Transfers	19,430	-	10,670	-	-	-	1
<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>



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<b>PY15 Youth</b>	<b>PY15 WIA D/W</b>	<b>PY15 WIA D/W - Reg Plan</b>	<b>FY15 Branding</b>	<b>Other</b>	<b>Total</b>
\$ 735,284	\$ 243,707	\$ 25,000	\$ 8,825	\$ 43,040	\$ 5,682,947
-	-	-	-	49,728	1,743,252
-	-	-	-	61,869	107,869
-	-	-	-	1,698	204,911
<u>735,284</u>	<u>243,707</u>	<u>25,000</u>	<u>8,825</u>	<u>156,335</u>	<u>7,738,979</u>
60,173	87,148	-	-	26,824	1,741,949
<u>32,048</u>	<u>46,414</u>	<u>-</u>	<u>-</u>	<u>14,286</u>	<u>648,864</u>
92,221	133,562	-	-	41,110	2,390,813
643,066	110,145	25,000	8,825	76,065	4,745,688
-	-	-	-	22,438	794,500
<u>735,287</u>	<u>243,707</u>	<u>25,000</u>	<u>8,825</u>	<u>139,613</u>	<u>7,931,001</u>
(3)	-	-	-	16,722	(192,022)
<u>3</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,885</u>	<u>260,802</u>
-	-	-	-	18,607	68,780
-	-	-	-	8,090	43,730
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,697</u>	<u>\$ 112,510</u>

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**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, 2017**

	<u>Provisional</u>	<u>Actual</u>
Released time	\$ 362,072	\$ 354,913
Fringe benefits		
Retirement benefits	140,911	140,065
Payroll taxes	195,293	194,841
Group insurance and workers compensation	475,800	475,801
Total fringe benefits	812,004	810,707
Employee benefits available for allocation	<u>\$ 1,174,076</u>	<u>\$ 1,165,620</u>

**COMPUTATION OF EMPLOYEE BENEFIT RATES**

Gross salaries	\$ 2,552,846	\$ 2,543,499
Less: released time	<u>(362,072)</u>	<u>(354,913)</u>
Allocation base - chargeable salaries	<u>\$ 2,190,774</u>	<u>\$ 2,188,586</u>
Employee benefit rates	<u>53.59%</u>	<u>53.26%</u>

**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF INDIRECT COST POOL –  
PROVISIONAL AND ACTUAL RATES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Provisional</u>	<u>Actual</u>
Salaries and wages	\$ 388,128	\$ 387,796
Released time and fringe benefits	208,005	206,537
Travel	11,063	11,689
Per diem and fees	21,717	21,217
Utilities	21,575	23,931
Telecommunications	83,676	90,701
Membership and subscription	6,292	6,391
Insurance and bonding	44,025	44,025
Repairs and maintenance	13,401	13,736
Supplies and materials	13,758	16,842
Rentals	12,272	13,499
Unemployment benefits	9,240	9,240
Depreciation	40,446	40,446
Other	6,982	9,432
Total indirect expenses	<u>880,580</u>	<u>895,482</u>
Indirect expenses available for allocation	<u>\$ 880,580</u>	<u>\$ 895,482</u>

**COMPUTATION OF INDIRECT COST RATES**

Direct chargeable salaries	\$ 1,070,428	\$ 1,070,584
Direct fringe and release time	<u>573,662</u>	<u>570,184</u>
Allocation base - direct personnel costs	<u>\$ 1,644,090</u>	<u>\$ 1,640,768</u>
Indirect cost rates	<u>53.56%</u>	<u>54.58%</u>

**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF CITY/COUNTY DUES AND ASSESSMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<u>Balance due June 30, 2016</u>	<u>FY' 17 Dues Amount</u>	<u>Total Billed for FY' 17</u>	<u>Amount Collected for FY' 17</u>	<u>Balance due June 30, 2017</u>
<b>GOVERNMENT</b>					
Butts County	\$ -	\$ 17,609	\$ 17,609	\$ 17,609	\$ -
Jackson	-	4,983	4,983	4,983	-
Jenkinsburg	-	367	367	367	-
Flovilla	-	634	634	634	-
Carroll County	-	114,545	114,545	114,545	-
Coweta County	-	92,587	92,587	92,587	-
Grantville	-	3,183	3,183	3,183	-
Haralson	-	174	174	174	-
Moreland	-	422	422	422	-
Newnan	-	37,291	37,291	37,291	-
Senoia	-	4,073	4,073	4,073	-
Sharpsburg	-	354	354	354	-
Turin	-	343	343	343	-
Heard County	-	9,757	9,757	9,757	-
Centralhatchee	-	393	393	393	-
Ephesus	-	420	420	420	-
Franklin	-	969	969	969	-
Lamar County	-	10,872	10,872	10,872	-
Aldora	-	103	103	103	-
Barnesville	-	6,625	6,625	6,625	-
Milner	-	601	601	601	-
Meriwether County	-	13,921	13,921	13,921	-
Gay	-	86	86	86	-
Greenville	-	862	862	862	-
Lone Oak	-	89	89	89	-
Luthersville	-	824	824	824	-
Manchester	-	4,095	4,095	4,095	-
Warm Springs	-	404	404	404	-
Woodbury	-	909	909	909	-
Pike County	-	17,941	17,941	17,941	-
Spalding County	-	40,840	40,840	40,840	-
Griffin	-	23,211	23,211	23,211	-
Troup County	-	32,230	32,230	32,230	-
Hogansville	-	3,110	3,110	3,110	-
LaGrange	-	30,695	30,695	30,695	-
West Point	-	3,728	3,728	3,728	-
Upton County	-	17,336	17,336	17,336	-
Thomaston	-	9,032	9,032	9,032	-
	<u>\$ -</u>	<u>\$ 505,618</u>	<u>\$ 505,618</u>	<u>\$ 505,618</u>	<u>\$ -</u>

**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF REVENUES EARNED AND MATCHING FUNDS APPLIED  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	Contract Balance as of July 1, 2016	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, 2017
ARC 2017	\$ -	\$ 32,184	\$ 32,184	50%	\$ 51,237	\$ 23,325	\$ 27,912	\$ -	\$ 8,859
ARC 2016	19,928	-	19,928	30%	31,821	15,900	15,922	-	4,029
EDA Planning	-	210,000	210,000	40%	98,371	58,510	39,861	-	151,490
DOT Planning	8,288	22,720	31,008	20%	33,398	26,717	6,680	-	4,290
DOT Planning RPTP	-	30,850	30,850	20%	20,604	16,483	4,121	-	14,367
DOT 5311	-	541,860	541,860	-	494,485	498,660	46,000	-	93,375
JARC Mobility	-	121,500	121,500	10%	106,693	96,024	10,669	-	25,476
DHS - Aging Contract	-	4,144,003	4,144,003	varies	4,452,167	4,133,900	318,267	-	10,103
DCH CCSP	-	1,528,437	1,528,437	-	1,528,437	1,528,437	-	-	-
Crescent Village	10,772	-	10,772	5%	16,512	10,772	5,740	-	-
MIPPA Ship Ga Cares	-	123,275	123,275	-	94,407	94,407	-	-	28,868
Assistive Tech	-	10,000	10,000	-	10,000	10,000	-	-	-
DHS - Transportation	-	2,461,385	2,461,385	varies	2,223,064	2,321,288	41,509	-	279,830
Coweta 5311 Grant Administration	-	12,000	12,000	0%	414	12,000	-	-	11,586
DCA State	-	167,581	167,581	10%	202,616	167,581	35,035	-	-
DNR Historic Preservation	4,091	-	4,091	0%	4,645	4,091	-	554	-
PY 15 Dislocated Worker 7/1/15-6/30/17	243,998	-	243,998	0%	243,707	243,707	-	-	291
PY 15 Youth 07/1/15-06/30/16	735,365	-	735,365	0%	735,284	735,284	-	-	81
PY15 Adult 07/01/15-06/30/17	8,633	-	8,633	0%	8,558	8,558	-	-	75
PY15 DW to Adult	-	30,000	30,000	0%	30,000	3,000	-	-	-
FY16 Adult 10/1/15-6/30/17	1,057,361	-	1,057,361	0%	1,057,360	1,057,360	-	-	1
FY16 Adult Additional	-	221,267	221,267	0%	221,134	221,134	-	-	133
FY16 Dislocated Worker 10/1/15-6/30/17	1,345,250	(121,267)	1,223,983	0%	997,713	997,713	-	-	226,270
FY17 Adult	-	1,187,005	1,187,005	0%	625,786	625,786	-	-	561,219
FY17 Dislocated Worker	-	1,363,166	1,363,166	0%	-	-	-	-	1,363,166
PY16 Youth	-	1,391,923	1,391,923	0%	831,132	831,132	-	-	560,791
PY16 Adult	-	173,207	173,207	0%	-	-	-	-	173,207
PY16 Dislocated Worker	-	255,840	255,840	0%	-	-	-	-	255,840
FY2015 DW	-	28,765	28,765	0%	8,825	8,825	-	-	19,940
PY15 DW Reg Plan	-	25,000	25,000	0%	25,000	25,000	-	-	-
	<u>\$ 3,433,686</u>	<u>\$ 13,960,701</u>	<u>\$ 17,394,387</u>		<u>\$ 14,153,370</u>	<u>\$ 13,775,594</u>	<u>\$ 551,716</u>	<u>\$ 554</u>	<u>\$ 3,793,287</u>

Continued



**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF REVENUES EARNED AND MATCHING FUNDS APPLIED  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

	<b>Contract Balance as of July 1, 2016</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, 2017</b>
<u>Local</u>									
Hogansville TE	\$ 3,294	\$ -	\$ 3,294	0%	\$ -	\$ -	\$ -	\$ -	\$ 3,294
Map 21	-	57,438	57,438	0%	7,303	7,305	-	-	50,135
Moreland TE	13,383	-	13,383	0%	-	-	-	-	13,383
LaGrange Granger Park	-	6,000	6,000	0%	4,130	4,130	-	-	1,870
Lamar Co. PDM Admin	5,103	-	5,103	0%	60	5,103	-	-	5,043
Spalding CSBG 16/17	7,983	-	7,983	0%	8,928	7,983	-	945	-
Spalding CSBG 17/18	-	21,549	21,549	0%	19,402	19,402	-	-	2,147
MFP Direct Reimbursement	-	-	-	0%	141,766	141,766	-	-	-
	<u>\$ 29,763</u>	<u>\$ 84,987</u>	<u>\$ 114,750</u>		<u>\$ 181,589</u>	<u>\$ 185,689</u>	<u>\$ -</u>	<u>\$ 945</u>	<u>\$ 75,872</u>

**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF STATE CONTRACTUAL ASSISTANCE  
(INCLUDING FEDERAL PASS THROUGH ASSISTANCE)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

Program	Contract number	Revenue	Expenditures	Amount Due From State
Department of Community Affairs	N/A	\$ 167,581	\$ 202,616	\$41,895
DOT 5311	GA-18-X033-02	544,660	494,486	121,141
DOT Planning	PI 0015270	34,217	42,772	5,462
DOT	GA-2016-002-01	16,483	20,605	7,933
DHS Aging contract	42700-373-0000049525	4,278,211	4,463,217	933,834
GA Dept of Community Health	2017003	1,528,437	1,528,437	382,367
DHS Village Contract	N/A	10,772	16,512	-
DHS/MIPPA	42700-373-0000055908	94,407	94,407	18,335
DHS Assistive Technology	42700-373-0000052110	10,000	10,000	1,211
DHR Coordinated Transportation	42700-362-0000023681.01	2,362,797	2,223,064	198,586
JARC Mobility	GA-37-X019-01	96,024	106,693	33,909
DNR Historic Preservation	N/A	4,091	4,645	2,045
Governor's Office of Workforce Development				
PY15 Dislocated Worker	31-14-15-04-008	243,707	243,707	(288)
PY15 Youth 04/01/15-06/30/17	15-15-15-04-008	735,284	735,284	209,283
PY15 Adult 7/1/15-6/30/17	11-15-15-04-008	8,558	8,558	6,963
PY15 DW to Adult	36-15-15-04-008	30,000	30,000	-
FY16 Adult 10/1/15-6/30/17	11-15-16-04-008	1,057,360	1,057,360	55,846
FY16 Adult Additional	36-15-16-04-008	221,134	221,134	180,000
FY16 Dislocated Worker 10/1/15-6/30/17	31-15-16-04-008	997,713	997,713	447,028
FY17 Adult	11-16-17-04-008	625,786	625,786	(2,677)
PY16 Youth	15-16-16-04-008	831,132	831,132	76,246
FY2015 DW Branding	WSG-14-15-04-008	8,825	8,825	-
Planning	01-15-15-04-008	25,000	25,000	-
		<u>\$ 13,932,179</u>	<u>\$ 13,991,953</u>	<u>\$ 2,719,119</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, 2017, 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 14, 2017.

**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 14, 2017



**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, 2017. 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, 2017.

### **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 14, 2017

**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

<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>
<b>U.S. Department of Commerce</b>				
Economic Development Support for Planning Organizations	ED17ATL3020024	11.302	\$ 58,510	
<b>U.S. Department of Transportation</b>				
Formula Grants for Rural Areas	GA-18-X033-02	20.509	\$ 498,660	\$ 462,327
	N/A	20.509	<u>12,000</u>	510,660
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	GA-2016-002-01	20.505	16,483	
JARC Mobility	GA-37-X019-01	20.516	<u>85,355</u>	101,838
Highway Planning and Construction Cluster Passed through State Department of Transportation Highway Research and Development Program	PI 0015270	20.205		<u>26,717</u>
Total U.S. Department of Transportation				639,215
<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	365,489	365,489
Job Access and Reverse Commute	42700-362-0000023681	20.516	131,888	112,704
New Freedom Program	42700-362-0000023681	20.521	<u>32,714</u>	530,091
Vocational Rehabilitation for Disable Veterans	42700-362-0000023681	84.126	36,333	35,794
Social Services Block Grant	42700-362-0000023681	93.667	329,343	324,457
Temporary Assistance for Needy Families	42700-362-0000023681	93.558	<u>95,046</u>	<u>460,722</u>
Total Coordinated Transportation				990,813
Aging Services				
Aging Cluster				
Special Programs for the Aging - Title III Part B	42700-373-0000049525	93.044	337,139	188,831
Special Programs for the Aging - Title III Part B	42700-362-0000023681	93.044	86,696	85,410
Special Programs for the Aging - Title III Part C	42700-373-0000049525	93.045	894,150	894,150
Nutrition Services Incentive Program	42700-373-0000049525	93.053	<u>189,824</u>	1,507,809
Social Services Block Grant	42700-373-0000049525	93.667	96,731	67,275
Special Programs for the Aging - Title III Part D	42700-373-0000049525	93.043	30,256	12,520
Senior Community Service Employment Program	42700-373-0000049525	17.235	582,017	5,100
National Family Caregiver Support - Title III Part E	42700-373-0000049525	93.052 **	195,113	92,451
Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations	42700-373-0000049525	93.779	46,550	
Affordable Care Act - Expansion of Physician Assistant Patients and Providers	42700-373-0000049525	93.514	149,000	

Continued

**THREE RIVERS REGIONAL COMMISSION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Pass-Through Entity Identifying Number	CFDA Number	Federal Expenditures	Subrecipient Expenditures
Aging Services - Continued				
Affordable Care Act - Medicare Improvements for Patients and Providers	42700-373-0000030515	93.518	\$ 94,407	
Special Programs for the Aging - Title IV and II Discretionary Projects	42700-373-0000030515	93.048	10,772	\$ 10,679
Money Follows the Person	42700-373-0000030515	93.791	<u>160,253</u>	\$ 1,365,099
Passed through Georgia Department of Community Health				
Medical Assistance Program	2017003	93.778 **	<u>764,219</u>	580,286
Total Aging Services			<u>3,637,127</u>	
Total U.S. Department of Health and Human Services			4,627,940	
<b>Department of Labor</b>				
Workforce Investment Act Cluster				
WIA Adult Program	11-15-15-04-008	17.258 **	8,558	
WIA Adult Program	11-15-16-04-008	17.258 **	1,057,360	211,233
WIA Adult Program	11-16-17-04-008	17.258 **	625,786	258,029
WIA Youth Activities	15-15-15-04-008	17.259 **	735,284	606,773
WIA Youth Activities	15-16-16-04-008	17.259 **	831,132	745,407
WIA Dislocated Worker Formula Grants	31-14-15-04-008	17.278 **	243,707	37,084
WIA Dislocated Worker Formula Grants	36-15-15-04-008	17.278 **	30,000	
WIA Dislocated Worker Formula Grants	36-15-16-04-008	17.278 **	221,134	
WIA Dislocated Worker Formula Grants	31-15-16-04-008	17.278 **	997,713	506,723
WIA Dislocated Worker Formula Grants	WSG-14-15-04-008	17.278 **	8,825	
WIA Dislocated Worker Formula Grants	01-15-15-04-008	17.278 **	<u>25,000</u>	25,000
<b>U.S. Department of Homeland Security</b>				
Contract with Lamar County for Pre-Disaster Mitigation Plan				
	N/A	97.047	5,103	
Contract with Spalding County for Pre-Disaster Mitigation Plan				
	N/A	97.047	8,579	
<b>Appalachian Regional Commission</b>				
Appalachian Local Development District Assistance	GA-0701-H-C6-16	23.009	15,900	
Appalachian Local Development District Assistance	GA-701-H-C7-17	23.009	<u>23,325</u>	<u>39,225</u>
			<u>\$ 10,163,071</u>	<u>\$ 5,911,182</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, 2017**

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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 \$329,343.

**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, 2017**

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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>	
17.258, 17.259 and 17.278 93.052	Workforce Investment Act Cluster National Family Caregiver Support – Title III Part E	
93.778	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, 2017**

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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, 2017.

**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, 2017.

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

There were no findings or questioned costs.