

JACKSON COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
December 31, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of JACKSON COUNTY, GEORGIA have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

(A) REPORTING ENTITY

The government is a political subdivision of the State of Georgia governed by a commission-manager form of government under which a five member Board of County Commissioners is elected to serve as the legislative body for the county. The commission chairman is elected at-large, while the remaining four commissioners are elected by geographical districts in which they reside. Elections for the district seats are staggered four year terms, so as to provide some continuity on the Board of Commissioners. In addition, there are four Constitutional Officers; the Clerk of Superior Court, Probate Court Judge, Sheriff, and Tax Commissioner. The Constitutional Officers are elected countywide. The Board of Commissioners approves all annual appropriations used by the respective Constitutional Officers. As required by generally accepted accounting principles, these financial statements present the government and its component units. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

The component unit columns in the combined financial statements include the financial data of the county's component units, which meet the criteria established by Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*. They are reported in separate columns to emphasize that they are legally separate from the county.

Brief descriptions of discretely presented component units follow:

JACKSON COUNTY AIRPORT AUTHORITY (airport authority): The airport authority operates the county's noncommercial airport facility. A five-member board governs the airport authority. The county appoints three members of the board, which represents a voting majority. The county also has the ability to impose its will on the authority as all amendments to the rules and regulations of the authority must be approved by the County Board of Commissioners. During fiscal year 2007, the airport authority received \$24,962 from the County Board of Commissioners to subsidize annual operations.

JACKSON COUNTY HEALTH DEPARTMENT (health department): The health department is charged with determining the health needs and resources of its jurisdiction, developing programs, activities, and facilities responsive to those needs, and enforcing all laws related to health matters unless they fall under the jurisdiction of other agencies. The Jackson County Board of Health (board) governs the health department. The board includes seven members representing government, health professions, and the needy. The county appoints the voting

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majority of the board. Additionally, the health department is fiscally dependent on the county since it must have its budget approved by the county. During fiscal year 2007, the health department received \$126,049 from the County Board of Commissioners to subsidize annual operations. The health department has a June 30 fiscal year end.

JACKSON COUNTY WATER AND SEWERAGE AUTHORITY (water authority): The water authority has five members appointed by the Board of Commissioners of Jackson County. A portion of special purpose sales tax funds is passed through to the water authority. The water authority is created for the purpose of acquiring, constructing, equipping, maintaining and operating adequate water supply, treatment and distribution facilities and sewerage collection, treatment and distribution facilities making such facilities and the services thereof available to public and private consumers and users located in the City of Jefferson, Jackson County and their environs, including municipalities within and without the County and to adjoining counties; extending and improving such facilities.

Complete financial statements may be obtained from the administrative offices at the following locations:

JACKSON COUNTY HEALTH DEPARTMENT P O Box 260 Jefferson, Georgia 30549 (June 30 year end)	JACKSON COUNTY WATER & SEWERAGE AUTHORITY P O Box 869 Jefferson, Georgia 30549
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The JACKSON COUNTY AIRPORT AUTHORITY does not prepare separate financial statements.

(B) GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

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 segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and

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other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

(C) MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Agency funds have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. 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 government considers property taxes as available if they are collected within 60 days of the end of the current fiscal year for which they are levied. Fines are considered available if they are collected within 60 days of the end of the current fiscal period. Other revenues susceptible to accrual are considered available if they are collected within 90 days of the end of the current fiscal period for which they are imposed. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, sales tax, franchise taxes, fines, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The government reports the following major governmental funds:

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.

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The *SPLOST Capital Projects Fund* accounts for funds received from the imposition of a local 1% voter approved sales tax reserved for construction of capital projects in the areas of water and sewerage improvements; roads, streets, bridges and sidewalks; parks and recreation; and public safety facilities.

The *Debt Service Fund* accounts for the servicing of general long-term debt associated with revenue bonds issued by the Banks-Jackson-Commerce Hospital Authority.

The *Capital Projects Fund* accounts for acquisition and construction of the County's capital assets.

The government reports the following major proprietary funds:

The *Solid Waste Disposal Facility Enterprise Fund* accounts for the activities of the County's solid waste transfer station.

The *Mayfield Treatment Plant Enterprise Fund* accounts for the operations of the Mayfield Wastewater Treatment Plant. However, the operation of this plant was transferred to the Jackson County Water and Sewerage Authority in the year 2000.

Additionally, the government reports the following fund types:

The *Fuel Depot Internal Service Fund* accounts for charges to other departments or agencies of the government for the purchase of fuel.

The *Agency Funds* are custodial in nature and do not represent results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the government holds for others in an agency capacity.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The government has elected not to follow subsequent private-sector guidance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are interfund services provided and used are not eliminated in the process of consolidation. Elimination of these charges would distort the direct costs and program revenues for the various functions concerned.

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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. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues for the Solid Waste Disposal Facility enterprise fund and the Mayfield Treatment Plant enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

(D) ASSETS, LIABILITIES AND NET ASSETS OR EQUITY

1. *Deposits and Investments*

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

Investments are recorded as fair value based on quoted market prices as of the balance sheet date. Increases or decreases in fair value during the year are recognized as part of investment income.

2. *Receivables and Payables*

Activity 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" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). 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."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All trade and property tax receivables are shown net of an allowance of uncollectibles.

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Property taxes attach as an enforceable lien on property as of January 1. Taxes are normally levied by October 20th of each year. The 2007 property taxes were levied October 20, 2007 and were due December 20, 2007. The taxes are subject to lien after March 20, 2008. Interest and penalties are assessed on taxes not paid by this date.

The County's property taxes were levied on the assessed values of all real and personal property including mobile homes and motor vehicles located in the County.

The County bills and collects its own property taxes and also those for the School Board and the fire districts. Only the County's tax levy is recognized as revenue when levied and uncollected taxes are recorded as deferred revenue in the general fund and fire districts special revenue funds.

3. *Inventories and Prepaid Items*

Inventories, consisting of expendable supplies, not held for resale are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

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.

4. *Restricted Assets*

Certain proceeds of the County's capital leases are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited by applicable lease agreements.

5. *Capital Assets*

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, culverts, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Roads, bridges and culverts acquired prior to January 1, 2003 have been reported.

The costs 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 of business-type activities is included as part of the assets constructed. No interest was capitalized during 2007.

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Property, plant and equipment are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Computers and peripherals	3
Infrastructure	20
Machinery and equipment	10
Nonstructural improvements	10
Vehicles	3-5
Water and Sewer lines	50
Sewer treatment plant	50
Water treatment plant	20

6. *Compensated Absences*

It is the government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. In accordance with the provisions of Statement of Governmental Accounting Standards No. 16, "Accounting for Compensated Absences," no liability is reported for unpaid accumulated sick leave because the benefits are paid only upon illness of an employee, and the amount of such payments cannot be reasonably estimated. All vacation pay is accrued when incurred in the government-wide and proprietary financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

7. *Long-term Obligations*

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, or proprietary fund type statement of net assets.

8. *Fund Equity*

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

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9. *Management Estimates*

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

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

(A) BUDGETARY INFORMATION

Annual appropriated budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund, all Special Revenue Funds, and Debt Service Fund. Project length budgets are adopted for the Capital Projects Funds. Annual operating budgets are prepared for each Enterprise and Internal Service Fund for planning, control, cost allocation and evaluation purposes. All annual appropriations lapse at fiscal year end.

The County follows these procedures in establishing the budgetary data reflected in the financial statements.

In the summer of each year, all agencies of the government submit requests for appropriation to the Finance Director so that a budget may be prepared. The budget is prepared by fund, function and department, and line item, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. Before September 1, the proposed budget is presented to the government's Board of Commissioners for review. The government's Board of Commissioners holds public hearings and may add to, subtract from, or change appropriations.

The Office of Financial Administration may amend the line item budget within a department's appropriation as long as the total appropriation for that department is not changed. However, expenditures may not legally exceed budgeted appropriations at the department level without a resolution of the Board of Commissioners. The legal level of budgetary control is at the department level within individual funds.

During the year, the Board of Commissioners authorized amendments to include appropriations and revenues that were not originally budgeted and to reclassify certain expenditures.

The County finance director may amend the line item budget within a department's appropriation. Expenditures may not legally exceed budgeted appropriations at the department level.

During the year, the Commissioners authorized amendments to include appropriations for some activities that were not originally budgeted and to reclassify certain character and functional expenditures.

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(B) EXCESS OF REVENUES AND EXPENDITURES OVER APPROPRIATIONS

There are no excesses of expenditures over appropriations at the department level (the legal level of control).

(C) DEFICIT FUND EQUITY

At December 31, 2007, no funds had deficit fund equity.

NOTE 3 - DEPOSITS AND INVESTMENTS

As of December 31, 2007, Jackson County had the following investments, some of which are cash equivalents:

Investment Type	Fair Value	INVESTMENT MATURITIES (in Years)				Rating (1)
		Less Than 1	1-5	6-10	More Than 10	
General and Capital Project Funds						
Georgia Fund 1	\$ 27,963,275	\$ 27,963,275	\$ -	\$ -	\$ -	AAA
Fidelity Treasury Port	476	476	-	-	-	AAA
Goldman Sachs Treasury Obligations	2,588,227	2,588,227	-	-	-	AAA
Internal Service Funds						
U.S Treasury	-	-	-	-	-	
U.S. Government Agencies	\$ 30,551,978	\$ 30,551,978	\$ -	\$ -	\$ -	N/A
Maximum Investment		100.00 %	- %	0.00 %	0.00 %	

1. Standard & Poor's

The Jackson County investment program shall be operated for all investments to comply with federal, state, and local laws. The investment program should use a competitive selection process for investments in excess of 30 days. All investments shall be made with consideration for environmental and human rights impact.

The Local Government Investment Pool, "Georgia Fund 1", created by OCGA 36-83-8, is a stable net asset value investment pool which follows Standard and Poor's criteria for AAAM rated money market funds. However, Georgia Fund 1 operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is managed by the Office of Treasury and Fiscal Services. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1.00 per share value). Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on \$1.00 per share. The County has no investment policy that would further limit its investment choices. Investments are carried at fair value. Unrealized gains are recognized as income.

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Interest rate risk. Interest rate risk is the risk that changes in interest rates may adversely affect an investment's fair value. Since the price of a bond fluctuates with market interest rates, the risk that an investor faces is that the price of a bond held in a portfolio will decline if market interest rates rise. Jackson County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. State statutes authorize the government to invest in obligations of the U.S. Treasury and of its agencies and instrumentalities; bonds or certificates of indebtedness of this state and of its agencies and instrumentalities; certificates of deposits of banks insured by FDIC; the State of Georgia Local Government Investment Pool; repurchase agreements; bonds, debentures, notes or other evidence of indebtedness of any solvent corporation subject to certain conditions. Jackson County has no investment policy that would further limit its investment choices. At December 31, 2007, the ratings of its investments are shown above.

Concentration of credit risk. Jackson County places no limit on the amount it may invest in any one issuer.

Custodial credit risk - investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Jackson County has a policy of placing investments with qualified financial institutions. As of December 31, 2007, all investments are adequately secured with insurance.

Custodial credit risk - deposits. In case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Jackson County may exceed the FDIC insured limit in making deposits in commercial banks and savings and loans institutions, if the funds are otherwise adequately secured. As of December 31, 2007, all deposits of the County were adequately insured or collateralized.

State statutes require collateral pledged in the amount of 110% of deposits. Depositories may secure deposits of public funds using the dedicated method or the pooled method as described below.

- Under the dedicated method, a depository shall secure the deposits of each of its public depositors separately.
- Under the pooled method, a depository shall secure deposits of public bodies which have deposits with it through a pool of collateral established by the depository with a custodian for the benefit of public bodies having deposits with such depository as set forth in code Section 45-8-13.1.

The County utilized both methods to secure deposits of public funds.

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NOTE 4 - RECEIVABLES

Receivables as of year-end for the County's individual major funds and nonmajor governmental and Internal Service Funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General Fund</u>	<u>SPLOST</u>	<u>Capital Projects Fund</u>	<u>NonMajor Governmental Funds</u>	<u>Solid Waste Disposal Facility</u>	<u>Fuel Depot Internal Service Funds</u>
Receivables:						
Property Taxes	\$ 3,551,908	\$ -	\$ -	\$ 331,215	\$ -	\$ -
Fines	10,478,062	-	-	-	-	-
Accounts	174,436	42,916	207,146	456,417	93,864	-
Intergovernmental	<u>2,156,669</u>	<u>1,637,733</u>	<u>-</u>	<u>59,391</u>	<u>268,072</u>	<u>44</u>
Total Gross Receivables	16,361,075	1,680,649	207,146	847,023	361,936	44
Less: Allowance for Uncollectibles	<u>(10,010,542)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(17,492)</u>	<u>-</u>
Total Net Receivables	<u>\$ 6,350,533</u>	<u>\$ 1,680,649</u>	<u>\$ 207,146</u>	<u>\$ 847,023</u>	<u>\$ 344,444</u>	<u>\$ 44</u>

Property taxes receivable at December 31, 2007, consist of the following:

<u>DIGEST YEAR</u>	<u>GENERAL FUND</u>	<u>NONMAJOR GOVERNMENTAL FUNDS</u>
2007	\$ 2,908,439	\$ 285,797
2006	424,266	29,124
2005	87,135	5,033
2004	41,228	3,208
2003	36,252	2,677
2002	22,655	1,902
2001	7,829	904
2000	7,218	866
1999	5,736	529
1998	2,975	238
1997	1,519	153
1996 and prior	6,656	784
Total	<u>\$ 3,551,908</u>	<u>\$ 331,215</u>

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Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	<u>UNAVAILABLE</u>	<u>UNEARNED</u>
Delinquent property taxes receivable (General Fund)	\$ 638,525	\$ 16,866,845
Delinquent property taxes receivable (Fire District Fund)	24,362	1,557,027
Homeowners Tax Relief Grant prior to meeting eligibility requirements (General Fund)	-	905,578
Homeowners Tax Relief Grant prior to meeting eligibility requirements (Fire District Fund)	-	95,702
Probation fines (General Fund)	296,434	-
Grant drawdowns prior to meeting all eligibility requirements (General Fund)	-	51,233
Grant drawdowns prior to meeting all eligibility requirements (Ambulance Fund)	-	15,000
Grant drawdowns prior to meeting all eligibility requirements (SPLOST Fund)	-	10,000
Total deferred/ unearned revenue for governmental funds	<u>\$ 959,321</u>	<u>\$ 19,501,385</u>

COMPONENT UNITS

	<u>Health Department</u>	<u>Water and Sewerage Authority</u>	<u>Airport Authority</u>
Receivables:			
Accounts	\$ -	\$ 944,392	\$ 18,614
Intergovernmental	42,546	590,226	189,474
	<hr/>	<hr/>	<hr/>
Total Gross Receivables	42,546	1,534,618	208,088
Less: Allowance for Uncollectibles	-	(176,854)	-
	<hr/>	<hr/>	<hr/>
Total Net Receivables	<u>\$ 42,546</u>	<u>\$ 1,357,764</u>	<u>\$ 208,088</u>

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NOTE 5 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2007 was as follows:

	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
Governmental Activities:					
Non-Depreciable Assets:					
Land and land improvements	\$ 4,426,466	\$ -	\$ -	\$ -	\$ 4,426,466
Infrastructure land and land improvements	77,693,411	1,307,605	-	25,905	79,026,921
Construction in progress	2,014,392	3,701,656	-	(1,781,213)	3,934,835
Construction in progress - infrastructure	5,626,772	3,054,220	-	(198,508)	8,482,484
Total non-depreciable capital assets	<u>89,761,041</u>	<u>8,063,481</u>	<u>-</u>	<u>(1,953,816)</u>	<u>95,870,706</u>
Depreciable Assets:					
Land Improvements	368,137	5,478	-	-	373,615
Buildings and improvements	36,530,967	154,889	(97,097)	677,609	37,266,368
Machinery and equipment	8,520,470	540,457	(16,000)	1,103,604	10,148,531
Vehicles	9,474,673	1,952,548	(624,100)	-	10,803,121
Infrastructure	41,507,188	3,563,395	-	172,603	45,243,186
Total depreciable capital assets	<u>96,401,435</u>	<u>6,216,767</u>	<u>(737,197)</u>	<u>1,953,816</u>	<u>103,834,821</u>
Less Accumulated Depreciation for:					
Land Improvements	(79,270)	(18,229)	-	-	(97,499)
Buildings and improvements	(4,593,554)	(794,889)	8,415	-	(5,380,028)
Machinery and equipment	(3,332,994)	(960,341)	16,000	-	(4,277,335)
Vehicles	(7,135,719)	(912,230)	558,533	-	(7,489,416)
Infrastructure	(9,333,488)	(1,991,467)	-	-	(11,324,955)
Total accumulated depreciation	<u>(24,475,025)</u>	<u>(4,677,156)</u>	<u>582,948</u>	<u>-</u>	<u>(28,569,233)</u>
Total depreciable capital assets, net	<u>71,926,410</u>	<u>1,539,611</u>	<u>(154,249)</u>	<u>1,953,816</u>	<u>75,265,588</u>
Governmental activities capital assets, net	<u>\$ 161,687,451</u>	<u>\$ 9,603,092</u>	<u>\$ (154,249)</u>	<u>\$ -</u>	<u>\$ 171,136,294</u>

Additions to governmental activities capital assets for fiscal year ending December 31, 2007 consist of the following:

Capital Outlay	\$ 11,793,383
Donated assets	2,486,867
Rounding	(2)
Total Additions	<u>\$ 14,280,248</u>
Non-depreciable capital assets additions	\$ 8,063,481
Depreciable capital assets additions	6,216,767
Total	<u>\$ 14,280,248</u>

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	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
Business-type Activities:					
Non-Depreciable Assets:					
Land and land improvements	\$ 365,666	\$ -	\$ -	\$ -	\$ 365,666
Construction in progress	<u>7,353</u>	<u>25,711</u>	<u>(33,064)</u>	<u>-</u>	<u>-</u>
Total non-depreciable capital assets	<u>373,019</u>	<u>25,711</u>	<u>(33,064)</u>	<u>-</u>	<u>365,666</u>
Depreciable Assets:					
Land improvements	69,089	-	-	-	69,089
Buildings and improvements	219,377	-	-	-	219,377
Machinery and equipment	139,158	-	-	-	139,158
Vehicles	<u>108,140</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>108,140</u>
Total depreciable capital assets	<u>535,764</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>535,764</u>
Less Accumulated Depreciation for:					
Land improvements	(14,370)	(1,596)	-	-	(15,966)
Buildings and improvements	(53,866)	(4,388)	-	-	(58,254)
Machinery and equipment	(80,324)	(36,199)	-	-	(116,523)
Vehicles	<u>(108,140)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(108,140)</u>
Total accumulated depreciation	<u>(256,700)</u>	<u>(42,183)</u>	<u>-</u>	<u>-</u>	<u>(298,883)</u>
Total depreciable capital assets, net	<u>279,064</u>	<u>(42,183)</u>	<u>-</u>	<u>-</u>	<u>236,881</u>
Business-type activities capital assets, net	<u>\$ 652,083</u>	<u>\$ (16,472)</u>	<u>\$ (33,064)</u>	<u>\$ -</u>	<u>\$ 602,547</u>

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

Governmental Activities:	
General Government	\$ 287,115
Judicial	554,372
Public Safety	1,127,544
Public Works	2,572,127
Public Health and Welfare	46,961
Recreation and Culture	72,255
Housing and Development	<u>16,782</u>
Total depreciation expense-governmental activities	<u>\$ 4,677,156</u>
Business-type Activities:	
Solid Waste	<u>42,183</u>
Total depreciation expense-business-type activities	<u>\$ 42,183</u>

JACKSON COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
December 31, 2007

The County has authorized construction projects. The remaining costs are split between the portion of the contracts that have been entered into for which the work had not been done prior to December 31, 2007 and the remainder of the authorized project expenditure for which contracts have not been entered into as of year end. The source of financing for the remaining project cost is noted below:

	<u>Project Authorization</u>	<u>Expended To Date</u>	<u>Contracts in Progress</u>	<u>Authorized Not Obligated</u>	<u>Source</u>
Governmental Activities:					
East Jackson Park at Nicholson	\$ 1,205,000	\$ 1,163,137	\$ -	\$ 41,863	SPLOST
Jackson County Jail Project	33,000,000	2,384,596	29,809,547	805,857	SPLOST; Series 2007 Revenue Bonds
Historic Courthouse Renovation	2,000,000	20,709	-	1,979,291	Series 2007 Revenue Bonds; Local funds
Fire Training Facility	6,556,662	194,765	287,364	6,074,533	SPLOST; Series 2007 Revenue Bonds
Various Non-Infrastructure SPLOST Projects	171,629	171,629	-	-	SPLOST; Series 2007 Revenue Bonds
Hoods Mill/Water Works Rd. Intersection Improvement	125,000	98,933	21,600	4,467	SPLOST
Concord Road North - Continuation	138,500	27,346	88,216	22,938	Developer Contributions; Local funds; Series 2008 Revenue Bonds
South Apple Valley at SR 15 Alt. Safety Improvement	1,169,768	48,228	41,120	1,080,420	SPLOST; GADOT
Galilee Church Road	142,901	11,593	131,268	40	SPLOST; GADOT
Various Intersection Improvements	110,286	45,235	64,950	101	SPLOST; Developer Contribution
Economic Development Road & Sewer Projects	<u>53,040,572</u>	<u>8,251,148</u>	<u>291,583</u>	<u>44,497,841</u>	Series 2004 & 2008 Revenue Bonds; GADOT; Developer Contributions
	<u>\$ 97,660,318</u>	<u>\$ 12,417,319</u>	<u>\$ 30,735,648</u>	<u>\$ 54,507,351</u>	

Discretely Presented Component Units

Activity for the Health Department for the year ended December 31, 2007, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Governmental Activities:				
Depreciable Assets:				
Machinery and equipment	\$ 98,616	\$ -	\$ -	\$ 98,616
Less Accumulated Depreciation	<u>(85,889)</u>	<u>(5,224)</u>	<u>-</u>	<u>(91,113)</u>
Capital Assets, net	<u>\$ 12,727</u>	<u>\$ (5,224)</u>	<u>\$ -</u>	<u>\$ 7,503</u>

JACKSON COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
December 31, 2007

Activity for Jackson County Water and Sewerage Authority for the year ended December 31, 2007, was as follows:

	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
Business-type activities:					
Non-depreciable Assets:					
Land	\$ 2,487,450	\$ -	\$ -	\$ 41,883	\$ 2,529,333
Construction in progress	<u>2,365,939</u>	<u>4,796,553</u>	<u>-</u>	<u>(2,044,380)</u>	<u>5,118,112</u>
Total non-depreciable capital assets	<u>4,853,389</u>	<u>4,796,553</u>	<u>-</u>	<u>(2,002,497)</u>	<u>7,647,445</u>
Depreciable assets:					
Buildings	281,592	-	-	270,429	552,021
Water tanks	4,225,725	25,413	-	25,223	4,276,361
Booster pumps	1,175,665	-	-	-	1,175,665
Water lines	52,102,246	3,796,200	-	1,404,401	57,302,847
Meters	1,402,132	-	-	192,973	1,595,105
Vehicles	224,562	76,564	(64,418)	-	236,708
Sewer system	13,333,733	1,457,350	-	(25,222)	14,765,861
Machinery and equipment	<u>612,807</u>	<u>59,267</u>	<u>(10,043)</u>	<u>134,693</u>	<u>796,724</u>
Total depreciable capital assets	<u>73,358,462</u>	<u>5,414,794</u>	<u>(74,461)</u>	<u>2,002,497</u>	<u>80,701,292</u>
Less Accumulated Depreciation for:					
Buildings	(78,834)	(11,195)	-	-	(90,029)
Water tanks	(730,639)	(86,200)	-	(105)	(816,944)
Booster pumps	(465,700)	(58,783)	-	-	(524,483)
Water lines	(5,402,131)	(1,062,164)	-	-	(6,464,295)
Meters	(162,484)	(141,822)	-	-	(304,306)
Vehicles	(90,393)	(41,697)	51,156	-	(80,934)
Sewer system	(443,737)	(275,057)	-	105	(718,689)
Machinery and equipment	<u>(295,266)</u>	<u>(67,776)</u>	<u>10,043</u>	<u>-</u>	<u>(352,999)</u>
Total accumulated depreciation	<u>(7,669,184)</u>	<u>(1,744,694)</u>	<u>61,199</u>	<u>-</u>	<u>(9,352,679)</u>
Total depreciable capital assets, net	<u>65,689,278</u>	<u>3,670,100</u>	<u>(13,262)</u>	<u>2,002,497</u>	<u>71,348,613</u>
Business-type activities capital assets, net	<u>\$ 70,542,667</u>	<u>\$ 8,466,653</u>	<u>\$ (13,262)</u>	<u>\$ -</u>	<u>\$ 78,996,058</u>

JACKSON COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
December 31, 2007

The Jackson County Water and Sewer Authority has authorized construction projects. The remaining costs are split between the portion of the contracts that have been entered into for which the work had not been done prior to December 31, 2007 for the remainder of the authorized project expenditure for which contracts have not been entered into as of year end. The source of financing for the remaining project cost is noted below:

Project	Project Authorization	Expended To Date	Contracts in Progress	Authorized Not Obligated	Source
Middle Oconee Water Reclamation	\$ 649,500	\$ 639,924	\$ -	\$ 9,576	Sewer Construction
SPLOST Priority 1-2006B	3,415,290	3,415,290	-	-	2006B Bond Proceeds / SPLOST
SPLOST Priority 2-2006B	1,395,590	227,437	-	1,168,153	2006B Bond Proceeds / SPLOST
SPLOST Priority 3-2006B	706,434	706,434	-	-	SPLOST
Emergency Water system Rechlorination	13,539	13,539	-	-	SPLOST
Emergency Gainesville Connection	65,592	65,592	-	-	SPLOST
Water SCADA Upgrade	146,616	48,300	-	98,316	Water Capital Reserves
Emergency Communications System	14,569	1,716	-	12,853	Capital Reserves
	<u>\$ 6,407,130</u>	<u>\$ 5,118,232</u>	<u>\$ -</u>	<u>\$ 1,288,898</u>	

Activity for the Jackson County Airport Authority for the year ended December 31, 2007 was as follows:

	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
Business-type activities:					
Non-depreciable Assets:					
Land	\$ 3,061,336	\$ 362	\$ -	\$ -	\$ 3,061,698
Construction in progress	755,745	250,128	-	-	1,005,873
Total non-depreciable capital assets	<u>3,817,081</u>	<u>250,490</u>	<u>-</u>	<u>-</u>	<u>4,067,571</u>
Depreciable assets:					
Land and improvements	1,264,719	-	-	-	1,264,719
Buildings and improvements	982,443	-	-	-	982,443
Machinery and equipment	89,492	6,978	-	-	96,470
Total depreciable capital assets	<u>2,336,654</u>	<u>6,978</u>	<u>-</u>	<u>-</u>	<u>2,343,632</u>
Less Accumulated Depreciation for:					
Land and improvements	(387,542)	(69,531)	-	-	(457,072)
Buildings and improvements	(209,706)	(34,147)	-	-	(243,853)
Machinery and equipment	(20,093)	(8,137)	-	-	(28,230)
Total accumulated depreciation	<u>(617,341)</u>	<u>(111,815)</u>	<u>-</u>	<u>-</u>	<u>(729,155)</u>
Total depreciable capital assets, net	<u>1,719,313</u>	<u>(104,837)</u>	<u>-</u>	<u>-</u>	<u>1,614,477</u>
Business-type activities capital assets, net	<u>\$ 5,536,394</u>	<u>\$ 145,653</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,682,048</u>

JACKSON COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
December 31, 2007

The Jackson County Airport Authority has authorized construction projects. The remaining costs are split between the portion of the contracts that have been entered into for which the work had not been done prior to December 31, 2007 and the remainder of the authorized project expenditure for which contracts have not been entered into as of year end. The source of financing for the remaining project cost is noted below:

Project	Project Authorization	Expended To Date	Contracts in Progress	Authorized Not Obligated	Source
Phase I Grading/Runway	\$ 4,030,948	\$ 863,883	\$ 268,500	\$ 2,898,565	Series 2004 Revenue Notes; local funds, GADOT, FAA
Phase I Terminal Area Paving & Other Projects	<u>141,990</u>	<u>141,990</u>	<u>-</u>	<u>-</u>	Local funds
	<u>\$ 4,172,938</u>	<u>\$ 1,005,873</u>	<u>\$ 268,500</u>	<u>\$ 2,898,565</u>	

NOTE 6 - LONG-TERM DEBT

Long-term liability activity for the year ended December 31, 2007 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year	Due After One Year
Governmental Activities:						
Contracts Payable:						
IDA 2004 Economic Development Bonds	\$ 16,815,000	\$ -	\$ (670,000)	\$ 16,145,000	\$ 690,000	\$ 15,455,000
Add: Original issue Premiums	<u>492,809</u>	<u>-</u>	<u>(28,569)</u>	<u>464,240</u>	<u>28,569</u>	<u>435,671</u>
Subtotal IDA bonds contracts payable	<u>17,307,809</u>	<u>-</u>	<u>(698,569)</u>	<u>16,609,240</u>	<u>718,569</u>	<u>15,890,671</u>
Contracts payable - hospital	<u>1,417,500</u>	<u>-</u>	<u>(97,500)</u>	<u>1,320,000</u>	<u>101,250</u>	<u>1,218,750</u>
Subtotal contracts payable - hospital	<u>1,417,500</u>	<u>-</u>	<u>(97,500)</u>	<u>1,320,000</u>	<u>101,250</u>	<u>1,218,750</u>
City of Jefferson - Series A 2007 Bonds	-	40,595,000	-	40,595,000	-	40,595,000
Less: Original issue discounts	<u>-</u>	<u>(54,141)</u>	<u>764</u>	<u>(53,377)</u>	<u>(1,830)</u>	<u>(51,547)</u>
Subtotal Series A 2007 bonds	<u>-</u>	<u>40,540,859</u>	<u>764</u>	<u>40,541,623</u>	<u>(1,830)</u>	<u>40,543,453</u>
City of Jefferson - Series B 2007 Bonds	-	7,985,000	-	7,985,000	-	7,985,000
Subtotal Series B 2007 bonds	<u>-</u>	<u>7,985,000</u>	<u>-</u>	<u>7,985,000</u>	<u>-</u>	<u>7,985,000</u>
Total Contracts Payable	<u>18,725,309</u>	<u>48,525,859</u>	<u>(795,305)</u>	<u>66,455,863</u>	<u>817,989</u>	<u>65,637,874</u>
Capital leases	28,312,612	425,177	(2,492,923)	26,244,866	2,073,348	24,171,518
Add: Original issue Premiums	<u>176,501</u>	<u>-</u>	<u>(6,854)</u>	<u>169,647</u>	<u>6,854</u>	<u>162,793</u>
Total Capital Leases	<u>28,489,113</u>	<u>425,177</u>	<u>(2,499,777)</u>	<u>26,414,513</u>	<u>2,080,202</u>	<u>24,334,311</u>
Notes Payable	<u>251,268</u>	<u>-</u>	<u>(20,248)</u>	<u>231,020</u>	<u>21,343</u>	<u>209,677</u>
Compensated absences	<u>524,556</u>	<u>480,556</u>	<u>(470,077)</u>	<u>535,035</u>	<u>470,077</u>	<u>64,958</u>
Governmental activities long-term liabilities	<u>\$ 47,990,246</u>	<u>\$ 49,431,592</u>	<u>\$ (3,785,407)</u>	<u>\$ 93,636,431</u>	<u>\$ 3,389,611</u>	<u>\$ 90,246,820</u>
Business-type Activities:						
Notes payable	\$ 401,721	\$ -	\$ (55,534)	\$ 346,187	\$ 58,611	\$ 287,576
Landfill closure/postclosure	<u>807,300</u>	<u>407,044</u>	<u>(258,344)</u>	<u>956,000</u>	<u>47,800</u>	<u>908,200</u>
Compensated absences	<u>14,802</u>	<u>4,925</u>	<u>(4,411)</u>	<u>15,316</u>	<u>4,411</u>	<u>10,905</u>
Business-type activities long-term liabilities	<u>\$ 1,223,823</u>	<u>\$ 411,969</u>	<u>\$ (318,289)</u>	<u>\$ 1,317,503</u>	<u>\$ 110,822</u>	<u>\$ 1,206,681</u>

Compensated absences are generally liquidated by the general fund.

JACKSON COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
December 31, 2007

SUMMARY OF ALL DEBT - GOVERNMENTAL ACTIVITIES

<u>December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$ 2,885,941	\$ 4,361,913	\$ 7,247,854
2009	1,956,077	4,085,015	6,041,092
2010	2,636,333	3,998,772	6,635,105
2011	2,645,361	3,896,495	6,541,856
2012	2,716,092	3,790,568	6,506,660
2013-2017	15,279,832	17,099,437	32,379,269
2018-2022	18,186,250	13,326,198	31,512,448
2023-2027	18,400,000	8,829,395	27,229,395
2028-2032	16,320,000	4,817,507	21,137,507
2033-2037	<u>11,495,000</u>	<u>1,415,618</u>	<u>12,910,618</u>
	<u>\$ 92,520,886</u>	<u>\$ 65,620,918</u>	<u>\$ 158,141,804</u>

CAPITAL LEASES

Heavy equipment for road construction and various other equipment items and the new courthouse are acquired under capital lease agreements. The County, in conjunction with the Association County Commissioners of Georgia Lease Purchase Program, issued \$25,000,000 in aggregate principal of Certificates of Participation (COPS) during October 2003 to finance the construction of a new courthouse facility. Minimum future lease obligations for these leases, as of December 31, 2007, are as follows:

<u>December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$ 2,073,348	\$ 1,218,043	\$ 3,291,391
2009	1,117,330	1,152,070	2,269,400
2010	707,620	1,115,041	1,822,661
2011	646,616	1,088,116	1,734,732
2012	642,246	1,063,090	1,705,336
2013-2017	3,572,706	4,874,620	8,447,326
2018-2022	4,475,000	3,890,682	8,365,682
2023-2027	5,765,000	2,566,032	8,331,032
2028-2032	<u>7,245,000</u>	<u>928,875</u>	<u>8,173,875</u>
	<u>\$ 26,244,866</u>	<u>\$ 17,896,569</u>	<u>\$ 44,141,435</u>

JACKSON COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
December 31, 2007

As of December 31, 2007, the capital assets purchased under these capital lease agreements are as follows:

	<u>Governmental Activities</u>
Buildings and improvements	\$25,916,829
Machinery and equipment	5,785,609
Vehicles	3,238,789
Less accumulated depreciation	<u>(4,755,476)</u>
	<u>\$30,185,751</u>

CONTRACTS PAYABLE

HOSPITAL

On July 1, 1978, Jackson County entered into a contract with Banks County and Banks-Jackson-Commerce Hospital Authority to fund repayment of an issue of \$2,580,000 of Series 1978 Banks-Jackson-Commerce Hospital Authority Revenue Anticipation Certificates, which mature April 1, 2008, bear interest at rates from 6.2% to 6.75%.

These Certificates were refunded in October of 2003, along with the Series 1988 Banks-Jackson-Commerce Hospital Authority Revenue Anticipation Certificates, with the issuance of Series 2003A and 2003B Banks-Jackson-Commerce Hospital Authority Revenue Anticipation Certificates (the "2003" Certificates) in the amount of \$2,250,000. The contract related to the 2003 Certificates states that Jackson County is to make payments to the Banks-Jackson-Commerce Hospital Authority Sinking Fund in amounts equal to 75% of the principal and interest. The balance outstanding on the 2003 Certificates at December 31, 2007, is \$1,760,000. Jackson County's portion of these certificates is \$1,320,000.

The annual requirements to amortize this contract payable as of December 31, 2007 are as follows:

<u>December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$ 101,250	\$ 54,583	\$ 155,833
2009	101,250	50,229	151,479
2010	105,000	45,795	150,795
2011	108,750	41,199	149,949
2012	112,500	36,443	148,943
2013-2017	645,000	102,878	747,878
2018	<u>146,250</u>	<u>3,144</u>	<u>149,394</u>
Total	<u>\$ 1,320,000</u>	<u>\$ 334,271</u>	<u>\$ 1,654,271</u>

JACKSON COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
December 31, 2007

IDA 2004 ECONOMIC DEVELOPMENT BONDS PAYABLE

On November 1, 2004, Jackson County entered into a contract with the Jackson County Industrial Development Authority to fund repayment of an issue of \$16,815,000 of Series 2004 bonds with a premium and issuance cost of \$552,327 which mature March 30, 2024, and bear interest at rates from 3.00% to 5.00%. These bonds were for economic development projects including road projects.

The annual requirements to amortize this debt as of December 31, 2007 are as follows:

<u>December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$ 690,000	\$ 662,663	\$ 1,352,663
2009	715,000	643,000	1,358,000
2010	740,000	620,250	1,360,250
2011	765,000	594,838	1,359,838
2012	790,000	567,625	1,357,625
2013 -2017	4,420,000	2,345,775	6,765,775
2018 -2022	5,455,000	1,271,375	6,726,375
2023 -2024	<u>2,570,000</u>	<u>115,400</u>	<u>2,685,400</u>
Total	<u>\$ 16,145,000</u>	<u>\$ 6,820,926</u>	<u>\$ 22,965,926</u>

CITY OF JEFFERSON SERIES 2007A BOND

On August 1, 2007, Jackson County entered into a contract with the the City of Jefferson Public Building Authority to fund repayment of an issue of \$40,595,000 of Series 2007A bonds with a discount and issuance cost of \$645,564 which mature March 1, 2037, and bear interest at rates from 3.875% to 5%. These bonds were issued to fund the County's capital projects including the jail project, public safety training facility, and historic courthouse renovation.

JACKSON COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
December 31, 2007

The annual requirements to amortize the Series 2007A bond payable as of December 31, 2007 are as follows:

<u>December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$ -	\$ 2,041,738	\$ 2,041,738
2009	-	1,884,681	1,884,681
2010	750,000	1,869,681	2,619,681
2011	780,000	1,837,831	2,617,831
2012	815,000	1,803,663	2,618,663
2013 -2017	4,655,000	8,418,125	13,073,125
2018 -2022	5,815,000	7,243,886	13,058,886
2023 -2027	7,210,000	5,808,817	13,018,817
2028-2032	9,075,000	3,888,632	12,963,632
2033-2037	<u>11,495,000</u>	<u>1,415,618</u>	<u>12,910,618</u>
Total	<u>\$ 40,595,000</u>	<u>\$ 36,212,672</u>	<u>\$ 76,807,672</u>

CITY OF JEFFERSON SERIES 2007B BOND

On August 1, 2007, Jackson County entered into a contract with the the City of Jefferson Public Building Authority to fund repayment of an issue of \$7,985,000 of Series 2007 bonds which mature March 1, 2027, and bear interest at rates from 3.75% to 4.75%. These bonds were issued to fund the City of Jefferson's projects including road projects. Per the intergovernmental agreement with the City of Jefferson, the City of Jefferson has agreed to pay all principal and interest payments as well as all issuance costs. In the event of default by the City of Jefferson, Jackson County will be obligated to repay the debt. Therefore, due to legal requirements, there is still a legal liability to Jackson County.

The annual requirements to amortize the Series 2007B bond payable as of December 31, 2007 are as follows:

<u>December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$ -	\$ 373,061	\$ 373,061
2009	-	344,364	344,364
2010	310,000	338,551	648,551
2011	320,000	326,339	646,339
2012	330,000	312,926	642,926
2013 -2017	1,875,000	1,345,788	3,220,788
2018 -2022	2,295,000	917,111	3,212,111
2023 -2027	<u>2,855,000</u>	<u>339,146</u>	<u>3,194,146</u>
Total	<u>\$ 7,985,000</u>	<u>\$ 4,297,286</u>	<u>\$ 12,282,286</u>