



Fannin County Board of Commissioners
Regular Meeting
Jury Assembly Room
June 26, 2018 at 5:15pm

OPENING REGULAR MEETING

Chairman Helton called the meeting to order at 5:15pm.
The invocation was led by Zack Rateliff and the Pledge of Allegiance was led by Commissioner Johnson.

OLD BUSINESS

Commissioner Johnson made a motion to approve minutes from the June 12, 2018 meeting. Commissioner Sosebee made second. Motion passed unanimously.

PUBLIC COMMENTARY

Frank Moore, Sonya Smith, Sandra Daugterly, Lane Bishop, Pete Lindholm, Marcella Osteen, and Ralph Garner addressed the Board of their disapproval of the way Dawn Cochran was talked to in the previous meeting.

Joe Webb addressed the Board concerning a plan to implement Plan 170, Transportation Funding Act.
Public Commentary was closed at 5:43pm

NEW BUSINESS

Rushion and Associates CPA, Sam Latimer presented the Board of Commissioners with an Audit Report Presentation. Please see Attached.

Variance request made by Fleming Family Property, LLC to amend building setback to 25-ft from the centerline of Ole King Coe and private drive way. Motion to approve made by Chairman Helton. Second made by Commissioner Sosebee. Motion passed unanimously.

Variance request made by Robert Hill to build a new home 35-ft from the edge of Mountain Brook Rd. in the Shawolite Subdivision. Motion made by Commissioner Sosebee to approve request. Second made by Commissioner Johnson. Motion passed unanimously.

Christy Arp of the Development Authority addressed the Board concerning the Spec Building that was built off Hwy 5. Arp told in detail that the funds that purchased the property for the building were obtained from the sale of the Kismet Building and lease payments from another property. The construction of the building was funded with grant money that is being paid back interest free and quarterly for the next 20 years. Ed's Supply moved into the spec building in March of 2018, one year after its completion. Currently, Ed's Supply employs 6 employees. Ed's has been in business since 1950's and currently has a 10-year lease. Commissioner Johnson complimented Arp in the job that was done on this project. Commissioner Sosebee commented on his tour of the facility and thanked Arp for bringing Ed's Supply to the area.

Arp also addressed the Board on the Blue Ridge TVA property. TVA has committed \$50,000 to build an ADA accessible walkway and some other minor improvements and possibly some overlooks and concrete pads for picnic table. The County would provide the tables and some in-kind work. Arp stated that the houses on the property were considered historic and would not be disturbed at this time. Commissioner Johnson stated his appreciation to TVA.

Next on the agenda, was Andrew Vickers of the Fannin County Library. Vickers ask the Board to reappoint Rita Van Orsdal to the Library Board. Vickers also updated the Board on many improvements that had

been made to the library. Improvements include new furniture, new equipment and items for card members to check out and use inhouse.

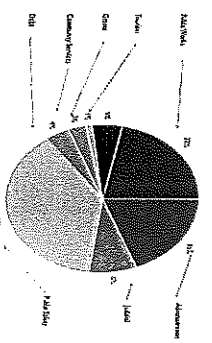
Chairman Helton addressed Patrick Cooke of EMA. Cooke asked to be removed from the agenda and placed on next meeting agenda. Commissioner Johnson made a motion to approve move. Second made by Chairman Helton. Motion passed unanimously.

Zack Ratcliff of Public Works addressed the Board on LMTG Contract money. Ratcliff stated he was awaiting bids that would be due on July 13, 2018 for the paving of Scenic Rd and Old State Hwy 2. Ratcliff commented that they had applied for \$1.7 million from LMTG to complete these projects. Chairman Helton stated that we would have to match 30% and the county had received \$664,195.59 from the state. Ratcliff stated that a one-foot shoulder on each road. Ratcliff stated they were hoping to start on old Hwy 2 first.

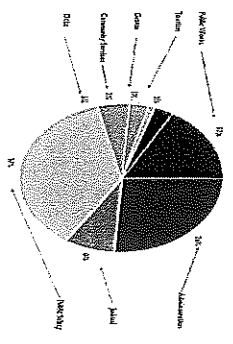
Ratcliff also received a quote on a batwing mower that would take the place of two mowers. Quoted price was \$13,792.82 which was previously \$20,488. Commissioner Johnson made a motion to approve purchase from Mason Tractor. Second made by Chairman Sosebee. Motion passed unanimously.

Robin Gazaway presented the Budget report as follows:

Account	2017	2018	%
Administration	\$3,847,131	\$4,272,000	111%
Building	1,827,719	1,810,700	100%
Public Safety	1,616,449	1,638,810	102%
Public Works	1,736,464	1,662,276	96%
Community	1,900,000	1,820,000	96%
General	2,200,000	2,200,000	100%
Capital	1,122,500	1,170,000	104%
Healthcare	1,320,000	1,320,000	100%
Public Works	1,487,725	1,406,175	94%
Total	20,241,718	19,955,141	99%



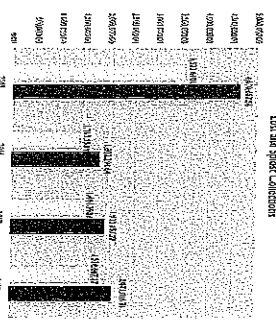
Actual \$31,100



Points of Interest ... 42% into the Budget

Account	2017	2018	%
Recreation	\$35,000	10,000	28%
Building Maintenance	100,000	20,000	20%
Public Works PI 057	4,100,000	1,700,000	41%
PI-SEWER	2,700,000	1,800,000	67%
PI-ALIASER	500,000	250,000	50%
SEWER	2,100,000	1,500,000	71%
Comp. Collection (1/1)	1,300,000	1,000,000	77%

Loss and Spkr Collectors



\$1,255,314 UNDER BUDGET 5%


Michelle

EXECUTIVE SESSION


Not needed

CLOSING

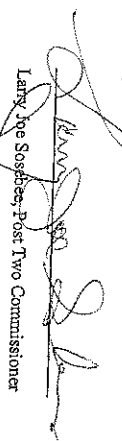
Chairman Helton made a motion to adjourn. Commissioner Sosebee made the second. Motion passed unanimously.




Stan Helton, Chairman



Ray Johnson, Post One Commissioner



Larry Joe Sosebee, Post Two Commissioner

Attest:

Karen Jones, County Clerk

Audit Opinion – Pages 1-3

Fannin County's Responsibilities
The financial statements are the responsibility of Fannin County's management.

Rushion & Company's Responsibilities
As independent auditors for Fannin County, our responsibility is to express opinions on the fair presentation of the financial statements.

Auditing Standards
We audited the County's financial statements in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards issued by the Comptroller General of the United States.

Unmodified Opinion
In our opinion, the financial statements present fairly, in all material respects, the financial position of Fannin County, Georgia as of December 31, 2017, and the respective changes in financial position and, where applicable, cash flows, for the year then ended.

RUSHION



June 26, 2018

**Audit Report Presentation
For the year ended December 31, 2017**

RUSHION

Net Position – Last 3 Years

Fiscal Year	Net Investment in Capital Assets	Restricted Net Position	Unrestricted Net Position	Total Net Position	Over (Under) Expenses	Revenues
2017	\$ 24,965,508	\$ 6,745,773	\$ 9,719,033	\$ 41,430,314	\$ 1,623,788	
2016	\$ 23,779,629	\$ 6,028,081	\$ 10,069,691	\$ 39,877,401	\$ 1,273,370	
2015	\$ 23,616,376	\$ 4,278,835	\$ 10,708,820	\$ 38,604,031	\$ 1,351,052	

¹ Decrease in property taxes, increase in charges for services, and increase in expenses.
² Decrease in capital grants and contributions and increase in other revenue. Total revenues and total expenses were both down a small amount.
³ Increase in property, sales, and excise lodging taxes. Total revenues and total expenses were both up.

Government-wide Statements – Pages 14-16

These statements provide the reader with information on the County as a whole, using the full accrual basis of accounting. Columns for the governmental activities and each of the component units.

Two statements:

Statement of Net Position – Pages 14 - 15
* Presents the assets, liabilities, and residual net position of the County

Statement of Activities – Page 16
* Presents the results of operations of the County

RUSHION

RUSHION

Establishes minimum required procurement policies and thresholds to be followed by governments with federal funding. Effective for Fannin County for the year ended December 31, 2018.

Uniform Guidance Procurement Standards

The statement establishes a single approach to accounting for and reporting leases for state and local governments. The statement requires governments to recognize certain lease assets and liabilities that previously were classified as operating leases.

The Governmental Accounting Standards Board (GASB) has issued Statement No. 87, *Leases*. Effective for Fannin County for the year ended December 31, 2020.

GASB 87

Future Reporting Changes

We believe our audit accomplishes these objectives

- Auditor's Responsibilities
- To plan and perform the audit to obtain reasonable, rather than absolute, assurance that the financial statements are free of material misstatements
- To examine, on a test basis, evidence supporting the amounts and disclosures in the financial statements
- To assess the accounting principals used and significant estimates made by management, as well as evaluate the overall financial statement presentation

Required Communications

- Accounting Policies
- The significant accounting policies are described in Note 2 to the financial statements
- No new policies were adopted in 2017
- Accounting Estimates
- Estimates are an integral part of financial statement preparation by management. Most sensitive estimates:
 - Life expectancy of capital assets for depreciation
 - Allowance for uncollectible property tax and EMS receivables

Required Communications

- Corrected Audit Adjustments
- Audit adjustments were discussed and approved by management
- Adjustments were provided to and recorded by management
- Uncorrected Audit Adjustments
- Schedule of uncorrected adjustments were provided to and approved by management
- The adjustments were evaluated and determined to be quantitatively and qualitatively immaterial, both individually and in the aggregate, to the financial statements

Required Communications