

**CENTRAL SAVANNAH RIVER AREA
REGIONAL DEVELOPMENT CENTER
AUGUSTA, GEORGIA**



**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2007**

Burke Columbia Glascock Hancock Jefferson Jenkins Lincoln
McDuffie Richmond Taliaferro Warren Washington Wilkes

PREAMBLE OF THE CSRA REGIONAL DEVELOPMENT CENTER

It is hereby affirmed that the local units of government in the CSRA have many common concerns that transcend their individual borders; the destinies of each unit rest with the interdependent actions of the family of local governments, which comprise the Central Savannah River Area. It is vital to retain local home rule while providing resources to meet area wide challenges beyond the capabilities of individual units; expansion of the concept of multi-county cooperation among units of local governments is an effective means of achieving this vital goal; and cooperation must be fostered in two ways, by strengthening the abilities of local governments to meet individual local needs and by developing an association of local government to meet common regional concerns.

**CENTRAL SAVANNAH RIVER AREA
REGIONAL DEVELOPMENT CENTER
AUGUSTA, GEORGIA**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2007**

**Prepared by the
Department of Finance and Administration**

**L. Mack Shealy, CPA, CGFM, CICA
Chief Financial Officer**

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INTRODUCTORY SECTION

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December 14, 2007

**The Honorable Dwaine Biggerstaff, Chairman and
Members of the Central Savannah River Area Regional Development Center
and Citizens of the CSRA**

Ladies and Gentlemen:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Central Savannah River Area Regional Development Center (the Center) for the fiscal year ended June 30, 2007. State law requires the Center to keep books of account reflecting all funds received, expended, and administered by the Center which shall be independently audited at least once in each fiscal year. Such audit shall be conducted in conformity with generally accepted government auditing standards (GAGAS) by a licensed certified public accountant. This report is published to fulfill that requirement for the fiscal year ended June 30, 2007.

Management assumes full responsibility for the completeness and reliability of all of the information contained in this report, based upon a comprehensive framework of internal control that is has established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the Center's comprehensive framework of internal controls is designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement.

Thomas Jeffrey, Certified Public Accountant, has issued an unqualified ("clean") opinion on the Center's financial statements for the fiscal year ended June 30, 2007. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the Center was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing a Single Audit engagement require the independent auditor to report not only on the fair presentation of the financial statements, but also on the Center's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports can be found in the single audit section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent's auditor's report and provides a narrative introduction, overview, and analysis to accompany the basic financial statements. MD&A complement this letter and should be read in conjunction with it.

PROFILE OF THE CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER

The Center is a special purpose local government existing under the authority of Georgia law as provided for by the Official Code of Georgia Annotated (OCGA) § 50-8-41. The responsibilities and authority of the Center are contained in Sections 50-8-30 through

50-8-46 of OCGA. The Center assists local governments in planning for common needs, cooperating for mutual benefit, and coordinating for sound regional development. Membership assessments, federal, state, local, and private grants/contracts finance operations of the Center. Grants from federal, state, and other sources are the primary sources of revenues permitting the Center to meet its responsibilities. The Center's membership consists of the thirteen counties and thirty-nine cities in east Georgia, known as the Central Savannah River Area (CSRA). The Center also is financially accountable for three legally separate corporations, all of which are reported separately within the Center's financial statements. The Center's component units operate collectively as CSRA Business Lending. Additional information about these legally separate entities can be found in Note I.A in the notes to the financial statements.

The Center's board is responsible for establishing policy and direction. The objectives of the Center are to develop, promote, and assist in establishing coordinated and comprehensive planning in Georgia; to provide local governments on both an individual and regional basis with professional technical assistance to improve local government service programs; to provide professional technical assistance with the development, collection, compilation, and maintenance of a local information base and network; to manage those nonprofit corporations created by the Center in accordance with Georgia law for the operation of revolving loan programs and function as a certified development company; and to function as the designated Area Agency on Aging (AAA) for the CSRA, responsible for identifying the needs of older CSRA residents, planning and coordinating regional aging services, advocating on behalf of older persons in need, and contracting with a network of agencies to provide direct services to the elderly in the CSRA.

FACTORS AFFECTING FINANCIAL CONDITION

The availability of State and Federal funding to the support activities undertaken by the Center to assist its members directly affects the Centers' financial position. The Center derived over eighty-nine percent of its income in FY 2007 from Federal & State grants. This percentage is consistent with prior years. The Center's continued success is dependent upon its ability to continue providing services in a wide variety of programmatic areas to meet the needs of our members. The financial success of the Center is dependent upon its ability to leverage member assessments. The Center generated \$27 for every one dollar in assessments collected. Without this advantage the Center could not succeed in providing the level of services demanded by its members.

Due to the nature of the Center's major activities, a major portion of the Center's State and Federal funding is driven by the economic condition and success of its member governments and the populace. Therefore, the financial condition of the Center and its revenues are also driven by the economic success or failure of the Center's members and populace.

Due to the swings in availability of State and Federal funding, the Center strives to maintain a sufficient level of liquid net assets to meet its obligations as they become due. The Center must also maintain a high level of liquid assets due to its dependency on State and Federal grants and contracts. Most all of these grants and contracts operate on a reimbursable basis with an average collection period of forty-five to sixty days. The Center is not empowered to borrow funds.

The Center is slowly shifting its focus on local funding to become more fee based, asking those members who utilize services of the Center to bear more of the cost. As a result, the Center has not changed its member assessment structure in more than six years and continues to utilize the 1990 census for its per capita assessment.

With 5,146 square miles of land area in its jurisdiction, the Center has a diverse group of

constituents. The area consists of both urban and rural counties with the city of Augusta and Richmond and Columbia counties being predominantly urban. The fortunes of the Augusta urban area tie closely to the fortunes of both the CSRA rural counties and the urban area in South Carolina. According to the 2000 U.S. Census, the CSRA had a population of 434,784. Approximately 304,945 persons or 66.48% resided in the urbanized areas within Richmond and Columbia Counties. Most of the region's growth has occurred in and around the Augusta metropolitan area.

With a projected 9% population growth to 502,290 residents, the Augusta metropolitan statistical area (MSA) ranks at 109 of the top U.S. metro areas in population and is Georgia's second largest in terms of population and jobs. The Augusta metropolitan area serves as the economic center of the CSRA. The Augusta MSA has a strong, stable economy, composed of: (1) an extensive base of manufacturers; (2) a core of technology-based employers; and (3) an expanding service sector. The diverse industrial base includes production of medical products, pharmaceuticals, golf carts, chemicals, industrial tools, and textiles among others.

MAJOR INITIATIVES OF THE CENTER

- **Local Government Services (LGS) staff prepared federally mandated Hazard Mitigation Plans for Burke, Hancock, Jefferson, Jenkins and Taliaferro Counties, which ensures that the counties remain eligible for post-disaster Hazard Mitigation Grant funds.**
- **Planning staff, working with representatives from the City of Washington, prepared the Washington Redevelopment Plan, designed to promote job creation and investment within targeted portions of the city's southwest quadrant. The project addresses 1) housing development and redevelopment, 2) nuisance properties, 3) gateway enhancements, and 4) economic development/job creation within the target area.**
- **The Area Agency on Aging partnered with the CSRA Caregivers Network and the Institute for Religion and Health to broaden the involvement of the faith community in care giving issues by sponsoring a one day conference on "Grace through the Seasons of Life", which brought 220 family caregivers, professional caregivers, and faith community members together to share inspiration, ideas, and experiences as well as to learn about resources.**
- **Economic Development staff provided project consultation, grant writing assistance, and administration of state and federal funding to local governments, resulting in more than \$2.84 million in economic development grant funds for member jurisdictions.**
- **Planning staff provided a variety of transportation planning services to local governments in the region for projects such as Transit Development Plans for Glascock, Taliaferro, and Warren Counties; a Safe Routes to School Plan for the City of Blythe; and a Long-Range Bicycle and Pedestrian Plan for Thomson-McDuffie County.**
- **The Area Agency on Aging's Georgia Cares team helped more than 1,000 seniors save almost 1 million dollars in prescription drug costs through one-on-one counseling about low cost/no cost pharmaceutical programs and Medicare Savings Programs (QMB, SLMB and QI-1) and Medicare D - the new prescription drug benefit that began January 1, 2006.**
- **The RDC successfully managed coordinated transportation system contracts totaling \$1,818,976 for Burke, Columbia, Glascock, Jenkins, Lincoln, McDuffie, Richmond, Screven, Taliaferro, Warren, Washington, and Wilkes Counties, providing a total of 160,834 one-way trips during the year.**

The Center publishes a detailed report of all activities annually. Copies of that report can be obtained directly from the Center or by accessing on the Center's web site www.csrardc.org.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Center for its comprehensive annual financial report for the year ended June 30, 2006. The Certificate of Achievement is a prestigious national award-recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, the Center published an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. This report satisfied both generally accepted accounting principles and applicable legal requirements.

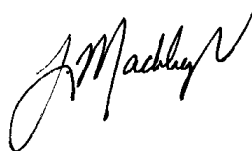
A Certificate of Achievement is valid for a period of one year. The Center has received a Certificate of Achievement for the past fourteen years. We believe that our report continues to conform to the Certificate of Achievement program's requirements, and therefore, we are submitting it to GFOA.

The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the finance and administration department. Appreciation is expressed to Becky Arnold of the accounting staff who assisted in its preparation. The Executive Director and the Board of Directors are also commended for their interest and support in planning and conducting the financial operations of the Center in a responsible and progressive manner.

Respectfully Submitted,



Andy Crosson
Executive Director



L. Mack Shealy, CPA, CGFM
Chief Financial Officer

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Central Savannah River Area
Regional Development Center
Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2006

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

CSRA Regional Development Center

Executive Committee

Dwaine Biggerstaff
City of Lincolnton
Chair

John Graham
Warren County
Vice Chair

Jimmy Andrews
City of Sandersville
Secretary/Treasurer

Horace Daniels
Washington County
Immediate Past Chair

James Henry
Jenkins County

John Luther
Augusta-Richmond County

Ron Cross
Columbia County

Bob Knox
City of Thomson

Roderick Campbell
Jenkins County

Terry Elam
Augusta Technical College
Ex-Officio Member

Principal Staff

Executive Director
Anthony Crosson

President of CSRA Business Lending
Randy Griffin

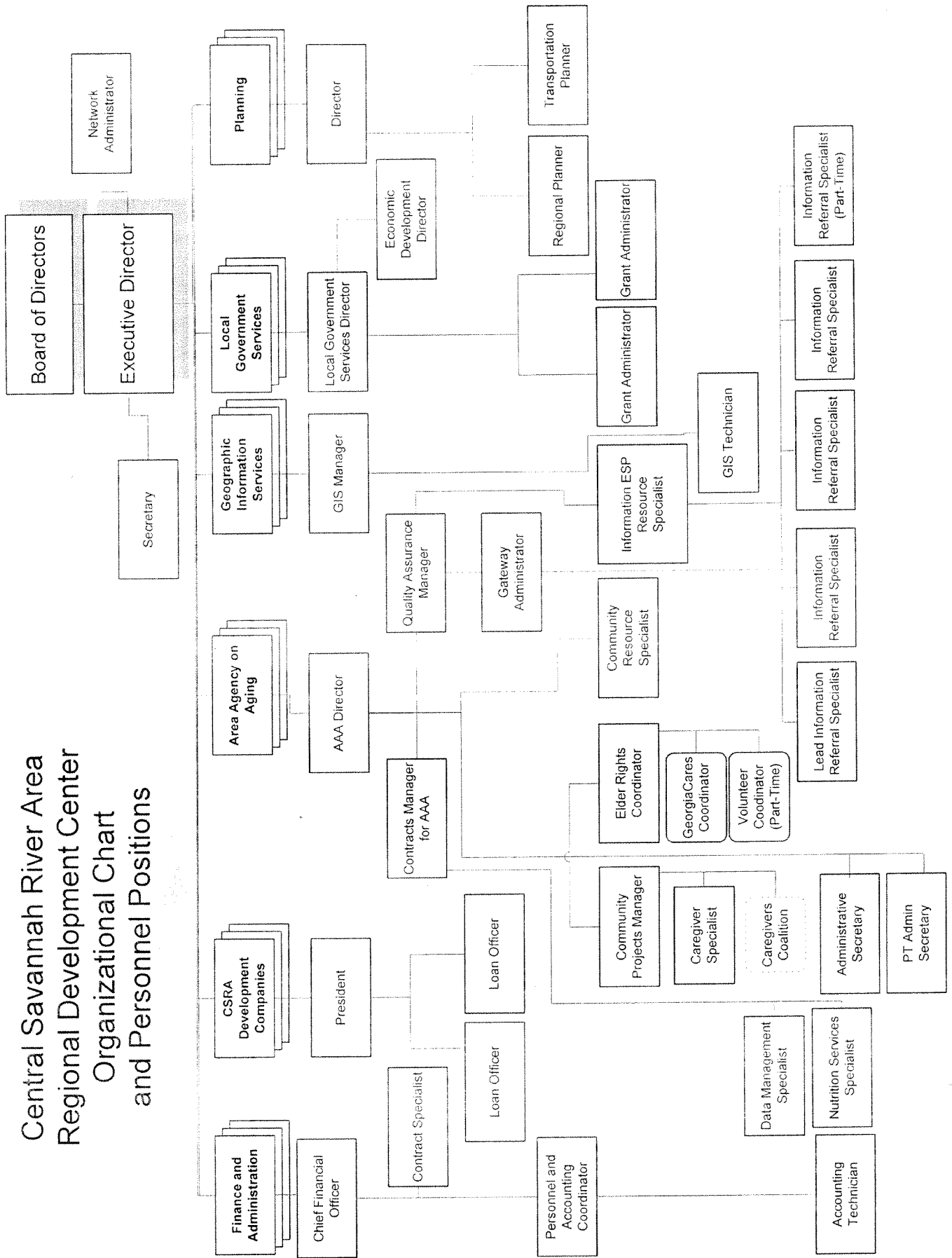
Director - Area Agency on Aging
Jeanette Cummings

Chief Financial Officer
L. Mack Shealy, CPA, CGFM, CICA

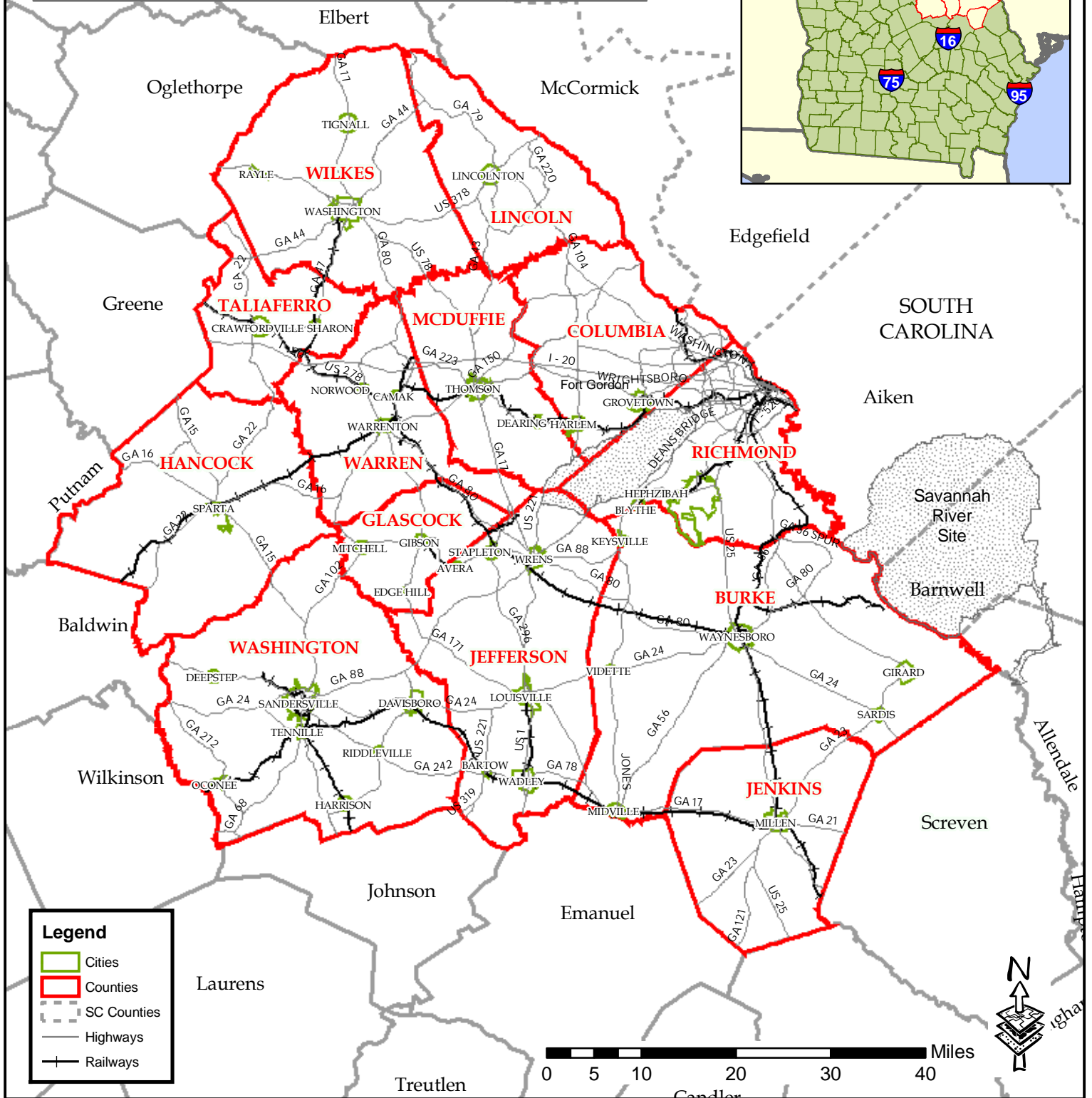
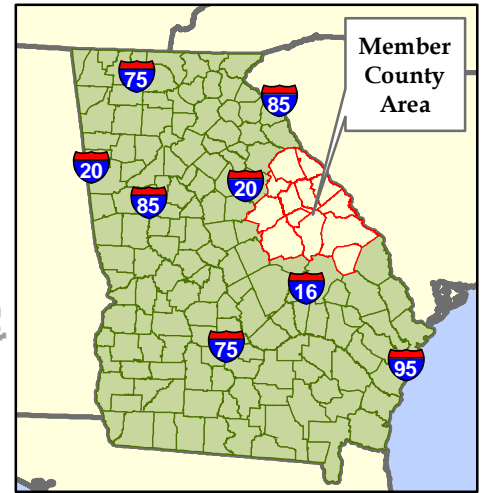
Director – Planning
Christian Lentz

Director - Local Government Services
Anne Floyd

Central Savannah River Area Regional Development Center Organizational Chart and Personnel Positions

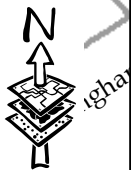
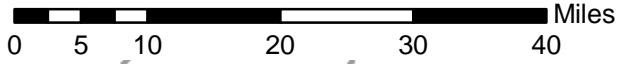


Central Savannah River Area Regional Development Center Service Delivery Area



Legend

- Cities
- Counties
- SC Counties
- Highways
- Railways



The Central Savannah River Area (CSRA) comprises thirteen counties in East Georgia known as the CSRA. The CSRA is a vital, progressive region that played an important role throughout the history of Georgia and the nation. The CSRA's major economic center is the consolidated government of Augusta-Richmond County. A trading post since the 1730's, Augusta is the second oldest and second largest metropolitan area in Georgia.

FINANCIAL SECTION

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Thomas Jeffre'sm CPA

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Report of Independent Auditor

To the Board of Directors of
Central Savannah River Area
Regional Development Center
Augusta, Georgia

I have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Central Savannah River Area Regional Development Center (the "RDC"), as of and for the year ended June 30, 2007, which collectively comprise the RDC's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the RDC's management. My responsibility is to express opinions on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinions.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the RDC, as of June 30, 2007, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Thomas Jeffre'sm
Helping you succeedsm



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Thomas Jeffreysm

In accordance with Government Auditing Standards, I have also issued my report dated December 14, 2007 on my consideration of RDC's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of my 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 and should be read in conjunction with this report in considering the results of my audit.

Management's discussion and analysis on pages 11 through 20 is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, I did not audit the information and express no opinion on it.

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the RDC's basic financial statements. The introductory section, all schedules listed as supplementary in the financial section, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the basic financial statements of the RDC. The schedules listed as supplementary in the financial section and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, I express no opinion on them.

Thomas Jeffreysm
December 14, 2007

Thomas Jeffreysm

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Central Savannah River Area Regional Development Center (Center), we offer readers of the Center's financial statements this narrative overview and analysis of the financial activities of the Center for the fiscal year (FY) ended June 30, 2007. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the Center's financial statements, which follow this narrative.

FINANCIAL HIGHLIGHTS PRIMARY GOVERNMENT

- The assets of the Center exceeded its liabilities at the close of the fiscal year by \$2,089,421 (*net assets*). Of this amount, \$1,946,598 (unrestricted net assets) may be used to meet the Center's ongoing obligations.
- Net assets increased by \$51,357. The total of net governmental and business activities expenses before general revenues is \$328,796. Member assessments covered \$307,493 of the net with interest covering the remaining \$21,303. This analysis is in accordance with the Center's policy to first apply cost-reimbursement grant resources, followed by local grants or contracts, and then by general revenues.
- As of the close of the current fiscal year, the Center's governmental funds reported combined ending fund balances of \$1,397,145 an increase of \$69,987 from the prior year. This entire amount is *unreserved* and may be used to meet the Center's ongoing obligations.

FINANCIAL HIGHLIGHTS COMPONENT UNITS (CUs)

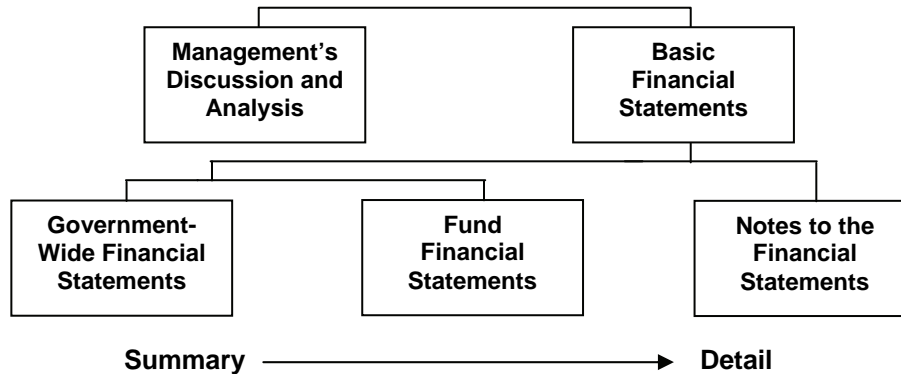
- The assets of the CUs exceeded their liabilities at the close of the fiscal year by \$3,001,510 (*net assets*). Of this amount, \$2,994,937 (unrestricted net assets) may be used to meet ongoing obligations.
- The CUs total net assets increased by \$117,097, a net decrease of \$47,990 over the prior year's change in net assets. All but \$2,010 of the decrease is due a bad debt recovery reported in the prior year. Excluding this bad debt recovery revenue increased \$14,767 while expenses increased \$12,757.
- Although processing fees decreased \$64,294, program loan interest, late fees, and servicing fees increased a total of \$76,310.
- Bad debt expense increased \$28,064 while all other expenses and interest expense decreased \$15,307.
- The CUs long-term debt decreased \$178,060 due to continuing annual note payments.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Center's basic financial statements. The Center's basic financial statements consist of three components; 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements (see Figure 1). The basic financial statements present two different views of the Center with government-wide statements and fund financial statements. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the financial condition of the Center. See figure 1 on the next page.

Required Components of Annual Financial Report

Figure 1



BASIC FINANCIAL STATEMENTS

The first two statements (pages 22 through 24) in the basic financial statements are the Government-wide Financial Statements (GWFS). They provide both short and long-term information about the Center's financial status. The GWFS include not only the Center itself, but also its Component Units (CUs). These CUs, even though they are legally separate, are included in the basic financial statements because the Center is financially accountable and appoints their governing board. The next statements (pages 25 through 33) are Fund Financial Statements. These statements focus on the activities of the individual parts of the Center's government. These statements provide more detail than the government-wide statements. There are four parts to the Fund Financial Statements: 1) the governmental funds statements; 2) the proprietary fund statements; 3) the fiduciary fund statements; and 4) the combining statements for the discretely presented CUs.

The next section of the basic financial statements is the notes. The notes to the financial statements explain in detail some of the data contained in those statements. After the notes, supplemental information is provided to show details about the Center's operations, programs, and activities.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements are designed to provide the reader with a broad overview of the Center's finances, similar in format to a financial statement of a private-sector business. The government-wide statements provide short and long-term information about the Center's financial status as a whole.

The two government-wide statements present the Center's net assets and explain how they have changed. Net assets are the difference between the Center's total assets and total liabilities. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Center is improving or deteriorating.

The government-wide statements are divided into two categories: 1) governmental activities; and 2) business-type activities. The governmental activities include most of the Center's basic services such as aging services, regional transportation services, planning & zoning, services to member governments, and support. Member assessments and Federal, State, and contracts from other governments finance these activities. The business-type activities are those for which the Center charges a fee to customers. These are a micro loan program and assistance with mapping and geographic information systems (GIS) services.

FUND FINANCIAL STATEMENTS

The fund financial statements provide a more detailed look at the Center's activities. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Center, like all other governmental entities in Georgia, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements. All of the funds of the Center can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the Center's basic services are accounted for in governmental funds. These funds focus on how assets can readily be converted into cash and the amount of funds left at year-end that will be available for spending in the next year. Governmental funds are reported using an accounting method called *modified accrual accounting*. This method also has a current financial resources focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are financial resources available to finance the Center's programs. The relationship between government activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

An internal operating budget for the general, grants and contracts, indirect cost, and GIS and mapping funds is prepared by the Center for management purposes. The budget is not subject to review or approval by the Legislature of the State of Georgia and, therefore, is not considered a legally adopted budget.

Proprietary Funds –The Center maintains two different types of proprietary funds. Enterprise Funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Center uses enterprise funds to account for the operation of its micro loan program and assistance to member governments and internal departments in the area of mapping data and related information. *Internal service funds* are an accounting device used to accumulate and allocate cost internally among the Center's various grants and contracts. The Center uses an internal service fund to account for indirect costs, payroll and fringe benefit payments and their allocation, and the receipt and disbursement of all the Center's funds. Because these services predominantly benefit governmental rather than business-type functions, the Internal Service Fund is reported with governmental activities in the government-wide financial statements.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the Center. The Center has two fiduciary funds: one pension trust fund and one agency fund.

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 start on page 34 of this report.

Other Information – In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning the Center's programs, activities, and operations.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of government's financial position. In this case, the Center's assets exceed liabilities by \$2,089,421 at the close of June 30, 2007 an increase over the prior year.

**Central Savannah River Area Regional Development Center
Net Assets – Primary Government
Figure 2**

Primary Government						
	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Current and other assets	\$ 2,992,292	\$ 2,562,418	\$ 433,373	\$ 386,443	\$ 3,425,665	\$ 2,948,861
Capital assets	130,755	76,781	12,068	16,019	142,823	92,800
Total assets	\$ 3,123,047	\$ 2,639,199	\$ 445,441	\$ 402,462	\$ 3,568,488	\$ 3,041,661
Long-term liabilities	\$ 60,911	\$ 63,113	-	-	\$ 60,911	\$ 63,113
Other liabilities	1,418,156	998,712	-	-	1,418,156	998,712
Total Liabilities	1,479,067	1,061,825	-	-	1,479,067	1,061,825
Net assets:						
Invested in capital assets	130,755	76,781	12,068	16,019	142,823	92,800
Unrestricted	1,513,225	1,500,593	433,373	386,443	1,946,598	1,887,036
Total net assets	\$ 1,643,980	\$ 1,577,374	\$ 445,441	\$ 402,462	\$ 2,089,421	\$ 1,979,836

A small portion of the of nets assets, \$142,823 (6.84%), reflects the Center's investment in capital assets (e.g. vehicles, office furniture and equipment). The Center uses these capital assets to support staff that provides services to the Center's members. These assets are not available for future spending. The remaining portion of the Center's net assets, \$1,946,598 is used to meet the Center's ongoing obligations to members and creditors.

The Center finances ninety-five point twenty percent (95.20%) of its services through intergovernmental grants and contracts and, as a result, growth in net assets is limited. The majority of these grants and contracts operate on a reimbursable basis (revenues are limited to the actual costs incurred). Receivables, loans receivable, and amounts due from component units represent fifty-seven point fifteen percent (57.15%) or \$1,885,671 of the Center's current assets. The average collection period for these items is forty-five to sixty days, requiring the Center to maintain sufficient levels of cash to support current obligations. Because the Center does not possess the corporate power to borrow funds in support of operations, it must maintain a sufficient level of net assets to sustain and support continued growth in services to members.

**Central Savannah River Area Regional Development Center
Change in Net Assets - Primary Government
Figure 3**

Primary Government						
	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Revenues:						
Program revenues:						
Charges for services	\$ 495,633	\$ 475,708	\$ 95,928	\$ 66,757	\$ 591,561	\$ 542,465
Operating grants	7,742,276	7,350,833	-	-	7,742,276	7,350,833
General revenues:						
Member assessments	307,493	307,493	-	-	307,493	307,493
Interest	72,660	86,771	-	-	72,660	86,771
Total revenues	8,618,062	8,220,805	95,928	66,757	8,713,990	8,287,562
Expenses:						
General government	58,545	35,769	-	-	58,545	35,769
Aging services	5,402,571	5,247,407	-	-	5,402,571	5,247,407
Regional transportation services	1,862,862	1,752,419	-	-	1,862,862	1,752,419
Planning and zoning services	321,940	245,486	-	-	321,940	245,486
Local government services	291,835	295,048	-	-	291,835	295,048
Economic development support services	160,442	81,405	-	-	160,442	81,405
Management of local development companies	453,260	403,997	-	-	453,260	403,997
Micro loan program	-	-	29,958	26,401	29,958	26,401
Mapping & geographic information systems support	-	-	81,220	102,673	81,220	102,673
Total expenses	8,551,455	8,061,531	111,178	129,074	8,662,633	8,190,605
Increase in net assets before transfers	66,607	159,274	(15,250)	(62,317)	51,357	96,957
Transfers	-	(50,413)	-	50,413	-	-
Increase in net assets	66,607	108,861	(15,250)	(11,904)	51,357	96,957
Net assets beginning of year	1,577,373	1,468,512	460,691	472,595	2,038,064	1,941,107
Net assets end of year	\$ 1,643,980	\$ 1,577,373	\$ 445,441	\$ 460,691	\$ 2,089,421	\$ 2,038,064

Governmental activities increased the Center's net assets by \$66,607 while business activities used \$15,250 of the total growth in the net assets of the Center. In accordance with the Center's policy to first apply cost-reimbursement grant resources, followed by local grants or contracts, and then by general revenues this increase represents interest income not applied to current operations.

The Center's \$66,607 increase in governmental activities for 2007 is a \$42,254 decrease over 2006. All the decrease in Center's net assets is attributable to costs exceeding revenues. Except for the coordinated regional transportation, all of the Center's grants and contracts with Federal and State governments are reimbursement based; meaning revenues are limited to expenses. However, the Center did operate a fixed fee contract with the Georgia department of

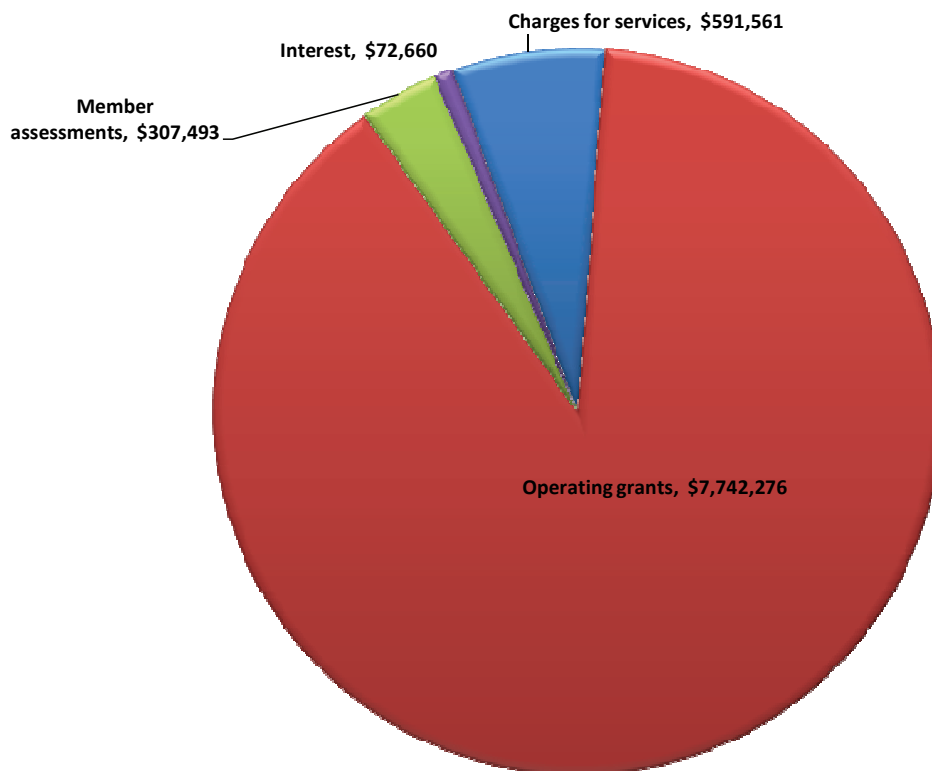
Transportation that resulted in a cost to the Center of \$33,330. The Center also saw an increase of \$11,933 in the cost to operate its historical preservation grant. Even though a small number of the Center's contracts are fee based continued growth and/or stability in net assets is dependent upon the successful management of fee-based contracts and continued strong interest income.

Governmental revenues increased \$397,257 while expenses increased \$489,924. Increases in operating grants represent ninety-eight point fifty-four percent (98.54%) of the revenue growth. Even though there were differences in the level of operating grants from each agency, a major portion (72.81%) of the growth is attributable to the growth in funds supporting aging services and the regional coordinated transportation program. Changes in functional expenses mirror changes in the composition of grants and service contracts. Transfers decreased reflecting a decrease in the subsidy supporting mapping and geographic information (GIS) services.

Business-type activities decreased the Center's net assets by \$15,250. Charges for services increased \$29,171 and expenses increased \$17,896. All of the increase in charges for services occurred in the mapping and GIS activity, while they decreased \$2,295 in the Herman Lodge Micro Loan program (MLP). Over the past several years, the Center has been working to reestablish itself as a primary provider of mapping and GIS services to its members. Based on the increase in mapping and GIS charges for services this appears to be successful. Interest income from program loans decreased \$2,102 in the Herman Lodge Micro Loan program (MLP). This result from continued reduction of principal due to payments and that no new loans were made during the current year.

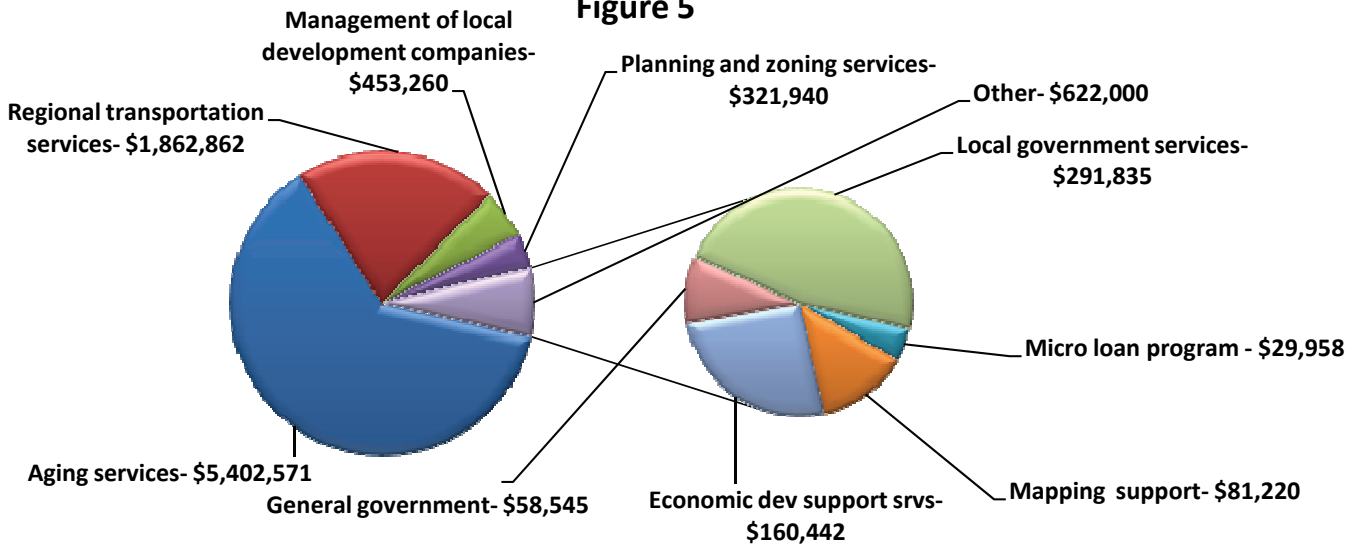
GOVERNMENT WIDE REVENUES

Figure 4



Government Wide Expenses

Figure 5



Central Savannah River Area Regional Development Center
 Net Assets – Component Units
 Figure 6

Component Units		
	Business Type Activities	
	2007	2006
Other assets*	\$ 1,801,988	\$ 1,756,893
Loans receivable	5,197,403	5,266,247
Capital assets	6,573	8,165
Total assets	\$ 7,005,964	\$ 7,031,305
Long-term liabilities	\$ 3,612,051	\$ 3,791,891
Other liabilities*	392,403	355,001
Total Liabilities	4,004,454	4,146,892
Net assets:		
Invested in capital assets	6,573	8,165
Unrestricted	2,994,937	2,876,248
Total net assets	\$ 3,001,510	\$ 2,884,413

* - Net of internal balance between component units.

**Central Savannah River Area Regional Development Center
Change in Net Assets - Component Units
Figure 7**

Component Units		
	Business Type Activities	
	2007	2006
Revenues:		
Program revenues:		
Interest - program loans	\$ 451,742	\$ 399,772
Late charges	9,375	7,054
Loan servicing fees	204,829	182,810
Loan processing fees	174,120	238,324
Bad debt recovery	-	50,000
Miscellaneous	5,985	8,675
General revenues:		
Interest	69,900	64,549
Total revenues	915,951	951,184
Expenses:		
Operating costs	577,757	591,293
Bad debts	182,167	154,103
Interest	38,930	40,701
Total expenses	798,854	786,097
Change in net assets	117,097	165,087
Net assets beginning of year	2,884,413	2,719,326
Net assets end of year	\$ 3,001,510	\$ 2,884,413

The CUs' total net assets increased by \$117,097, a net decrease of \$47,990 over the prior year's change in net assets. All but \$2,010 of the decrease is due a bad debt recovery reported in the prior year. The level of loan growth has leveled off after several years of continued growth as evidenced by the fifty-three (53) loans approved in 2007, fifty-two (52) approved for 2006, and thirty-nine (39) from 2005. Processing and servicing fees are based on a percentage of the CUs' participation in project's total loan amount. Even though the number of loan closed for the current year increased over the prior year, the CUs' participation portion was \$3,385,000 less than the prior year's participation. This accounts for the relatively small growth in processing fees over the prior year.

Recent changes in the regulations of the Small Business Administration (SBA) allow the CSRA Local Development Corporation (CSRA LDC) to operate anywhere in the Georgia. Prior to this change, the CSRA LDC was limited to the same operating area as the Center. The change in the regulations not only allows the CSRA LDC to compete anywhere in Georgia but also allows other certified development companies (CDC) operating in Georgia to compete in the Center's operating area. Due to a continuing and strong marketing program, the CSRA LDC is making a strong penetration into other areas of Georgia, especially in the metro Atlanta area. The number of loans outside its original operating area evidences this. SBA approved 43 loans for the CSRA LDC 24 outside its original operating area.

Interest from loans increased \$51,970, servicing fees increased \$22,019, and processing fees decreased \$64,294 a net increase of \$9,695. The increase in loan interest and servicing fees is consistent with the increase in new loans. The decrease in processing fees is consistent with a decrease in the size of project loans. Fifty-three (53) loans closed in 2007 compared to thirty-four (34) for 2006. Many of the loans are approved by the Small Business Administration (SBA) in one fiscal period but not actually closed until a following fiscal period. The SBA provides the permanent funding after project construction is completed, at which time the processing fee is recognized. Total expenses increased \$12,757.

FINANCIAL ANALYSIS OF THE CENTER'S FUNDS

As noted earlier, the Center uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Center maintains two governmental funds a *general fund* and *grants and contracts fund*. The focus of the Center's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources.

Due to the nature of the Center's operations, the only reconciling items between the GWFS Statement of Net assets and the governmental funds balance statement is the net effect of capital assets purchased by governmental funds (\$2,337) and the net assets (\$244,498) of the internal service fund included as a governmental activity in the GWFS. The only reconciling item between GWFS Statement of Activities and the governmental funds operating statement is depreciation (\$3,380) related to capital assets purchased by governmental funds recorded in the GWFS. Except for the depreciation related to capital assets purchased by governmental funds, the information in the governmental funds statement is not different from that in the GWFS. Governmental fund balances increased by \$69,987. The Center operates its grant and contract fund on a breakeven basis transferring funds as needed from the general fund to cover deficits. As a result, the \$69,987 increase in the general fund balances represents member assessments available to fund future operating periods.

The Center's proprietary funds provide the same type of information found in the government-wide statements but in more detail. Factors concerning the operations of the proprietary funds are addressed in the discussion of the Center's business-type activities. Because the indirect cost fund is designed to recover costs there was no change in net assets. Total indirect costs increased \$97,560 of this amount, \$36,990 of professional expenses were not included in the Center's cost allocation plan. Excluding the increase in professional expenses of \$60,981, the other most significant increase, \$41,543, occurred in personnel.

Net assets held in trust for participants increased \$766,332 from \$2,923,968 to \$3,690,300. Total investment earnings were \$492,409 representing a 16.84% return on the net assets at the beginning of the year. Contributions of \$278,748 less payments to participants of \$4,825 make up the remaining increase in net assets.

CAPITAL ASSETS

The Center's capital assets for its governmental and business-type activities as of June 30, 2007, totals \$142,823 (net of accumulated depreciation). These assets include furniture, fixtures, equipment, vehicles, and leasehold improvements. Capital assets are defined by the Center as assets with an initial, individual cost of more than \$2,500 and an estimated useful life in excess of one year. Most of the Center's capital purchases are below this threshold. Therefore, over time the Center's investment in capital assets will generally decline.

**Central Savannah River Area Regional Development Center
Capital Assets (net of depreciation)
Figure 8**

Primary Government								
	Governmental Activities			Business-type Activities			Total	
	2007	Depr	2006	2007	Depr	2006	2007	2006
	Leasehold improvements	\$ 10,097	\$ -	\$ 13,058	\$ -		\$ -	\$ 10,097
Property & equipment	120,301	-	58,430	-		-	120,301	58,430
Vehicles	357	-	5,293	-		-	357	5,293
GIS computer equipment	-		-	12,068	\$ -	16,019	12,068	16,019
Totals	\$ 130,755	\$ -	\$ 76,781	\$ 12,068	\$ -	\$ 16,019	\$ 142,823	\$ 92,800

Additional information on the Center's capital assets can be found in note 1.G and 3.D of the basic financial statements.

ECONOMIC FACTORS AFFECTING THE CENTER'S FUTURE

The Centers' financial position is directly affected by the level of State funding and Federal appropriations available for those activities undertaken by the Center to assist its members. The Center derived over eighty-eight percent of its income in FY 2007 from Federal and State grants, the same as FY 2006. The Center's continued success is dependent upon its ability to continue providing services in a wide variety of programmatic areas to meet the needs of its members. Changes under the State of Georgia's Medicaid 1115 wavier may financially affect the Center in future years. The impact of the 1115 wavier on the revenues of the Center is likely to be known after the close of 2008 Georgia legislature. In addition, changes affecting the operations of Regional Development Centers in Georgia could occur during upcoming legislative sessions because of a recent task force study commissioned by the governor. However, any changes are not expected to affect the overall operations of the Center.

REQUESTS FOR INFORMATION

This report is designed to provide an overview of the Center's finances for those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be addressed to L. Mack Shealy, CPA, CGFM, CFO, at 3023 River Watch Parkway, Suite A, and Augusta, Georgia 30907-2016.

BASIC FINANCIAL STATEMENTS

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
STATEMENT OF NET ASSETS
June 30, 2007

	PRIMARY GOVERNMENT			COMPONENT UNITS
	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL	COMBINED
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 1,413,629	\$ -	\$ 1,413,629	\$ 1,753,674
Receivables	1,625,132	9,510	1,634,642	-
Loans receivable, net of allowance	-	6,344	6,344	818,909
Due from component units	196,842	-	196,842	-
Internal balances	(291,069)	291,069	-	-
Prepaid items	41,979	5,874	47,853	-
Total current assets	<u>2,986,513</u>	<u>312,797</u>	<u>3,299,310</u>	<u>2,572,583</u>
Non-Current Assets:				
Non-current portion of loans receivable, net	-	120,576	120,576	4,378,494
Capital assets, net	130,755	12,068	142,823	6,573
Security deposit	5,779	-	5,779	-
Premium on loan	-	-	-	48,314
Total non-current assets	<u>136,534</u>	<u>132,644</u>	<u>269,178</u>	<u>4,433,381</u>
Total Assets	<u>\$ 3,123,047</u>	<u>\$ 445,441</u>	<u>\$ 3,568,488</u>	<u>\$ 7,005,964</u>
LIABILITIES				
Current liabilities:				
Accounts payable	\$ 1,123,532	\$ -	\$ 1,123,532	\$ -
Accrued liabilities	79,335	-	79,335	15,721
Due to primary government	-	-	-	196,842
Compensated absences payable	164,460	-	164,460	-
Unearned revenues	50,829	-	50,829	-
Notes payable	-	-	-	179,840
Total current liabilities	<u>1,418,156</u>	<u>-</u>	<u>1,418,156</u>	<u>392,403</u>
Noncurrent liabilities:				
Notes payable	-	-	-	3,612,051
Compensated absences payable	60,911	-	60,911	-
Total noncurrent liabilities	<u>60,911</u>	<u>-</u>	<u>60,911</u>	<u>3,612,051</u>
NET ASSETS				
Invested in capital assets	130,755	12,068	142,823	6,573
Unrestricted	1,513,225	433,373	1,946,598	2,994,937
Total net assets	<u>1,643,980</u>	<u>445,441</u>	<u>2,089,421</u>	<u>3,001,510</u>
Total liabilities and net assets	<u>\$ 3,123,047</u>	<u>\$ 445,441</u>	<u>\$ 3,568,488</u>	<u>\$ 7,005,964</u>

The accompanying notes are an integral part of this statement.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER

STATEMENT OF ACTIVITIES

FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Functions/Programs	Program Revenues			
	Expenses	Indirect Expenses Allocation	Charges for Services	Operating Grants
Primary government:				
Governmental activities:				
General government	\$ 934,546	\$ (876,001)	\$ 2,700	\$ -
Aging services	4,929,991	472,580	7,231	5,326,396
Regional transportation services	1,848,429	14,433	-	1,888,614
Planning and zoning services	223,037	98,903	36	268,603
Local government services	195,798	96,037	24,250	176,252
Economic development support services	125,195	35,247	8,156	82,411
Management of local development companies	320,257	133,003	453,260	-
Total governmental activities	<u>8,577,253</u>	<u>(25,798)</u>	<u>495,633</u>	<u>7,742,276</u>
Business type activities:				
Herman Lodge Micro loan program	21,707	8,251	12,202	-
Mapping & geographic information systems support	63,673	17,547	83,726	-
Total business type activities	<u>85,380</u>	<u>25,798</u>	<u>95,928</u>	<u>-</u>
Total primary government	<u>\$ 8,662,633</u>	<u>\$ -</u>	<u>\$ 591,561</u>	<u>\$ 7,742,276</u>
Component units:				
Business lending services	\$ 798,854		\$ 846,051	\$ -
Total component units	<u>\$ 798,854</u>		<u>\$ 846,051</u>	<u>\$ -</u>

Continued on next page.

The accompanying notes are an integral part of this statement.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Functions/Programs	Net (Expense) Revenue and Changes In Net Assets			
	Primary Government		Business-	
	Governmental Activities	Business- Type Activities	Total	Component Units
Primary government:				
Governmental activities:				
General government	\$ (55,845)	\$ -	\$ (55,845)	\$ -
Aging services	(68,944)	-	(68,944)	-
Regional transportation services	25,752	-	25,752	-
Planning and zoning services	(53,301)	-	(53,301)	-
Local government services	(91,333)	-	(91,333)	-
Economic development services	69,875	-	69,875	-
Management of local development companies	-	-	-	-
Total governmental activities	<u>(313,546)</u>	<u>-</u>	<u>(313,546)</u>	<u>-</u>
Business type activities:				
Micro loan program	-	(17,756)	(17,756)	-
Mapping & geographic information systems support	-	2,506	2,506	-
Total business type activities	<u>-</u>	<u>(15,250)</u>	<u>(15,250)</u>	<u>-</u>
Total primary government	<u>(313,546)</u>	<u>(15,250)</u>	<u>(328,796)</u>	<u>-</u>
Component units:				
Business lending services	-	-	-	47,197
Total component units	<u>-</u>	<u>-</u>	<u>-</u>	<u>47,197</u>
General revenues:				
Member assessments	307,493	-	307,493	-
Interest	72,660	-	72,660	69,900
Total general revenues	<u>380,153</u>	<u>-</u>	<u>380,153</u>	<u>69,900</u>
Change in net assets	66,607	(15,250)	51,357	117,097
Net assets - beginning as restated	1,577,373	460,691	2,038,064	2,884,413
Net assets - ending	<u>\$ 1,643,980</u>	<u>\$ 445,441</u>	<u>\$ 2,089,421</u>	<u>\$ 3,001,510</u>

Continued from previous page.

The accompanying notes are an integral part of this statement.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER BALANCE SHEET GOVERNMENTAL FUNDS June 30, 2007

	GENERAL	GRANTS AND CONTRACTS FUND	TOTAL GOVERNMENTAL FUNDS
ASSETS			
Receivables	\$ 25,963	\$ 1,595,348	\$ 1,621,311
Due from other funds	2,154,692	521,941	2,676,633
Due from component units	29,500	167,342	196,842
Prepaid items	-	8,748	8,748
Total assets	\$ 2,210,155	\$ 2,293,379	\$ 4,503,534
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ 453,391	\$ 453,391
Due to other funds	813,010	1,789,159	2,602,169
Unearned revenues	-	50,829	50,829
Total liabilities	813,010	2,293,379	3,106,389
Fund balances:			
Unreserved, reported in:			
General fund	1,397,145	-	1,397,145
Total fund balances	1,397,145	-	1,397,145
Total liabilities and fund balances	\$ 2,210,155	\$ 2,293,379	

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

Capital assets used in governmental activities exclusive of internal service fund are not financial resources and therefore not reported in the funds. (Capital assets of \$61,688 less accumulated depreciation of \$59,351).

2,337

An internal service fund is used by management to charge general and administrative costs to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.

244,498

Net assets of governmental fund activities

\$ 1,643,980

The accompanying notes are an integral part of this statement.

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>GENERAL</u>	<u>GRANTS AND CONTRACTS FUND</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
REVENUES			
Federal & State grants / contracts	\$ -	\$ 7,524,307	\$ 7,524,307
City, county, or other grants / contracts	-	671,229	671,229
Charges for services	2,700	39,673	42,373
Member assessments	307,493	-	307,493
Total Revenues	<u>310,193</u>	<u>8,235,209</u>	<u>8,545,402</u>
EXPENDITURES			
Current:			
General government	21,584	-	21,584
Aging services	-	5,399,535	5,399,535
Regional transportation services	-	1,862,862	1,862,862
Planning and zoning services	-	321,597	321,597
Local government services	-	291,835	291,835
Economic development support services	-	160,442	160,442
Management of local development companies	-	453,260	453,260
Total Expenditures	<u>21,584</u>	<u>8,489,531</u>	<u>8,511,115</u>
Excess (deficiency) of revenues over expenditures	<u>288,609</u>	<u>(254,322)</u>	<u>34,287</u>
OTHER FINANCING SOURCES (USES)			
Transfer in	73,184	297,256	370,440
Transfer out	<u>(291,806)</u>	<u>(42,934)</u>	<u>(334,740)</u>
Total other financing sources and uses	<u>(218,622)</u>	<u>254,322</u>	<u>35,700</u>
Net change in fund balance	69,987	-	69,987
Fund balance - beginning	<u>1,327,158</u>	-	
Fund balance - ending	<u>\$ 1,397,145</u>	<u>\$ -</u>	

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

Governmental funds report capital outlays as expenditure. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense, exclusive of indirect cost fund.

(3,380)

An internal service fund is used by management to charge general and administrative costs to individual funds. The net revenue (expense) of the internal service fund is reported with governmental activities.

-

Change in net assets of governmental activities

\$ 66,607

The accompanying notes are an integral part of this statement.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2007

	BUSINESS -TYPE ACTIVITIES - ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES
	HERMAN LODGE MICRO LOAN PROGRAM	GIS & MAPPING	TOTAL	INDIRECT COST FUND
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 1,413,629
Receivables	-	9,510	9,510	3,821
Loans receivable	6,344	-	6,344	
Due from other funds	265,715	25,354	291,069	-
Prepaid items	-	5,874	5,874	33,231
Total current assets	272,059	40,738	312,797	1,450,681
Non-Current Assets:				
Non-current portion of loans receivable, net	120,576	-	120,576	-
Capital assets, net	-	12,068	12,068	128,418
Security deposit	-	-	-	5,779
Total non-current assets	120,576	12,068	132,644	134,197
Total Assets	\$ 392,635	\$ 52,806	\$ 445,441	\$ 1,584,878
LIABILITIES				
Current liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 670,141
Accrued liabilities	-	-	-	79,335
Due to other funds	-	-	-	365,533
Compensated absences payable	-	-	-	164,460
Total current liabilities	-	-	-	1,279,469
Noncurrent liabilities:				
Compensated absences payable	-	-	-	60,911
NET ASSETS				
Invested in capital assets	-	12,068	12,068	128,418
Unrestricted	392,635	40,738	433,373	116,080
Total net assets	392,635	52,806	445,441	244,498
Total liabilities and net assets	\$ 392,635	\$ 52,806	\$ 445,441	\$ 1,584,878

The accompanying notes are an integral part of this statement.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>BUSINESS -TYPE ACTIVITIES - ENTERPRISE FUNDS</u>			<u>GOVERNMENTAL</u> <u>ACTIVITIES</u>
	<u>HERMAN LODGE</u> <u>MICRO LOAN</u> <u>PROGRAM</u>	<u>GIS &</u> <u>MAPPING</u>	<u>TOTAL</u>	<u>INDIRECT COST</u> <u>FUND</u>
Operating revenues:				
Interest from program loans	\$ 11,664	\$ -	\$ 11,664	\$ -
Late charges	538		538	-
Charges for services	-	83,726	83,726	876,146
Total operating revenues	<u>12,202</u>	<u>83,726</u>	<u>95,928</u>	<u>876,146</u>
Operating expenses:				
Personal services	15,254	34,073	49,327	506,389
Travel	-	437	437	1,515
Supplies	778	10,868	11,646	49,903
Equipment (not capitalized)	-	284	284	18,382
Professional fees	-	-	-	93,710
Telecommunications	-	-	-	24,065
Maintenance & upkeep - equipment & building	-	-	-	13,054
Utilities	-	-	-	15,522
Insurance	-	-	-	20,826
Dues, subscriptions, & publications	-	-	-	6,115
Rentals - other than real estate	-	-	-	28,139
Rentals - real estate	-	-	-	88,978
Motor vehicle expense	-	-	-	15,215
Postage and freight	194	-	194	10,745
Temporary personnel services	-	13,835	13,835	-
Conferences and seminars	-	225	225	225
Cost allocation plan	8,251	17,547	25,798	-
Bad debts	5,481	-	5,481	-
Depreciation	-	3,951	3,951	20,323
Total operating expenses	<u>29,958</u>	<u>81,220</u>	<u>111,178</u>	<u>913,106</u>
Operating income (loss)	<u>(17,756)</u>	<u>2,506</u>	<u>(15,250)</u>	<u>(36,960)</u>
Nonoperating revenues				
Interest income	-	-	-	72,660
Income (loss) before transfers	<u>(17,756)</u>	<u>2,506</u>	<u>(15,250)</u>	<u>35,700</u>
Transfers in	-	-	-	36,960
Transfers out	-	-	-	(72,660)
Change in net assets	<u>(17,756)</u>	<u>2,506</u>	<u>(15,250)</u>	<u>-</u>
Total net assets - beginning as restated	<u>410,391</u>	<u>50,300</u>	<u>460,691</u>	<u>244,498</u>
Total net assets - ending	<u>\$ 392,635</u>	<u>\$ 52,806</u>	<u>\$ 445,441</u>	<u>\$ 244,498</u>

The accompanying notes are an integral part of this statement.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	BUSINESS -TYPE ACTIVITIES - ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES
	HERMAN LODGE MICRO LOAN PROGRAM	GIS & MAPPING	TOTAL	INDIRECT COST FUND
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 12,284	\$ 74,466	\$ 86,750	\$ -
Program loan principal repaid	36,332	-	36,332	-
Receipts for interfund services provided	-	-	-	876,146
Payments for employee services and benefits	(15,254)	(34,073)	(49,327)	(489,641)
Payments to suppliers for goods and services	(972)	(25,649)	(26,621)	(282,665)
Payments for interfund services used	(8,251)	(17,547)	(25,798)	-
Receipts from other funds for reimbursment of operating transactions	24,477	90,381	114,858	8,651,832
Payments to other funds for reimbursment of operating transactions	(48,616)	(87,578)	(136,194)	(8,736,840)
Net cash provided (used) by operating activities	-	-	-	18,832
CASH FLOWS FROM NON CAPITAL FINANCING ACTIVITIES				
Transfers to other funds	-	-	-	(72,660)
Transfers from other funds	-	-	-	36,960
Payment of advance from other General Fund	-	-	-	(235,635)
Net cash provided (used) by capital financing activities	-	-	-	(271,335)
FINANCING ACTIVITIES				
Purchase of capital assets	-	-	-	(77,679)
Net cash provided (used) by capital and related financing activities	-	-	-	(77,679)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	-	-	-	72,660
Net cash provided (used) by investing activities	-	-	-	72,660
Net increase (decrease) in cash and cash equivalents	-	-	-	(257,522)
Balances - beginning of year	-	-	-	1,671,151
Balance - end of year	\$ -	\$ -	\$ -	\$ 1,413,629
TO NET CASH PROVIDED (USED) BY OPERATING				
Operating income (loss)	\$ (17,756)	\$ 2,506	\$ (15,250)	\$ (36,960)
Adjustments to reconcile operating income to net cash provided (used) by operating activities				
Depreciation expense	-	3,951	3,951	20,323
Changes in assets and liabilities:				
Receivable - other	-	-	-	(2,744)
Loans receivable	41,895	(9,260)	32,635	-
Due from/to other funds	(24,139)	2,803	(21,336)	(85,008)
Prepaid expenses	-	-	-	(8,083)
Accounts payable	-	-	-	104,756
Accrued expenses	-	-	-	9,800
Compensated absences payable	-	-	-	16,748
Net cash provided (used) by operations	\$ -	\$ -	\$ -	\$ 18,832

The accompanying notes are an integral part of this statement.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER STATEMENT OF FIDUCIARY NET ASSETS June 30, 2007
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	EMPLOYEE RETIREMENT PLAN	FLEXIBLE COMPENSATION PLAN - AGENCY FUND
ASSETS		
Accounts receivable	\$ 8,807	\$ 3,770
Investments, at fair value:		
Money market funds	79,463	-
Mutual funds - fixed income	765,703	-
Bonds	124,015	-
Mutual funds - equity	2,772,312	-
Total Investments	3,741,493	-
Total Assets	\$ 3,750,300	\$ 3,770
LIABILITIES		
Accounts payable	\$ 60,000	\$ 3,770
NET ASSETS HELD IN TRUST FOR FOR PENSION BENEFITS	\$ 3,690,300	

The accompanying notes are an integral part of this statement.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS FOR THE YEAR ENDED JUNE 30,2007

	<u>RETIREMENT PLAN</u>
ADDITIONS:	
Employer contributions	<u>\$ 278,748</u>
Investment income:	
Net appreciation in fair value of investments	320,094
Interest & dividends	<u>172,315</u>
Total investment earnings	<u>492,409</u>
Total Additions	<u>771,157</u>
DEDUCTIONS:	
Payments to participants	<u>4,825</u>
Change in net assets	<u>766,332</u>
NET ASSETS HELD IN TRUST FOR FOR PENSION BENEFITS:	
BEGINNING OF YEAR	<u>2,923,968</u>
END OF YEAR	<u><u>\$3,690,300</u></u>

The accompanying notes are an integral part of this statement.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
COMBINING STATEMENT OF NET ASSETS - COMPONENT UNITS
 June 30, 2007

	CSRA RESOURCE DEVELOPMENT AGENCY, INC.	CSRA LOCAL DEVELOPMENT CORPORATION, INC.	CSRA RURAL LENDING AUTHORITY, INC.	TOTAL
ASSETS				
Current Assets:				
Cash and cash equivalents	\$ 391,780	\$ 723,107	\$ 638,787	\$ 1,753,674
Loans receivable	251,540	-	567,369	818,909
Due from other funds	-	103,108	-	103,108
Total current assets	643,320	826,215	1,206,156	2,675,691
Non-Current Assets:				
Non-current portion of loans receivable, net	1,165,343	-	3,213,151	4,378,494
Capital assets, net	-	6,573	-	6,573
Premium on loan, net	-	-	48,314	48,314
Total non-current assets	1,165,343	6,573	3,261,465	4,433,381
Total Assets	\$ 1,808,663	\$ 832,788	\$ 4,467,621	\$ 7,109,072
LIABILITIES				
Current liabilities:				
Accrued liabilities	\$ -	\$ -	\$ 15,721	\$ 15,721
Due to primary government	34,280	107,941	54,621	196,842
Due to other funds	-	-	103,108	103,108
Notes payable	-	-	179,840	179,840
Total current liabilities	34,280	107,941	353,290	495,511
Noncurrent liabilities:				
Notes payable	-	-	3,612,051	3,612,051
Total noncurrent liabilities	-	-	3,612,051	3,612,051
NET ASSETS				
Invested in capital assets	-	6,573	-	6,573
Unrestricted	1,774,383	718,274	502,280	2,994,937
Total net assets	1,774,383	724,847	502,280	3,001,510
Total liabilities and net assets	\$ 1,808,663	\$ 832,788	\$ 4,467,621	\$ 7,109,072

The accompanying notes are an integral part of this statement.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
COMBINING STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND NET ASSETS
COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>CSRA RESOURCE DEVELOPMENT AGENCY, INC.</u>	<u>CSRA LOCAL DEVELOPMENT CORPORATION, INC.</u>	<u>CSRA RURAL LENDING AUTHORITY, INC.</u>	<u>TOTAL</u>
Operating revenues:				
Interest income from program loans	\$ 123,684	\$ 55,435	\$ 272,623	\$ 451,742
Late charges	4,075	-	5,300	9,375
Loan processing fees	3,637	162,593	7,890	174,120
Loan servicing fees	-	204,829	-	204,829
Misc Income	-	5,985	-	5,985
Total operating revenues	<u>131,396</u>	<u>428,842</u>	<u>285,813</u>	<u>846,051</u>
Operating expenses:				
Administrative fee	99,431	235,260	118,569	453,260
Legal Fees	-	2,315	6,234	8,549
Entertainment	-	1,558	-	1,558
Travel	425	24,642	-	25,067
Supplies	1,426	4,774	4,070	10,270
Telecommunications	713	778	734	2,225
Dues, subscriptions, & publications	2,021	10,611	1,821	14,453
Public Support (charity)	-	1,350	-	1,350
Closing costs reimbursed	-	27,500	-	27,500
Postage and freight	900	9,301	1,054	11,255
Board meetings	-	2,247	-	2,247
Conferences & training	167	12,303	166	12,636
Foreclosure Expense	-	-	2,953	2,953
Bad debts	30,269	-	151,898	182,167
Amortization	-	-	2,842	2,842
Depreciation	-	1,592	-	1,592
Total operating expenses	<u>135,352</u>	<u>334,231</u>	<u>290,341</u>	<u>759,924</u>
Operating income	<u>(3,956)</u>	<u>94,611</u>	<u>(4,528)</u>	<u>86,127</u>
Nonoperating revenues (expenses):				
Interest income	11,566	28,212	30,122	69,900
Interest expenses	-	-	(38,930)	(38,930)
Total nonoperating revenue (expenses)	<u>11,566</u>	<u>28,212</u>	<u>(8,808)</u>	<u>30,970</u>
Change in net assets	<u>7,610</u>	<u>122,823</u>	<u>(13,336)</u>	<u>117,097</u>
Total net assets - beginning	<u>1,766,773</u>	<u>602,024</u>	<u>515,616</u>	<u>2,884,413</u>
Total net assets - ending	<u>\$ 1,774,383</u>	<u>\$ 724,847</u>	<u>\$ 502,280</u>	<u>\$ 3,001,510</u>

The accompanying notes are an integral part of this statement.

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007**

NOTE 1 –SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Central Savannah River Area Regional Development Center (“the Center”) accounts for its financial position and results of operations in accordance with accounting principles generally accepted in the United States of America (GAAP) applicable to governmental units. The Center’s reporting entity applies all relevant Government Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements and in the proprietary fund financial statements, the Center applies Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. The following is a summary of the more significant policies.

A. REPORTING ENTITY

The Center is a special purpose local government existing under the authority of Georgia law as provided for by the Official Code of Georgia Annotated (OCGA) § 50-8-41. The responsibilities and authority of the Center are contained in Sections 50-8-30 through 50-8-46 of OCGA. The Center assists local governments in planning for common needs, cooperating for mutual benefit, and coordinating for sound regional development. Membership assessments, federal, state, local, and private grants/contracts finance operations of the Center. Grants from federal, state, and other sources are the primary sources of revenues permitting the Center to meet its responsibilities.

County members of the Center are Burke, Columbia, Glascock, Hancock, Jefferson, Jenkins, Lincoln, McDuffie, Richmond, Taliaferro, Warren, Washington, and Wilkes Counties. Municipalities members are: Waynesboro, Midville, Sardis, Girard, Keyesville, Grovetown, Harlem, Gibson, Edgehill, Mitchell, Sparta, Louisville, Wrens, Wadley, Stapleton, Barton, Avera, Millen, Lincolnnton, Thomson, Dearing, Hephzibah, Blythe, Crawfordville, Sharon, Warrenton, Norwood, Camak, Davisboro, Deepstep, Harrison, Oconee, Riddleville, Sandersville, Tennille, Washington, Tignall, and Rayle. As provided by law these members pay mandatory dues in support of the Center (see Note 4.A).

The Center is fiscally independent of other state and local government units and as such is considered a primary government. The Center’s financial statements include the accounts of all the Center’s operations and its component units (CUs), entities for which the Center is considered to be financially accountable.

CSRA Resource Development Agency, Inc., CSRA Local Development Corporation, Inc., and CSRA Rural Lending Authority, Inc are included as CUs. The Center’s board of directors appoints and has the authority to remove at will the directors of each corporation. These separate organizations do meet the financial accountability criteria described in GASB Statement 14 and are included. The nature and significance of the relationship of these separate organizations with the Center are such that exclusion would cause the Center’s financial statements to be incomplete. The Georgia Attorney General in his Official Opinion 96-8 dated May 9, 1996, stated, “It is my official opinion that an RDC [Center] lacks authority to abrogate its duty to be accountable for the nonprofit corporations it is authorized to create.” See Note 2.C.

The CUs are discretely presented, meaning their combined totals are reported in a separate column in the government wide financial statements to emphasize they are legally separate from the Center. Combining statements are included in the basic financial statements following fund statements. Each CU is operated and administered under a contractual arrangement with the Center. The president, executive vice president, and assistant secretary of each of the CUs are employees of the Center and receive no compensation directly from the CUs. The CUs do not issue separate financial statements.

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007**

Discretely Presented Component Units

The CSRA Resource Development Agency, Inc. (CSRA RDA) was organized pursuant to the Georgia Nonprofit Corporation Code (GNPCC) on October 24, 1979 and is exempt from income taxes under Internal Revenue Code (IRC) Section 501(c) (3). CSRA RDA's principal objective and purpose is to operate a revolving loan fund. CSRA RDA makes loans to eligible applicants in areas exhibiting long-term economic deterioration. CSRA RDA's initial capitalization was obtained through a grant from the U.S. Department of Commerce, Economic Development Administration.

The CSRA Local Development Corporation Inc., (CSRA LDC) a local development company certified by the U.S. Small Business Administration, was organized pursuant to the GNPCC on February 3, 1981 and is exempt from income taxes under IRC Section 501(c) (3). CSRA LDC's principal purpose is to assist eligible businesses with financing to maintain and/or create jobs. CSRA LDC provides financing assistance by packaging loans through the U.S. Small Business Administration's (SBA) 504 and 7A Guaranteed Loan Programs. CSRA LDC is also the servicing agent on behalf of the SBA for 504 loans.

The CSRA Rural Lending Authority, Inc. (CSRA RLA) was organized pursuant to the GNPCC on December 11, 1990 and is exempt from income taxes under IRC Section 501(c) (3). CSRA RLA's purpose is to operate an intermediary relending program (revolving loan program) and to make loans to eligible applicants in rural areas. CSRA RLA is capitalized with low interest loans from the Farmers Home Administration (FHA) Intermediary Relending Program.

B. BASIS OF PRESENTATION

Government-wide statements: The statement of net assets and the statement of activities display information about the primary government. These statements include the financial activities of the overall government. These statements distinguish between governmental and business-type activities of the Center. Governmental activities are financed through member assessments, intergovernmental revenues (grants and contracts), and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties. 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 presents a comparison between direct expenses and program revenues for the different business-type activities of the Center and for each function of the Center's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, member assessments and interest, are presented as general revenues.

As a rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this rule are charges between the Center's geographic information system (GIS) and mapping function and various other functions of the Center. Elimination of these charges would distort the direct costs of program revenues reported for the various functions concerned.

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.

Fund financial statements: The fund financial statements provide information about the Center's funds. Separate statements for each fund category – governmental, proprietary and

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007**

fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds. In addition to the general fund the Center has only one other governmental fund.

Proprietary fund operation revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

The Center reports the following major governmental funds:

The General Fund is used to account for all non-specific financial resources and those not accounted for in other funds. The general fund balance is available for any purpose provided it is expended or transferred according to the general laws of Georgia.

The Grants and Contracts Fund is used to account for all the Center's grants and contracts undertaken to carry out the functional responsibilities of the Center. Within this fund the Center maintains records on a functional level.

The Center reports the following major proprietary funds.

Herman Lodge Micro Loan Program is an enterprise fund used to account for revenues and expenses resulting from the operation of a micro revolving loan fund created by the Center as a result of a Rural Enterprise Grant from USDA Rural Economic and Community Development.

The Geographic Information Systems (GIS) / Mapping Fund is an enterprise fund used to account for special assistance provided to member governments and internal departments in the area of mapping data and related information.

Additionally, the Center reports the following funds:

The Indirect Cost Fund (ICF) is an internal service fund used to account for indirect costs, payroll and fringe benefit payments and their allocation, and the receipt and disbursement of all the Center's funds. Because these services predominantly benefit governmental rather than business-type functions, the Indirect Cost Fund is reported with governmental activities in the government-wide financial statements.

The Pension Trust Fund is a fiduciary fund used to account for the resources held for the benefit of participants in the Center's money purchase pension plan.

Agency funds are custodial in nature and do not involve the measurement of operating results. The Center uses an agency fund to account for assets it holds on behalf of others. The Flexible Compensation Plan Fund accounts for the funds withheld from employees' pay for the purposes of reimbursing them for uninsured medical costs and dependent care costs.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Government-wide, Proprietary and Fiduciary Fund Financial Statements – The government-wide, proprietary fund and fiduciary financial statements are reported using the economic resources measurement focus, except for agency funds which have no measurement focus. The government-wide, proprietary fund and fiduciary financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2007
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place. Nonexchange transactions, in which the Center gives (or receives) value without directly receiving (or giving) equal value in exchange, include member assessments and donations. On an accrual basis, revenue from member assessments is recognized at July 1 of each fiscal year. Revenue from grants and reimbursable contracts is recognized when program expenditures are incurred in accordance with program guidelines.

Amounts reported as program revenues include charges for services provided and intergovernmental grants and contracts. General revenues include member assessments and interest income.

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 of the Center's enterprise funds are charges to customers for sales and services and interest earned on program loans, as distinguished from interest earned on funds on deposit. Operating expenses for enterprise 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.

Governmental Fund Financial Statements – Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period. The Center considers all revenues available if they are collected within 150 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for claims and judgments and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Revenues of the Center's governmental funds susceptible to accrual are member assessments, interest, and the earned portion of grant and contracts. Grant and contract revenues are recognized when program expenditures are incurred in accordance with program guidelines. Such revenues are subject to review by the funding agency and may result in disallowance in subsequent periods. Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. It is the Center's policy to first apply cost-reimbursement grant resources, followed by local grants or contracts, and then by general revenues.

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007**

D. CASH AND CASH EQUIVALENTS

The Center's Cash and Cash Equivalents are considered to be cash on hand, demand deposits with banks and other financial institutions, and the State investment pool that has the general characteristics of demand deposit accounts in that the Center may deposit additional cash at any time and also may withdraw cash at any time without prior notice or penalty. See Note 3.A.

E. INVESTMENTS

The Center is authorized to invest in obligations of the United States, bonds or certificates of indebtedness of the State of Georgia, repurchase agreements where the underlying security is one of the foregoing, certificates of deposit and the State of Georgia's Georgia Fund 1 (GA1), a stable net asset value investment pool. The pension trust fund is authorized to invest in securities consistent with the Employee Retirement Income Security Act of 1974 (ERISA) prudence and diversity of risk standards.

The Pension Trust's investment in mutual funds involves the Center indirectly in derivatives. However, information relating to the nature and purpose of the derivative transactions or the Center's exposure to credit risk, market risk, and legal risk is not available.

Investments are reported at fair value. Fair value is determined as follows: short-term investments are reported at cost, which approximates fair value; securities traded on national exchanges are valued at current prices or current prices of similar securities; securities for which an established market does not exist are reported at estimated fair value using selling prices for similar investments for which there is an active market. Georgia's Office of Treasury and Fiscal Services (OTFS) operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares. See Note 3.A.

F. INVENTORIES AND PREPAID ITEMS

Even though the Center has some expendable supplies (e.g., office and computer supplies) on hand at June 30, 2007, the quantities and dollar values were not material. Accordingly, none are shown on the statement of net assets at that date. The cost of supplies is recorded as expenditure at the time that the individual items are 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.

G. CAPITAL ASSETS

Capital assets are defined by the Center as assets with an initial, individual cost of more than \$2,500 and an estimated useful life in excess of one year. Purchased capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. Capital assets of the Center consist of vehicles, furniture, fixtures, and equipment. The Center has no public domain or infrastructure capital assets. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized.

Depreciation is computed using the straight-line method. A summary of the estimated useful lives is as follows:

Vehicles	4 – 5 years
Office Equipment	5 – 10 years
Computer equipment	3 – 7 years

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2007**

Leasehold improvements 10 years

H. COMPENSATED ABSENCES

Effective July 1, 2002 the Center adopted new leave policies. Paid Time Off (PTO) was created to replace both vacation and sick leave. The new policy allowed existing employees to retain their unused sick leave at June 30, 2002 and use as needed until exhausted. The paid time off policy of the Center provides for the accumulation of up to four hundred hours of PTO at December 31. Hours accumulate at the rate of twelve to nineteen hours per month, depending upon the years of service. The employee's right to receive compensation for PTO vests as earned and is used through paid time off or cash payment at termination or retirement. For the Center's government-wide financial statements and proprietary fund financial statements, an expense and a liability for compensated absences and the salary-related payments are recorded as PTO is earned. The Center has assumed a first-in, first-out method of using accumulated compensated time. The portion of that time that is estimated to be used in the next fiscal year has been designated as a current liability in the government-wide financial statements.

No accrual has been established for accumulated sick leave of employees since it is the Center's policy to record the cost of sick leave only when it is used. However, at June 30, 2007, the value of unused sick leave was \$105,278.

I. LONG TERM OBLIGATIONS

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt is reported as a liability in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets.

J. FUND EQUITY

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

K. DIRECT COSTS AND ALLOCATION OF INDIRECT COSTS AND EMPLOYEE BENEFITS

The ICF is used to account for all administrative activities of the Center, including the indirect cost pool, payroll and fringe benefit payments and allocations, and the receipt and disbursement of all the Center's funds. The expenses of the fund are reflected net of the reimbursements.

Costs that can be identified specifically with a particular grant, contract, or project are considered direct costs and are charged directly to the applicable grant, contract, or project. Costs that are incurred for a common or joint purpose benefiting more than one program or activity are considered indirect costs.

Indirect costs are recorded in the ICF and allocated to all grants, contracts, and projects in accordance with Office of Management and Budget (OMB) Circular A-87. Recoveries of these costs are recorded as operating revenues in the ICF and as expenditures or expenses in the paying fund. Costs not considered allowable under the Center's cost allocation plan are excluded from the cost allocation process and create an operating deficit in the fund. When this occurs funds are transferred from the General Fund to the ICF to cover the deficit created as the intent is for the fund to operate on a break even basis.

The Center's indirect costs are allocated monthly to grants, contracts, and projects using

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direct chargeable salaries as the allocation base. Total indirect costs incurred by the Center for the year were \$876,146. The allocation base of direct chargeable salaries was \$1,171,821; the effective indirect cost rate was 74.77%.

The Center's employee benefits are also allocated monthly to grants, contracts, and projects as a percentage of salaries. The Center incurred total fringe benefits \$687,386 for the year. The allocation base of direct salaries was \$1,514,522; the effective fringe benefit rate was 45.39%.

The Center maintains a cost allocation plan in support of its fringe benefit and indirect cost allocation methodologies.

L. USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the reported amount 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

An internal operating budget for the general fund, special revenue fund, internal service fund, and GIS enterprise fund is prepared by the Center for management purposes. The budget is not subject to review or approval by the Legislature of the State of Georgia and, therefore, is a nonappropriated budget.

B. BOUNDARY OF OPERATIONS

The Official Code of Georgia (O.C.G.A.) § 50-8-32 provides that the Center's jurisdiction and authority is limited to defined regional boundaries specified by the Board of Community Affairs (BCA) and any alteration of such boundaries must be approved by the General Assembly. The BCA on February 4, 2004 approved a resolution transferring Screven County from the Center's area of operations effective July 1, 2004. The Georgia Legislature accepted this resolution ratifying a change in regional development center boundaries established by the BCA.

However, the Georgia Department of Human Resources (DHR), Division of Aging Services continues to recognize Screven County as being in the program services area of the Center. Therefore, the Center is required by the terms of its agreements with DHR to continue operating its Aging & Transportation programs in Screven County. The Center has no official approval from the BCA or the Georgia Legislature to operate its Aging and Transportation programs in Screven County. Screven County has requested Georgia DHR to move them from the Center's service area, however DHR has not made the change. The change is now pending the results of a legislative response to the report of the Commission for A New Georgia Service Delivery Task Force created by the governor. If changes are made, they are not likely to be effective until July 1, 2009. The Center's expects no significant impact to its programs or financial operations as a result of this study.

C. COMPLIANCE

CSRA Local Development Corporation (CSRA) received a letter from the US Small Business Administration (SBA) on August 7, 2007, stating "we have determined that CSRA is in violation of SBS's federal regulations that require a Certified Development Company (CDC) to be independent and not controlled by another agency."

<p>CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2007</p>

Based on the same criteria discussed in 2.A above SBA has determined that CSRA CDC is an affiliate and controlled by the Center which violates SBA regulations. SBA requires that CDC's be autonomous entities and not controlled or affiliated with another entity. SBA has established specific guidelines of how the membership and board is to be governed to insure public accountability to the small business community as outlined in 13CFR120.823. CSRA violates this because Center appoints its members and has the ability to remove them at will as stated in its bylaws. SBA regulations and policies require that CSRA be independent and not controlled by other entities, as SBA only regulates the CDC and not the Center. 13CFR120.822 states, "No person or entity can own or control more than 10% of the CDC's voting stock."

SBA will not at the present time take any action to decertify CSRA, but reserves the right to do so in the future if the control issue is not resolved soon. The CSRA on October 9, 2007 sent a letter to Senator Isakson requesting language be inserted in a pending bill which would amend SBA regulations allowing CSRA to comply both federal and state laws.

If CSRA Local Development Corporation was excluded as a component unit of the Center, it could result adverse consequences against the Center by the State of Georgia.

NOTE 3 – DETAILED NOTES ON ALL FUNDS

A. DEPOSITS AND INVESTMENTS

At June 30 2007, the Center's cash and cash equivalents balance on the balance sheet included demand deposits and its investment in Georgia Fund 1. At June 30, 2007, the cash and investments included the following:

Ownership of Funds	
Primary Government - Center	
Internal Service Fund	
Petty cash/ cash on hand	\$ 50
Demand deposits	1,078,552
Investments	335,027
Total Governmental Activities	\$ 1,413,629
Component Units	
Enterprise Funds	
Petty cash/ cash on hand	2,771
Demand deposits	\$ 1,750,903
Total Component Units	\$ 1,753,674
Employee Retirement Plan	
Fiduciary Fund	
Investments	\$ 3,741,493
Total Fiduciary Fund	\$ 3,741,493

As of June 30, 2007, the Center had the following investments.

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	Credit Ratings	Maturity	Fair Value
Primary Government - Center			
Georgia Fund 1	AAAm	15 days WMA	\$ 335,027
Total Primary Government			<u>\$ 335,027</u>
Employee Retirement Plan			
STI Classic Money Market Funds:			
Prime Quality Money Market	AA	38 days WMA	\$ 79,463
Total Money Market Funds			<u>79,463</u>
STI Classic Fixed Income Funds:			
Classic Total Return Bond	AAA	9.2 yrs	695,459
High Income Fund	B+	7.68 yrs	70,244
Total Fixed Income Funds			<u>765,703</u>
Individual Securities			
United States Treasury Note	AAA	08/15/2008	49,062
BankAmerica Corp.	AA-	10/15/2007	50,135
Du Pont E I De Nemours	A	11/15/2007	24,818
Total Individual Securities			<u>124,015</u>
STI Classic Equity Funds		NA	<u>2,772,312</u>
Total Equity Funds			<u>2,772,312</u>
Employee Retirement Plan			<u>\$ 3,741,493</u>

NA = Not applicable to this item.

Interest rate risk. The Center does not have an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. The Center does not have a formal investment policy that limits investments to only those rated by a nationally recognized statistical rating organization (NRSROs). Nor to a specific level of rating issues by NRSROs.

Concentration of Credit Risk. Concentration risk is defined as positions of five percent or more in the securities of a single issuer. The Center has no investment policy protecting from concentration risk.

Custodian credit risk – deposits. In the case of deposits, this is the risk that in the event of a bank failure, the Center's deposits or its CUs' deposits may not be returned to it. Neither the government nor its CUs has a deposit policy for custodian risk. However, both the Center and its CUs follow state law requiring pledges of collateral from depository institutions.

As of June 30, 2007, the carrying amount of the Center's deposits with financial institutions was \$1,078,052 and the bank balance was \$1,117,605. Of the bank balance, \$100,000 was covered by Federal depository insurance and \$1,017,605 was collateralized by securities in a Federal Reserve pledge account. Therefore, the Center's deposits are not subject to custodial credit risk.

As of June 30, 2007, the carrying amount of the CUs' deposits with financial institutions was \$1,750,903 and the bank balance was \$1,753,352. Of the bank balance, \$300,000 was covered by Federal depository insurance and \$1,453,352 was collateralized by securities held in the individual corporate names of each of the CUs by an entity other than the pledging financial institution. Therefore, the CUs' deposits are not subject to custodial credit risk.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2007
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B. ACCOUNTS RECEIVABLE AND UNEARNED REVENUES

A detail of accounts receivable and unearned revenues follows:

	Primary Government	
	Accounts Receivable	Unearned Revenue
Governmental Activities:		
Area Agency on Aging - Local Funds	-	21,304
Augusta Downtown Development Authority	1,500	-
Bartow, city of	3,495	-
Burke BOC	-	2,390
Dearing, city of	-	114
Davisboro, city of	7,137	-
Edgehill, city of	9	-
Employee travel advances	3,758	-
GA Dept of Community Health - #06192G	14,222	-
GA Dept. of Community Affairs, FY07 Support	32,179	-
GA Dept. of Human Resources (travel reimbursement)	168	-
GA Dept. of Human Resources, Coordinated Transportation Contract #427-93-07070245-99	310,453	-
GA Dept. of Human Resources, Multi-Funded Aging Services Contract#427-93-07070246-99	1,060,639	-
GA Dept. of Natual Resources, TMDL Implementation Plans	25,101	-
GA Dept. of Transportation, STP-0006-00-070 Project ID 0006070	28,939	-
Gibson, city of	307	-
Glasscock BOC	553	-
Grovetown, city of	3,411	-
Hancock BOC	1,370	-
Harlem, city of	2,398	-
Jefferson BOC	3,036	2,405
Jenkins BOC	-	3,026
Lincolnton, city of	7,885	-
Louisville, city of	750	-
McDuffie BOC	6,129	-
Midville, city of	3,625	-
Millen, city of	15,779	-
Mitchell, city of	58	-
Rayle, city of	139	114
Richmond Cnty BOC	25,824	-
Sandersville, city of	1,200	-
Sardis, city of	2,256	-

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	<u>Accounts Receivable</u>	<u>Unearned Revenue</u>
Taliaferro BOC	7,478	-
Tennille, city of	4,275	-
Thomson, city of	10,328	-
Tignall, city of	-	537
U.S. Dept. of Commerce - Economic Development Admin.	22,032	-
Unified Development Council - local funds	-	20,939
Wadley, city of	11,036	-
Warren BOC	914	-
Waynesboro, city of	1,440	-
Wilkes BOC	2,790	-
Wrens, city of	2,519	-
Total Governmental Activities	1,625,132	50,829
Business Type Activities:		
McDuffie BOC	9,260	-
Miscellaneous	250	-
Total Business Type Activities	9,510	-
Total Primary Government	\$ 1,634,642	\$ 50,829

C. LOANS RECEIVABLE

Herman Lodge Micro Loan Program

The Center makes loans to eligible small businesses through its Micro Loan Program (MLP) Fund. The MLP has a loan portfolio of seven notes with maturities ranging from five to eight years and interest rates ranging from 6.50% to 10% with an average rate of 6.43%.

Component Units:

Loans are made to eligible small businesses through the Center's Revolving Loan Programs operated by the CSRA Resources Development Agency, Inc., the CSRA Local Development Corp. Inc., and the CSRA Rural Lending Authority, Inc.

The CSRA Resources Development Agency, Inc. has a loan portfolio of twenty-one notes with maturities ranging from seven to ten years and interest rates ranging from 5% to 9.25% with an average rate of 7.15%.

The CSRA Rural Lending Authority, Inc. has a loan portfolio of forty-five notes with maturities ranging from five to ten years and interest rates ranging from 5.00% to 9.25% with an average rate of 7.324%. All of these loans are assigned with recourse to the U. S. Department of Agriculture – Rural Development as collateral for the CSRA Rural Lending Authority, Inc. notes payable.

At June 30, 2007, CSRA Resource Development Agency was committed to loan \$150,000 and CSRA Rural Lending Authority, Inc. was committed to loan \$150,000.

Allowance for Doubtful Accounts - The provision for doubtful accounts is considered adequate to provide for potential losses in the portfolio. Management's evaluation of the adequacy of the allowance is based on a review of individual loans, recent loss exposure, current economic conditions, risk characteristics of the borrowers, value of underlying collateral, and other factors. Management believes that the allowances are adequate.

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	PRIMARY	COMPONENT UNITS		
	GOVERNMENT	CSRA	CSRA RURAL	
	MICRO LOAN	RESOURCE	LENDING	
	PROGRAM	DEVELOPMENT	AUTHORITY,	
	FUND	AGENCY, INC.	INC.	TOTAL
Balance, beginning of year	\$ 33,784	\$ 106,408	\$ 270,265	\$376,673
Provision for bad debts	5,482	30,269	151,898	182,167
Loans written-off	-	-	(152,040)	(152,040)
Balance, end of year	<u>\$ 39,266</u>	<u>\$ 136,677</u>	<u>\$ 270,123</u>	<u>\$406,800</u>

D. CAPITAL ASSETS

A summary of changes in capital assets follows:

	BALANCE JUNE 30, 2006	ADDITIONS	DISPOSALS	BALANCE JUNE 30, 2007
Primary Government:				
Governmental Activities:				
Capital assets, being depreciated:				
Leasehold improvements	\$ 29,136	\$ -	\$ -	\$ 29,136
Property & equipment	329,241	77,679	-	406,920
Vehicles	57,118	-	-	57,118
Total capital assets being depreciated	415,495	77,679	-	493,174
Less: accumulated depreciation for:				
Leasehold improvements	(16,077)	(2,962)	-	(19,039)
Property & equipment	(270,812)	(15,807)	-	(286,619)
Vehicles	(51,825)	(4,936)	-	(56,761)
Total accumulated depreciation	(338,714)	(23,705)	-	(362,419)
Governmental activities capital assets, net	76,781	53,974	-	130,755
Business Activities:				
Capital assets, being depreciated:				
GIS computer equipment	50,731	-	-	50,731
Total accumulated depreciation	(34,712)	(3,951)	-	(38,663)
Business activities capital assets, net	16,019	(3,951)	-	12,068
Total capital assets net, Primary Government	<u>\$ 92,800</u>	<u>\$ 50,023</u>	<u>\$ -</u>	<u>\$ 142,823</u>
Component Units:				
Business Activities:				
Capital assets, being depreciated:				
Property & equipment	\$ 36,655	\$ -	\$ 11,089	\$ 25,566
Total accumulated depreciation	(28,490)	(1,592)	(11,089)	(18,993)
Total capital assets net, Component Units	<u>\$ 8,165</u>	<u>\$ (1,592)</u>	<u>\$ -</u>	<u>\$ 6,573</u>

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Depreciation expense is charged to functions as follows:

	PRIMARY GOVERNMENT	COMPONENT UNITS
Governmental activities:		
General government	\$ 20,323	
Aging services	3,039	
Planning and zoning services	343	
Total depreciation - governmental activities	\$ 23,705	
Business activities:		
Mapping & geographic information systems support	\$ 3,951	
Business lending services	-	1,592
Total depreciation - business activities	\$ 3,951	\$ 1,592

Included in the \$23,705 general government depreciation is \$20,323 of depreciation, which is allocated to all functions through the Center's indirect cost allocation.

E. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of June 30, 2007 is as follows:

Due to / from other funds:

	INTERFUND	
	RECEIVABLE	PAYABLES
PRIMARY GOVERNMENT:		
General Fund:		
Due from grants and contracts fund	\$ 1,789,159	\$ -
Due from indirect cost fund	365,533	-
Due to GIS & mapping	-	25,354
Due to grants and contracts fund	-	521,941
Due to Herman Lodge MLP	-	265,715
Total General Fund	2,154,692	813,010
Grants and Contracts Fund:		
Due from general fund	521,941	-
Due to general fund	-	1,789,159
Total Grants and Contracts Fund	521,941	1,789,159
Enterprise Fund:		
Due from general fund - Herman Lodge MLP	265,715	-
Due from general fund - GIS & mapping	25,354	-
Total Enterprise Fund	291,069	-
Indirect Cost Fund:		
Due to general fund	-	365,533
Total Indirect Cost Fund	-	365,533
Total Primary Government	\$ 2,967,702	\$ 2,967,702

The outstanding balances between funds result from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur. These receivables and payables are classified as "due from other funds" or "due to other funds" on

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2007
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the balance sheet of the fund financial statements and as "internal balances" on the statement of net assets in the government-wide financial statements.

Interfund transfers:

Transfer Out:	Transfer In:			
	General Fund	Grants & Contracts Fund	Indirect Cost Fund	Total
General fund	\$ -	\$ 254,846	\$ 36,960	\$ 291,806
Grants & contracts fund	524	42,410	-	42,934
Indirect cost fund	72,660	-	-	72,660
Total Transfers	\$ 73,184	\$ 297,256	\$ 36,960	\$ 407,400

Transfers are used to 1) move unrestricted general funds to subsidize various activities whose operating cost exceeds revenues or as matching funds for various grant programs, 2) move the excess revenues from a fixed fee activity to the general fund, and 3) move interest earned in the indirect cost fund to the general fund. Local matching funds are shown as transfers from the general fund to the special revenue fund. Transfers are also made for deficits resulting in a reimbursable grant or contract and for an excess or deficit in a fixed fee contract.

F. OPERATING LEASES

The Center has entered into certain agreements to lease real property and equipment that are classified as operating leases. These leases generally contain provisions that, at the expiration of the original term of the lease, the Center has the option of renewing the lease.

The Center occupies its administrative offices under an operating lease. The rental amount consists of two components: (1) annual rental of \$8.46 per square foot, which is subject to annual increases not to exceed 3% and (2) a fixed monthly add-on of \$508.64. The add-on is fixed for 120 payments. The Center is also required to pay a common area maintenance fee in addition to the monthly components 1 and 2. This lease was amended September 22, 2007 changing the initial expiration date from December 31, 2010 to June 30, 2017, increasing the leased space from 8,625 square feet to 11,500 square feet, and cancelled the fixed monthly add-on. The lease is renewable annually.

The future minimum commitments for operating leases as of June 30, 2007, are listed below:

FY ENDING	Real Estate		
JUNE 30,	Component 1	Component 2	Equipment
2008	85,306	2,035	15,767
2009	100,125	-	15,767
2010	101,627	-	15,767
2011	103,151	-	5,256
2012	104,698	-	-
2013-2017	547,521	-	-
	\$ 1,042,428	\$ 2,035	\$ 52,557

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2007
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The Center's expenses for property and equipment leases for the fiscal year are listed below:

Component 1	\$ 73,793
Component 2	6,104
Common area maintenance	9,082
Equipment	15,767
Total	<u>\$ 104,746</u>

G. LONG-TERM OBLIGATIONS

Component Units – Notes Payable:

Note 1: The Central Savannah River Area Rural Lending Authority, Inc. (CSRA RLA) borrowed \$1,000,000 from the U. S. Department of Agriculture, Rural Development (USDA RD) under a loan agreement dated October 30, 1991. Interest accrues at the rate of one percent (1%) per annum with payments of \$39,900 beginning January 1, 1994 and continuing until January 1, 2022.

Note 2: CSRA RLA executed a second loan agreement on July 26, 1994 with USDA RD to borrow an additional \$1,000,000. Interest accrues at the rate of one percent (1%) per annum with payments of \$39,900 beginning January 1, 1997 and continuing until January 1, 2024.

Note 3: The CSRA RLA executed an assumption agreement on July 31, 1998 with Georgia Department of Community Affairs f/k/a GHFA Economic Financing Inc. (DCA) and USDA RD conferring to the CSRA RLA the rights and obligations under the note dated May 26, 1994. The principal balance of the note on July 31, 1998 was \$1,918,935 and at that time, \$1,487,500 of the principal remained to draw. Interest accrues at the rate of one percent (1%) per annum with payments of \$84,900 beginning January 1, 2002 and continuing until January 1, 2024. Prior to the assumption DCA received \$512,500 of the loan committed and repaid \$81,065. See Premium on Loan following.

Note 4: CSRA RLA executed a fourth agreement on December 13, 1999 with USDA RD to borrow an additional \$500,000. Interest accrues at the rate of one percent (1%) per annum with payments of \$21,225 beginning January 1, 2004 and continuing until January 12, 2030.

Note 5: CSRA RLA executed a fifth agreement on June 26, 2001 with USDA RD to borrow an additional \$750,000. Interest only was due on the note for the first three years. Interest accrues at the rate of one percent (1%) per annum with payments of \$31,834 beginning June 26, 2005 and continuing until June 26, 2031.

Funds from all five loans capitalized the Intermediary Relending Program (IRP) to provide a revolving loan fund for qualified borrowers. The CSRA RLA has pledged as collateral the balance of all loans receivables resulting from the re-lending of the proceeds of these notes and all other real and personal property of the CSRA RLA, Inc.

Premium on Loan (Note 3): As part of the assumption agreement, CSRA RLA assumed three loans made by DCA from the \$512,500 proceeds. The transaction resulted in the CSRA RLA paying a \$73,890 premium for the right to assume the loan from DCA. This premium is being amortized over the term of the note.

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Value of loans receivable from DCA 7/31/98	\$ 357,545
Loan proceeds remaining to draw 7/31/98	1,487,500
Value of assets assumed 7/31/98	<u>1,845,045</u>
Note payable obligation assumed from DCA	<u>(1,918,935)</u>
Premium on loan assumed	73,890
Accumulated amortization	<u>25,576</u>
Carrying value at year end	<u><u>\$ 48,314</u></u>

A summary of long-term debt activity follows:

	BALANCE 6/30/2006	INCREASES	DECREASES	BALANCE 6/30/2007	DUE WITHIN ONE YEAR
Primary Government					
Internal Service Fund:					
Annual leave	\$ 208,623	\$ 155,089	\$ (138,341)	\$ 225,371	\$ 164,460
Component Units:					
CSRA Rural Lending Authority, Inc. Notes Payable	\$ 3,969,951	\$ -	\$ (178,060)	\$ 3,791,891	\$ 179,840

Annual debt service requirements to maturity for long-term obligations including interest follow:

COMPONENT UNITS		
FISCAL YEAR ENDING JUNE 30,	PRINCIPAL	INTEREST
2008	179,840	37,919
2009	181,639	36,121
2010	183,455	34,304
2011	185,290	32,470
2012	187,142	30,617
2012 - 2016	964,161	134,181
2017 - 2021	1,011,030	85,486
2022 - 2026	712,763	33,581
2027 - 2031	186,571	6,743
Total	<u><u>\$ 3,791,891</u></u>	<u><u>\$ 431,422</u></u>

NOTE 4 - OTHER INFORMATION

A. - MEMBER ASSESSMENTS

The Center records assessments from member counties and municipalities within the Center's geographic region as general revenue in the general fund. Georgia law and the Center's by-laws stipulate a mandatory annual local funding formula. Georgia law requires all local governments to be a member of a regional development center and to pay a minimum

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dues amount of \$.25 per capita. Each member municipality and county pays dues for membership at various rates based on its population. Those members whose population is less than 70,000 pay \$1.00 per capita, those member whose population is greater than 70,000 but less than 190,000 pay \$.75 per capita, and those whose populations are greater than 189,999 pay \$.55 per capita. The population amount for each member is based on the 2000 census data.

During the twelve months ended June 30, 2007, the Center collected \$307,354 in dues from member counties and municipalities. At year end \$25,963 was due.

B. - RISK MANAGEMENT

The Center manages its risk from losses arising from physical damage to its assets purchased through state and federal grants, as well as claims and judgments, which may arise from employees or others (including worker's compensation claims) through the purchase of commercial insurance. During the year ended June 30, 2007, there were no appreciable reductions in amounts or nature of coverage. In addition, there have been no losses, claims or judgments in excess of insurance coverage during the three-year period ended June 30, 2007. The Center has no unsettled claims or judgments either from the current or prior fiscal years.

C. - CONTINGENT LIABILITIES

Possible unasserted claims:

Use of federal, state and locally administered federal and other grant funds is subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. To the extent that such disallowances involve expenditures under subcontracted arrangements, the Center generally has the right of recovery from such third parties. All of these third parties are either state or local government entities or non-profit sub recipients covered by the audit provisions of U. S. Office of Management and Budget (1997) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. The Circular requires sub recipients to have made periodic independent audits of their operations. Circular A-133 requires the Center to obtain copies of such audits and permits the Center to rely on such audits, if they meet the requirements the Circular. Many audits for or including the year ended June 30, 2007 have not yet been performed. Accordingly, the Center's compliance with this requirement will be established at some future date. The amount, if any, of sub recipient expenditures which may be disallowed by the Center after reviewing these audits cannot be determined at this time although the Center expects such amounts, if any, to be immaterial. Based upon prior experience and audit results, management believes that the Center will not incur significant losses on possible grant disallowances.

D. - PRIOR PERIOD ADJUSTMENT

During the fiscal year it was discovered that a prior year's adjusting entry was not recorded in the Herman Lodge Micro Loan Program. This resulted in the allowance for bad debts being overstated by \$58,229 and an understatement of net assets by that same amount. The program decreased the beginning balance of the allowance for bad debts from \$92,013 to \$33,784 and increasing beginning of year net assets from \$352,162 to \$410,391 to correct the financial statements.

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NOTE 5 – CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER MONEY PURCHASE PENSION PLAN (the Plan)

The Center's Board of Directors is the authority under which the Plan was established. All authority to make changes to the Plan documents, trustees, investment advisors, or change the rate of contributions is vested in the Center's Board of Directors. Substantially all employees are covered by the Center's single employer Plan, which is a defined contribution plan. All employees who have attained the age of twenty-one and completed one year of service are eligible to participate in the Plan. The Center's contribution for each employee and earnings thereon are partially vested after three years of continuous service and fully vested after seven years of continuous service. The Center's contribution for, and interest forfeited by, employees who leave employment before becoming fully vested are allocated among eligible participants. The Center is obligated to contribute 18% of each eligible employee's annual compensation and employees cannot make voluntary contributions. The Plan is qualified under Section 401(a) of the Internal Revenue Code and the Trust created by the Plan is exempt from tax under Section 501(a) of the Internal Revenue Code. SunTrust bank serves as the trustees of the plan. The Plan assets contain no securities of or loans to the Center or any other related party.

The Center's total current-year payroll for all employees is \$1,714,901 of which \$1,548,600 is for employees covered by the Plan. The Center contributed \$278,748 or 18% of the covered payroll into the Plan for the period ended June 30, 2007.

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COMBINING AND INDIVIDUAL STATEMENTS

<p>CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER STATEMENT OF REVENUES, EXPENDITURES, AND AND CHANGES IN FUND BALANCE - GENERAL FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2007</p>

REVENUES

Local government dues	\$ 307,493
Sales and services	2,700
Total Revenues	<u>310,193</u>

EXPENDITURES

Personal services	\$ 253
Travel	113
Supplies	1,140
Professional fees	220
Dues, subscriptions, & publications	4,482
Motor vehicle	1,753
Insurance & bonding	4,130
Conferences and seminars	4,370
Board meetings	4,976
Cost allocation	147
Total Expenditures	<u>21,584</u>
Excess (deficiency) of revenues over expenditures	<u>288,609</u>

OTHER FINANCING SOURCES AND USES

Transfer in	73,184
Transfer out	(291,806)
Total other financing sources and uses	<u>(218,622)</u>
Net change in fund balance	69,987
Fund balance - ending	1,327,158
Fund balance - ending	<u><u>\$ 1,397,145</u></u>

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
FLEXIBLE COMPENSATION PLAN
AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2007

	<u>BALANCE</u> July 1, 2006	<u>ADDITIONS</u>	<u>REDUCTIONS</u>	<u>BALANCE</u> June 30, 2007
ASSETS				
Account receivable - internal service fund	\$ 4,069	\$ 33,185	\$ 33,484	\$ 3,770
TOTAL ASSETS	<u>\$ 4,069</u>	<u>\$ 33,185</u>	<u>\$ 33,484</u>	<u>\$ 3,770</u>
LIABILITIES				
Reimbursement claims payable	\$ 4,069	\$ 33,185	\$ 33,484	\$ 3,770
TOTAL LIABILITIES	<u>\$ 4,069</u>	<u>\$ 33,185</u>	<u>\$ 33,484</u>	<u>\$ 3,770</u>

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SUPPLEMENTAL SCHEDULES

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
 COMBINING STATEMENT OF CASH FLOWS
 COMPONENT UNITS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	CSRA RESOURCE DEVELOPMENT AGENCY, INC.	CSRA LOCAL DEVELOPMENT CORPORATION, INC.	CSRA RURAL LENDING AUTHORITY, INC.	TOTAL
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 130,036	\$ 428,843	\$ 284,643	\$ 843,522
Program loan principal repaid	405,184	-	669,950	1,075,134
Program loan disbursed to recipient	(379,537)	-	(806,389)	(1,185,926)
Payments to suppliers for goods and services	(95,072)	(305,954)	(135,927)	(536,953)
Net cash provided (used) by operating activities	<u>60,611</u>	<u>122,889</u>	<u>12,277</u>	<u>195,777</u>
CASH FLOWS FROM NON CAPITAL FINANCING ACTIVITIES				
Interfund loan to sister corporation	-	(103,108)	-	(103,108)
Interfund loan from sister corporation	-	-	103,108	103,108
Reduction of long-term debt	-	-	(178,060)	(178,060)
Interest paid	-	-	(38,930)	(38,930)
Net cash provided (used) by capital financing activities	<u>-</u>	<u>(103,108)</u>	<u>(113,882)</u>	<u>(216,990)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	11,566	28,212	30,122	69,900
Net cash provided (used) by investing activities	<u>11,566</u>	<u>28,212</u>	<u>30,122</u>	<u>69,900</u>
Net increase (decrease) in cash and cash equivalents	72,177	47,993	(71,483)	48,687
Balances - beginning of year	319,603	675,114	710,270	1,704,987
Balances - end of year	<u>\$ 391,780</u>	<u>\$ 723,107</u>	<u>\$ 638,787</u>	<u>\$ 1,753,674</u>
TO NET CASH PROVIDED (USED) BY OPERATING				
Operating income (loss)	(3,956)	94,611	(4,528)	\$ 86,127
Adjustments to reconcile operating income to net cash provided (used) by operating activities				
Bad debts	30,269	-	151,898	182,167
Amortization	-	-	2,842	2,842
Depreciation expense	-	1,592	-	1,592
Changes in assets and liabilities:				
Loans receivable	24,287	-	(137,610)	(113,323)
Accrued liabilities	-	-	(1,614)	(1,614)
Due to primary government	10,011	26,686	1,289	37,986
Net cash provided (used) by operations	<u>\$ 60,611</u>	<u>\$ 122,889</u>	<u>\$ 12,277</u>	<u>\$ 195,777</u>

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
GRANTS AND CONTRACTS FUND

SCHEDULE OF REVENUES & EXPENDITURES BY ACTIVITY - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2007

(With comparative totals for the fiscal year ended June 30, 2006)

	AGING SERVICES		REGIONAL TRANSPORTATION SERVICES		PLANNING & ZONING SERVICES	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
REVENUES						
Federal & State grants / contracts	\$ 5,437,521	\$ 5,326,396	\$ 2,198,014	\$ 1,888,614	\$ 178,494	\$ 199,353
City, county, or other grants / contracts	-	-	-	-	34,096	69,250
Program income	-	7,231	-	-	-	36
TOTAL REVENUES	\$ 5,437,521	\$ 5,333,627	\$ 2,198,014	\$ 1,888,614	\$ 212,590	\$ 268,639
EXPENDITURES						
Personal Services	\$ 964,441	\$ 890,299	\$ 30,523	\$ 26,787	\$ 179,365	\$ 185,146
Travel	23,000	38,063	500	1,733	3,500	2,345
Contracts	3,992,057	3,907,972	2,145,014	1,818,976	5,040	12,885
All other operating costs	35,620	90,618	-	933	21,350	22,318
Cost allocation plan	489,427	472,580	15,491	14,433	91,027	98,903
TOTAL EXPENDITURES	\$ 5,504,545	\$ 5,399,532	\$ 2,191,528	\$ 1,862,862	\$ 300,282	\$ 321,597
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	\$ (67,024)	\$ (65,905)	\$ 6,486	\$ 25,752	\$ (87,692)	\$ (52,958)
OTHER FINANCING SOURCES (USES)						
Transfers in	\$ 93,199	\$ 72,898	\$ -	\$ -	\$ 87,692	\$ 52,958
Transfers out	(26,175)	(6,993)	(6,486)	(25,752)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	\$ 67,024	\$ 65,905	\$ (6,486)	\$ (25,752)	\$ 87,692	\$ 52,958
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
 GRANTS AND CONTRACTS FUND
 SCHEDULE OF REVENUES & EXPENDITURES BY ACTIVITY - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2007
 (With comparative totals for the fiscal year ended June 30, 2006)

	LOCAL GOVERNMENT SERVICES		ECONOMIC DEVELOPMENT SUPPORT		ADMINISTRATION OF COMPONENT UNITS	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
REVENUES						
Federal & State grants / contracts	\$ 17,000	\$ 27,533	\$ 53,500	\$ 82,411	\$ -	\$ -
City, county, or other grants / contracts	178,908	148,719	-	-	387,883	453,260
Program income	15,000	24,250	-	8,156	-	-
TOTAL REVENUES	\$ 210,908	\$ 200,502	\$ 53,500	\$ 90,567	\$ 387,883	\$ 453,260
EXPENDITURES						
Personal Services	\$ 182,704	\$ 180,131	\$ 41,949	\$ 65,650	\$ 247,929	\$ 297,924
Travel	2,500	9,630	2,500	4,527	10,000	16,417
Contracts	-	455	-	11,002	-	-
All other operating costs	13,200	5,582	750	44,016	4,130	5,916
Cost allocation plan	92,723	96,037	21,289	35,247	125,824	133,003
TOTAL EXPENDITURES	\$ 291,127	\$ 291,835	\$ 66,488	\$ 160,442	\$ 387,883	\$ 453,260
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	\$ (80,219)	\$ (91,333)	\$ (12,988)	\$ (69,875)	\$ -	\$ -
OTHER FINANCING SOURCES (USES)						
Transfers in	\$ 80,219	\$ 91,333	\$ 12,988	\$ 80,064	\$ -	\$ -
Transfers out	-	-	-	(10,189)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	\$ 80,219	\$ 91,333	\$ 12,988	\$ 69,875	\$ -	\$ -
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
 GRANTS AND CONTRACTS FUND
 SCHEDULE OF REVENUES & EXPENDITURES BY ACTIVITY - BUDGET TO ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2007
 (With comparative totals for the fiscal year ended June 30, 2006)

	June 30, 2007 Totals	June 30, 2006
	BUDGET	ACTUAL
REVENUES		
Federal & State grants / contracts	\$ 7,884,529	\$ 7,524,307
City, county, or other grants / contracts	600,887	671,229
Program income	15,000	39,673
TOTAL REVENUES	\$ 8,500,416	\$ 7,822,481
EXPENDITURES		
Personal Services	\$ 1,646,911	\$ 1,645,937
Travel	42,000	72,715
Contracts	6,142,111	5,751,290
All other operating costs	75,050	169,383
Cost allocation plan	835,781	850,203
TOTAL EXPENDITURES	\$ 8,741,853	\$ 8,019,837
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	\$ (241,437)	\$ (197,356)
OTHER FINANCING SOURCES (USES)		
Transfers in	\$ 274,098	\$ 297,253
Transfers out	(32,661)	(42,934)
TOTAL OTHER FINANCING SOURCES (USES)	\$ 241,437	\$ 197,356
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	\$ -	\$ -

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**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
 GEORGIA DEPT. OF HUMAN RESOURCES - MULTI-FUNDED AGING SERVICES CONTRACT
 #427-93-07070246-99
 SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ 5,437,521	\$ 5,308,915	\$ (128,606)
City, county, or other grants / contracts	-	-	-
Program income	-	7,231	7,231
TOTAL REVENUES	<u>5,437,521</u>	<u>5,316,146</u>	<u>(121,375)</u>
EXPENDITURES			
Personal Services	964,441	881,991	82,450
Travel	23,000	37,610	(14,610)
Contracts	3,992,057	3,906,172	85,885
Other operating costs	35,620	87,889	(52,269)
Cost allocation plan	489,427	468,389	21,038
TOTAL EXPENDITURES	<u>5,504,545</u>	<u>5,382,051</u>	<u>122,494</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>(67,024)</u>	<u>(65,905)</u>	<u>1,119</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	93,199	72,898	(20,301)
Transfers out	(26,175)	(6,993)	19,182
TOTAL OTHER FINANCING SOURCES (USES)	<u>67,024</u>	<u>65,905</u>	<u>(1,119)</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
GEORGIA DEPT. OF COMMUNITY HEALTH
GENERATING ACTIVE ELDERERS THROUGH EDUCATION - #06192G
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ -	\$ 17,481	\$ 17,481
City, county, or other grants / contracts	-	-	-
Program income	-	-	-
TOTAL REVENUES	<u>-</u>	<u>17,481</u>	<u>17,481</u>
EXPENDITURES			
Personal Services	-	8,308	(8,308)
Travel	-	453	(453)
Contracts	-	1,800	(1,800)
Other operating costs	-	2,729	(2,729)
Cost allocation plan	-	4,191	(4,191)
TOTAL EXPENDITURES	<u>-</u>	<u>17,481</u>	<u>(17,481)</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
 GEORGIA DEPT. OF HUMAN RESOURCES - COORDINATED TRANSPORTATION PROGRAM
 #93-07070245-99
 SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ 2,198,014	\$ 1,888,614	\$ (309,400)
City, county, or other grants / contracts	-	-	-
Program income	-	-	-
TOTAL REVENUES	<u>2,198,014</u>	<u>1,888,614</u>	<u>(309,400)</u>
EXPENDITURES			
Personal Services	30,523	26,787	3,736
Travel	500	1,733	(1,233)
Contracts	2,145,014	1,818,976	326,038
Other operating costs	-	933	(933)
Cost allocation plan	15,491	14,433	1,058
TOTAL EXPENDITURES	<u>2,191,528</u>	<u>1,862,862</u>	<u>328,666</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>6,486</u>	<u>25,752</u>	<u>19,266</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	(6,486)	(25,752)	(19,266)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(6,486)</u>	<u>(25,752)</u>	<u>(19,266)</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
U.S. DEPT. COMMERCE EDA 301(B) PLANNING GRANT
#'s 04-83-05739 & 04-83-05897
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ 53,500	\$ 59,691	\$ 6,191
City, county, or other grants / contracts	-	-	-
Program income	-	-	-
TOTAL REVENUES	<u>53,500</u>	<u>59,691</u>	<u>6,191</u>
EXPENDITURES			
Personal Services	41,949	64,290	(22,341)
Travel	2,500	4,348	(1,848)
Contracts	-	-	-
Other operating costs	750	2,897	(2,147)
Cost allocation plan	21,289	34,432	(13,143)
TOTAL EXPENDITURES	<u>66,488</u>	<u>105,967</u>	<u>(39,479)</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>(12,988)</u>	<u>(46,276)</u>	<u>(33,288)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	12,988	46,276	33,288
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>12,988</u>	<u>46,276</u>	<u>33,288</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
GEORGIA DEPT. OF TRANSPORTATION - PLANNING AGREEMENT
STP-0006-00-070 Project ID 0006070
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ 33,522	\$ 40,748	\$ 7,226
City, county, or other grants / contracts	-	-	-
Program income	-	-	-
TOTAL REVENUES	<u>33,522</u>	<u>40,748</u>	<u>7,226</u>
EXPENDITURES			
Personal Services	26,488	32,861	(6,373)
Travel	1,000	299	701
Contracts	-	-	-
Other operating costs	973	103	870
Cost allocation plan	13,442	17,673	(4,231)
TOTAL EXPENDITURES	<u>41,903</u>	<u>50,936</u>	<u>(9,033)</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>(8,381)</u>	<u>(10,188)</u>	<u>(1,807)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	8,381	10,188	1,807
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>8,381</u>	<u>10,188</u>	<u>1,807</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
GEORGIA DEPT. OF TRANSPORTATION - GIS SERVICES AGREEMENT
SPR00-0007-00-192 Project ID 484-32-00000
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ -	\$ 11,937	\$ 11,937
City, county, or other grants / contracts	-	-	-
Program income	-	-	-
TOTAL REVENUES	<u>-</u>	<u>11,937</u>	<u>11,937</u>
EXPENDITURES			
Personal Services	-	790	(790)
Travel	-	179	(179)
Contracts	-	11,001	(11,001)
Other operating costs	-	32,782	(32,782)
Cost allocation plan	-	515	(515)
TOTAL EXPENDITURES	<u>-</u>	<u>45,267</u>	<u>(45,267)</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>(33,330)</u>	<u>(33,330)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	33,330	33,330
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>33,330</u>	<u>33,330</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
 GEORGIA DEPT. OF NATURAL RESOURCES
 HISTORIC PRESERVATION
 SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ 17,000	\$ 17,000	\$ -
City, county, or other grants / contracts	-	-	-
Program income	-	-	-
TOTAL REVENUES	<u>17,000</u>	<u>17,000</u>	<u>-</u>
EXPENDITURES			
Personal Services	21,661	30,361	(8,700)
Travel	500	928	(428)
Contracts	-	-	-
Other operating costs	-	1,510	(1,510)
Cost allocation plan	10,993	16,446	(5,453)
TOTAL EXPENDITURES	<u>33,154</u>	<u>49,245</u>	<u>(16,091)</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>(16,154)</u>	<u>(32,245)</u>	<u>(16,091)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	16,154	32,245	16,091
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>16,154</u>	<u>32,245</u>	<u>16,091</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
 GEORGIA DEPT. OF NATURAL RESOURCES - ENVIRONMENTAL PROTECTION DIVISION
 TOTAL MAXIMUM DAILY LOAD (TMDL) IMPLEMENTAION PLANS
 & WATERSHED REMEDIATION #751-70113
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ -	\$ 25,101	\$ 25,101
City, county, or other grants / contracts	-	-	-
Program income	-	-	-
TOTAL REVENUES	<u>-</u>	<u>25,101</u>	<u>25,101</u>
EXPENDITURES			
Personal Services	-	12,470	(12,470)
Travel	-	115	(115)
Contracts	-	-	-
Other operating costs	-	5,925	(5,925)
Cost allocation plan	-	6,591	(6,591)
TOTAL EXPENDITURES	<u>-</u>	<u>25,101</u>	<u>(25,101)</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
GEORGIA DEPT. OF COMMUNITY AFFAIRS - SOCIAL SERVICES BLOCK GRANT
ENTERPRISE COMMUNITY 95-EC-R-8-100-2a
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ -	\$ -	\$ -
City, county, or other grants / contracts	-	-	-
Program income	-	-	-
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Personal Services	4,011	7,191	(3,180)
Travel	-	161	(161)
Contracts	-	-	-
Other operating costs	-	153	(153)
Cost allocation plan	2,036	3,670	(1,634)
TOTAL EXPENDITURES	<u>6,047</u>	<u>11,175</u>	<u>(5,128)</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>(6,047)</u>	<u>(11,175)</u>	<u>(5,128)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	6,047	11,175	5,128
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>6,047</u>	<u>11,175</u>	<u>5,128</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
 GEORGIA DEPT. OF COMMUNITY AFFAIRS
 FY 2007 SUPPORT CONTRACT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ 128,715	\$ 128,715	\$ -
City, county, or other grants / contracts	32,290	66,348	34,058
Program income	-	36	36
TOTAL REVENUES	<u>161,005</u>	<u>195,099</u>	<u>34,094</u>
EXPENDITURES			
Personal Services	140,895	128,280	12,615
Travel	2,500	4,085	(1,585)
Contracts	5,040	12,886	(7,846)
Other operating costs	20,377	16,798	3,579
Cost allocation plan	71,504	68,422	3,082
TOTAL EXPENDITURES	<u>240,316</u>	<u>230,471</u>	<u>9,845</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>(79,311)</u>	<u>(35,372)</u>	<u>43,939</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	79,311	45,561	(33,750)
Transfers out	-	(10,189)	(10,189)
TOTAL OTHER FINANCING SOURCES (USES)	<u>79,311</u>	<u>35,372</u>	<u>(43,939)</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
DEPARTMENT OF DEFENSE COMMUNITY PLANNING ASSISTANCE FUNDS
COMMUNITY ECONOMIC ADJUSTMENT ASSISTANCE FOR ADVANCE PLANNING AP0518-06-01
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ 16,257	\$ 26,105	\$ 9,848
City, county, or other grants / contracts	1,806	2,901	1,095
Program income	-	-	-
TOTAL REVENUES	<u>18,063</u>	<u>29,006</u>	<u>10,943</u>
EXPENDITURES			
Personal Services	11,982	18,870	(6,888)
Travel	-	-	-
Contracts	-	-	-
Other operating costs	-	-	-
Cost allocation plan	6,081	10,136	(4,055)
TOTAL EXPENDITURES	<u>18,063</u>	<u>29,006</u>	<u>(10,943)</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
 PREPARATION OF COMMUNITY DEVELOPMENT BLOCK APPLICATIONS FOR MEMBERS
 SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ -	\$ -	\$ -
City, county, or other grants / contracts	-	-	-
Program income	<u>15,000</u>	<u>16,250</u>	<u>1,250</u>
TOTAL REVENUES	<u>15,000</u>	<u>16,250</u>	<u>1,250</u>
EXPENDITURES			
Personal Services	22,621	20,323	2,298
Travel	-	649	(649)
Contracts	-	455	(455)
Other operating costs	4,988	-	4,988
Cost allocation plan	<u>11,480</u>	<u>10,691</u>	<u>789</u>
TOTAL EXPENDITURES	<u>39,089</u>	<u>32,118</u>	<u>6,971</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>(24,089)</u>	<u>(15,868)</u>	<u>8,221</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	24,089	15,868	(8,221)
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>24,089</u>	<u>15,868</u>	<u>(8,221)</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
ADMINISTRATION OF CDBG CONTRACTS
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ -	\$ -	\$ -
City, county, or other grants / contracts	123,699	114,298	(9,401)
Program income	-	-	-
TOTAL REVENUES	<u>123,699</u>	<u>114,298</u>	<u>(9,401)</u>
EXPENDITURES			
Personal Services	80,729	71,942	8,787
Travel	2,000	3,886	(1,886)
Contracts	-	-	-
Other operating costs	-	1,385	(1,385)
Cost allocation plan	40,970	38,204	2,766
TOTAL EXPENDITURES	<u>123,699</u>	<u>115,417</u>	<u>8,282</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>(1,119)</u>	<u>(1,119)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	1,119	1,119
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>1,119</u>	<u>1,119</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
ADMINISTRATION OF TRANSPORTATION ENHANCEMENT GRANTS
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ -	\$ -	\$ -
City, county, or other grants / contracts	-	12,688	12,688
Program income	-	-	-
TOTAL REVENUES	<u>-</u>	<u>12,688</u>	<u>12,688</u>
EXPENDITURES			
Personal Services	-	8,825	(8,825)
Travel	-	125	(125)
Contracts	-	-	-
Other operating costs	-	-	-
Cost allocation plan	-	4,814	(4,814)
TOTAL EXPENDITURES	<u>-</u>	<u>13,764</u>	<u>(13,764)</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>(1,076)</u>	<u>(1,076)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	1,076	1,076
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>1,076</u>	<u>1,076</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
 PREPARATION OF HAZARD MITIGATION PLANS
 SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ -	\$ -	\$ -
City, county, or other grants / contracts	46,875	10,644	(36,231)
Program income	-	-	-
TOTAL REVENUES	<u>46,875</u>	<u>10,644</u>	<u>(36,231)</u>
EXPENDITURES			
Personal Services	25,647	7,110	18,537
Travel	-	134	(134)
Contracts	-	-	-
Other operating costs	8,212	281	7,931
Cost allocation plan	13,016	4,030	8,986
TOTAL EXPENDITURES	<u>46,875</u>	<u>11,555</u>	<u>35,320</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>(911)</u>	<u>(911)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	911	911
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>911</u>	<u>911</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
ADMINISTRATION OF BROWN FIELD GRANTS
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ -	\$ -	\$ -
City, county, or other grants / contracts	8,334	11,090	2,756
Program income	-	-	-
TOTAL REVENUES	<u>8,334</u>	<u>11,090</u>	<u>2,756</u>
EXPENDITURES			
Personal Services	5,528	6,929	(1,401)
Travel	-	376	(376)
Contracts	-	-	-
Other operating costs	-	200	(200)
Cost allocation plan	2,806	3,585	(779)
TOTAL EXPENDITURES	<u>8,334</u>	<u>11,090</u>	<u>(2,756)</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
NON CONTRACTED TECHNICAL ASSISTANCE
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ -	\$ -	\$ -
City, county, or other grants / contracts	-	-	-
Program income	-	8,000	8,000
TOTAL REVENUES	<u>-</u>	<u>8,000</u>	<u>8,000</u>
EXPENDITURES			
Personal Services	22,507	20,685	1,822
Travel	-	1,217	(1,217)
Contracts	-	-	-
Other operating costs	-	1,726	(1,726)
Cost allocation plan	11,422	10,978	444
TOTAL EXPENDITURES	<u>33,929</u>	<u>34,606</u>	<u>(677)</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>(33,929)</u>	<u>(26,606)</u>	<u>7,323</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	33,929	26,606	(7,323)
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>33,929</u>	<u>26,606</u>	<u>(7,323)</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
ADMINISTRATION CSRA BUSINESS LENDING - COMPONENT UNITS
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ -	\$ -	\$ -
City, county, or other grants / contracts	387,883	453,260	65,377
Program income	-	-	-
TOTAL REVENUES	<u>387,883</u>	<u>453,260</u>	<u>65,377</u>
EXPENDITURES			
Personal Services	247,929	297,924	(49,995)
Travel	10,000	16,417	(6,417)
Contracts	-	-	-
Other operating costs	4,130	5,916	(1,786)
Cost allocation plan	125,824	133,003	(7,179)
TOTAL EXPENDITURES	<u>387,883</u>	<u>453,260</u>	<u>(65,377)</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
ADMINISTRATION OF UNIFIED DEVELOPMENT COUNCIL
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES			
Federal & State grants / contracts	\$ -	\$ -	\$ -
City, county, or other grants / contracts	-	-	-
Program income	-	8,156	8,156
TOTAL REVENUES	<u>-</u>	<u>8,156</u>	<u>8,156</u>
EXPENDITURES			
Personal Services	-	-	-
Travel	-	-	-
Contracts	-	-	-
Other operating costs	-	8,156	(8,156)
Cost allocation plan	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>8,156</u>	<u>(8,156)</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIT) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
SCHEDULE OF FRINGE BENEFITS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
FRINGE BENEFITS			
Contributions to pension trust	\$ 287,390	\$ 278,748	\$ 8,642
Payroll taxes	29,485	32,056	(2,571)
Group insurance	125,339	115,079	10,260
Workers compensation	5,651	5,075	576
Other	33,777	39,301	(5,524)
Paid time off earned	145,510	155,089	(9,579)
Sick leave used	-	1,201	(1,201)
Holiday leave used	61,682	59,771	1,911
Other leave used	-	1,066	(1,066)
TOTAL FRINGE BENEFITS	<u><u>\$ 688,834</u></u>	<u><u>\$ 687,386</u></u>	<u><u>\$ 1,448</u></u>

COMPUTATION OF EMPLOYEE BENEFIT RATE

Total Indirect Cost

Allocation base - salaries	\$ <u><u>1,466,884</u></u>	\$ <u><u>1,514,522</u></u>	\$ <u><u>(47,638)</u></u>
Allocation base = direct personal salaries	<u><u>46.96%</u></u>	<u><u>45.39%</u></u>	<u><u>(1.57%)</u></u>

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER SCHEDULE OF INDIRECT COST - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2007
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	BUDGET	ACTUAL	VARIANCE
Salaries	\$ 332,360	\$ 342,701	\$ (10,341)
Fringe benefits	152,930	163,688	(10,758)
Travel	3,000	1,515	1,485
Supplies	61,625	49,903	11,722
Equipment (not capitalized)	15,000	18,382	(3,382)
Professional fees	41,500	93,710	(52,210)
Telecommunications	28,620	24,065	4,555
Maintenance & upkeep - equipment & building	13,750	13,054	696
Utilities	15,000	15,522	(522)
Insurance	26,590	20,826	5,764
Dues, subscriptions, & publications	6,000	6,115	(115)
Rentals - other than real estate	27,800	28,139	(339)
Rentals - real estate	88,585	88,978	(393)
Motor vehicle expense	14,000	15,215	(1,215)
Postage and freight	12,000	10,745	1,255
Conferences and seminars	3,000	225	2,775
Depreciation	21,298	20,323	975
Total	863,058	913,106	(50,048)
Less: professional fees not included in cost allocation plan	-	(36,960)	36,960
Total Indirect Cost Allocated	\$ 863,058	\$ 876,146	\$ (13,088)

COMPUTATION OF INDIRECT COST RATES

Allocation base = direct personal salaries	\$ 1,134,524	\$ 1,171,821	\$ (37,297)
Indirect Cost Rate	76.07%	74.77%	(1.30%)

<p>CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER SCHEDULE OF ALLOCATION BASE FOR THE FISCAL YEAR ENDED JUNE 30, 2007</p>

Total personal compensation	\$ 1,714,901
Less portion of salaries charged to fringe benefits:	
Paid time off	(138,341)
Sick leave	(1,201)
Holiday leave	(59,771)
Other leave	<u>(1,066)</u>
 Allocation base for fringe benefits	 1,514,522
Less indirect cost salaries	<u>(342,701)</u>
Allocation base for indirect cost	<u><u>\$ 1,171,821</u></u>

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
SCHEDULE OF CITY/COUNTY ASSESSMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

GOVERNMENT		BAL DUE	FY 2007	FY 2007	BAL DUE
		6/30/2006	ASSESSMENTS BILLED	COLLECTIONS	6/30/2007
Augusta	City of	\$ 25,824	\$ 107,350	\$ 107,350	\$ 25,824
Avera	City of	-	217	217	-
Bartow	City of	-	304	304	-
Blythe	City of	-	395	395	-
Camak	City of	-	165	165	-
Crawfordville	City of	-	572	572	-
Davisboro	City of	-	1,544	1,544	-
Dearing	City of	-	441	441	-
Deepstep	City of	-	132	132	-
Edge Hill	City of	-	30	30	-
Gibson	City of	-	694	694	-
Graham	City of	-	221	221	-
Grovetown	City of	-	4,567	4,567	-
Harlem	City of	-	1,361	1,361	-
Harrison	City of	-	509	509	-
Hephzibah	City of	-	2,134	2,134	-
Keysville	City of	-	180	180	-
Lincolnton	City of	-	1,595	1,595	-
Louisville	City of	-	2,712	2,712	-
Midville	City of	-	457	457	-
Millen	City of	-	3,492	3,492	-
Mitchell	City of	-	173	173	-
Norwood	City of	-	299	299	-
Oconee	City of	-	280	280	-
Rayle	City of	-	139	-	139
Riddleville	City of	-	124	124	-
Sandersville	City of	-	6,144	6,144	-
Sardis	City of	-	1,171	1,171	-
Sharon	City of	-	105	105	-
Sparta	City of	-	1,522	1,522	-
Stapleton	City of	-	318	318	-
Tennille	City of	-	1,505	1,505	-
Thomson	City of	-	6,828	6,828	-
Tignall	City of	-	653	653	-
Vidette	City of	-	112	112	-
Wadley	City of	-	2,088	2,088	-

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
SCHEDULE OF CITY/COUNTY ASSESSMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

GOVERNMENT		BAL DUE 6/30/2006	FY 2007 ASSESSMENTS BILLED	FY 2007 COLLECTIONS	BAL DUE 6/30/2007
Warrenton	City of	-	2,013	2,013	-
Washington	City of	-	4,295	4,295	-
Waynesboro	City of	-	5,813	5,813	-
Wrens	City of	-	2,314	2,314	-
Burke	County	-	14,288	14,288	-
Columbia	County	-	61,039	61,039	-
Glascok	County	-	1,659	1,659	-
Hancock	County	-	8,554	8,554	-
Jefferson	County	-	9,384	9,384	-
Jenkins	County	-	5,083	5,083	-
Lincoln	County	-	6,753	6,753	-
McDuffie	County	-	13,302	13,302	-
Talaiferro	County	-	1,400	1,400	-
Warren	County	-	3,859	3,859	-
Washington	County	-	10,938	10,938	-
Wilkes	County	-	5,600	5,600	-
		<u>\$ 25,824</u>	<u>\$ 307,493</u>	<u>\$ 307,354</u>	<u>\$ 25,963</u>

Each member municipality and county pays dues for membership at various rates based on its population. Those members whose population is less than 70,000 pay \$1.00 per capita, those member whose population is greater than 70,000 but less than 190,000 pay \$.75 per capita, and those whose populations are greater than 189,999 pay \$.55 per capita. The population amount for each member is based on the 2000 census data.

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STATISTICAL SECTION

(UNAUDITED)

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STATISTICAL SECTION

(UNAUDITED)

This part of the Center's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Center's overall financial health

- **Financial Trends - These schedules contain trend information to help the reader understand how the Center's financial performance and well-being have changed over time.**
- **Revenue Capacity - These schedules contain information to help the reader assess the Center's most significant local revenue source, grants and contracts.**
- **Demographic and Economic Information - These schedules offer demographic and economic indicators to help the reader understand the environment within which the Center's financial activities take place.**
- **Operating Information - These schedules contain service to help the reader understand how the information in the Center's financial report relates to the services the Center provides and the activities it performs.**

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
NET ASSETS BY COMPONENT
SINCE IMPLEMENTATION OF GASB 34
(Unaudited)

	Fiscal Year			
	2007	2006	2005	2004
Governmental activities				
Invested in capital assets	\$ 130,755	\$ 76,781	\$ 104,647	\$ 144,560
Unrestricted	1,513,225	1,500,593	1,363,866	1,253,309
Total governmental net assets	\$ 1,643,980	\$ 1,577,374	\$ 1,468,513	\$ 1,397,869
Business-type activities				
Invested in capital assets	\$ 12,068	\$ 16,019	\$ 10,563	\$ 11,371
Unrestricted	433,373	386,443	403,803	400,327
Total business-type activities net assets	\$ 445,441	\$ 402,462	\$ 414,366	\$ 411,698
Primary government				
Invested in net assets	\$ 142,823	\$ 92,800	\$ 115,210	\$ 155,931
Unrestricted	1,946,598	1,887,036	1,767,669	1,653,636
Total primary government net assets	\$ 2,089,421	\$ 1,979,836	\$ 1,882,879	\$ 1,809,567
Component Units:				
Business-type activities				
CSRA Resource Development Agency, Inc.	\$ -	\$ -	\$ -	\$ -
Invested in capital assets	1,774,383	1,766,773	1,743,567	1,715,080
Unrestricted	1,774,383	1,766,773	1,743,567	1,715,080
Total CSRA RDA net assets				
CSRA Local Development Corp. Inc.	6,573	8,165	10,090	2,521
Invested in capital assets	718,274	593,859	452,105	584,373
Unrestricted	724,847	602,024	462,195	586,894
Total CSRA LDC net assets				
CSRA Rural Lending Authority, Inc.	-	-	-	-
Invested in capital assets	502,280	515,616	513,564	231,869
Unrestricted	502,280	515,616	513,564	231,869
Total CSRA LDC net assets				
Total Component Units				
Invested in capital assets	6,573	8,165	10,090	2,521
Unrestricted	2,994,937	2,876,248	2,709,236	2,531,322
Total component units net assets	\$ 3,001,510	\$ 2,884,413	\$ 2,719,326	\$ 2,533,843

SOURCE: Presented on the accrual basis of accounting from the Center's annual financial reports for the respective years.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
CHANGES IN NET ASSETS
SINCE IMPLEMENTATION OF GASB 34
(Unaudited)

	Fiscal Year		
	2007	2006	2005
	2007	2006	2004
Operating grants:			
Aging services	5,326,396	5,154,305	4,978,471
Regional transportation services	1,888,614	1,771,447	1,713,487
Planning and zoning services	268,603	213,400	265,693
Local government services	176,252	157,020	167,822
Economic development support services	82,411	54,661	43,075
Total operating grants	7,742,276	7,350,833	7,168,548
Total governmental activities program revenues	8,237,909	7,826,541	7,598,358
Business-type activities:			
Char_ es for services:			
Herman Lodge Micro loan program	\$ 12,202	\$ 14,497	\$ 22,114
Mapping & geographic information systems support	83,726	52,260	62,530
Total business-type activities program revenues	95,928	66,757	84,644
Total primary government program revenues	\$ 8,333,837	\$ 7,893,298	\$ 7,683,002
Net (expense)/revenue			
Governmental activities	\$ (313,546)	\$ (234,990)	\$ (247,963)
Business-type activities	(15,250)	(62,317)	(25,373)
Total primary government net (expense)/revenue	\$ (328,796)	\$ (297,307)	\$ (273,336)
General Revenues and Other Changes in Net Assets			
Governmental activities			
Member assessments	\$ 307,493	\$ 307,493	\$ 307,493
Interest	72,660	86,771	39,155
Transfers	-	(50,413)	(28,041)
Total governmental activities	380,153	343,851	318,607
Business-type activities			
Interest	-	-	-

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
 CHANGES IN NET ASSETS
 SINCE IMPLEMENTATION OF GASB 34
 (Unaudited)

	Fiscal Year			
	2007	2006	2005	2004
Transfers	-	50,413	28,041	25,974
Total business-type activities	-	50,413	28,041	25,974
Total primary government	380,153	394,264	346,648	337,196
Change in net assets				
Governmental activities	\$ 66,607	\$ 108,861	\$ 70,644	\$ 47,452
Business-type activities	(15,250)	(11,904)	2,668	3,190
Total primary government	\$ 51,357	\$ 96,957	\$ 73,312	\$ 50,642
Component units - business type activities				
Expenses				
Business lendlin_ services	\$ 798,854	\$ 786,097	\$ 591,852	\$ 591,852
Total component units expenses	\$ 798,854	\$ 786,097	\$ 591,852	\$ 591,852
Program revenues				
Charges for services	\$ 846,051	\$ 886,635	\$ 714,130	\$ 714,130
Total component units program revenues	\$ 846,051	\$ 886,635	\$ 714,130	\$ 714,130
Net (expense)/revenue				
Component units - business type activities net (expense)/revenue	\$ 47,197	\$ 100,538	\$ 122,278	\$ 122,278
General Revenues and Other Changes in Net Assets				
Interest				
Total component units	\$ 69,900	\$ 64,549	\$ 55,928	\$ 55,928
Change in net assets component units	\$ 117,097	\$ 165,087	\$ 178,206	\$ 178,206

SOURCE: Presented on the accrual basis of accounting from the Center's annual financial reports for the respective years.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
 FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (Unaudited)

	Fiscal Year									
	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
General fund										
Reserved	\$ -	\$ 235,635	\$ 235,635	\$ 235,635	\$ 235,635	\$ 235,635	\$ 235,635	\$ 235,635	\$ 235,635	\$ 235,635
Unreserved	1,397,145	1,091,523	976,737	897,155	839,515	749,054	469,146	547,950	370,235	227,205
Total general fund	\$ 1,397,145	\$ 1,327,158	\$ 1,212,372	\$ 1,132,790	\$ 1,075,150	\$ 984,689	\$ 704,781	\$ 783,585	\$ 605,870	\$ 462,840
All other governmental funds										
Unreserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total all other governmental funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total fund balance reserved and unreserved	\$ 1,397,145	\$ 1,327,158	\$ 1,212,372	\$ 1,132,790	\$ 1,075,150	\$ 984,689	\$ 704,781	\$ 783,585	\$ 605,870	\$ 462,840

SOURCE: Presented on the modified accrual basis of accounting from the Center's annual financial reports for the respective years.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Unaudited)

	Fiscal Year									
	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
Revenues										
Federal & State grants / contracts	\$ 7,524,307	\$ 7,205,606	\$ 6,957,105	\$ 6,960,165	\$ 7,382,305	\$ 7,215,899	\$ 4,885,463	\$ 4,712,251	\$ 4,751,348	\$ 4,644,947
City, county, or other grants / contracts	671,229	549,224	570,903	608,483	784,766	547,677	516,997	450,160	387,453	341,472
Charges for services	42,373	71,711	69,139	-	45,622	39,415	6,155	9,568	5,970	10,185
Member assessments	307,493	307,493	322,867	322,867	322,867	322,786	312,727	312,727	277,522	272,381
Total Revenues	8,545,402	8,134,034	7,904,640	7,891,515	8,535,560	8,125,777	5,721,342	5,484,706	5,422,293	5,268,985
Expenditures										
General government	21,584	35,799	46,257	49,967	33,008	33,028	43,256	31,695	22,024	31,278
Aging services	5,399,535	5,242,169	5,088,343	4,935,005	5,020,113	4,842,238	4,229,878	4,299,322	4,003,335	3,771,623
Regional transportation services	1,862,862	1,752,419	1,698,097	1,799,175	1,954,130	2,016,406	286,600	-	-	-
Planning and zoning services	321,597	244,799	312,677	259,506	498,739	316,389	218,633	94,771	61,461	90,720
Local government services	291,835	295,048	253,984	312,599	336,195	325,626	356,525	461,550	771,291	856,236
Economic development support services	160,442	81,405	70,866	147,538	172,674	171,449	152,427	143,698	195,688	250,803
Management of local development companies	453,260	403,997	359,460	318,441	384,256	369,206	342,485	298,253	253,294	231,809
Debt service	-	-	-	-	-	-	-	-	-	4,019
Principal	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	107
Total Expenditures	8,511,115	8,055,636	7,829,684	7,822,231	8,399,115	8,074,342	5,629,804	5,329,289	5,307,093	5,236,595
Excess of revenues over (under) expenditures	34,287	78,398	74,956	69,284	136,445	51,435	91,538	155,417	115,200	32,390
OTHER FINANCING SOURCES (USES)										
Gain on sale of property	-	-	-	-	-	59,474	-	-	-	-
Transfer in	370,440	322,767	308,240	308,614	321,509	559,533	302,724	246,424	240,877	742,876
Transfer out	(334,740)	(286,379)	(303,614)	(320,258)	(367,393)	(390,634)	(473,066)	(224,126)	(243,428)	(734,726)
Total other financing sources and uses	35,700	36,388	4,626	(11,644)	(45,884)	228,373	(170,342)	22,298	(2,551)	8,150
Net change in fund balance	\$ 69,987	\$ 114,786	\$ 79,582	\$ 57,640	\$ 90,561	\$ 279,808	\$ (78,804)	\$ 177,715	\$ 112,649	\$ 40,540
Debt services as a percentage of noncapital expenditures	NA	NA	NA	NA	NA	NA	NA	NA	NA	0.08%
Total reserved and unreserved fund balance as percentage of noncapital expenditures	16.42%	16.47%	15.48%	14.48%	12.80%	12.20%	12.52%	14.70%	11.42%	#REF!

SOURCE: Presented on the modified accrual basis of accounting from the Center's annual financial reports for the respective years.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
 SCHEDULE OF INDIRECT COSTS, FRINGE BENEFITS, AND ALLOCATION BASE
 LAST TEN FISCAL YEARS
 (Unaudited)

	Fiscal Year									
	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
Indirect										
Salaries	\$ 342,701	\$ 321,532	\$ 301,809	\$ 300,533	\$ 313,634	\$ 279,712	\$ 245,474	\$ 241,471	\$ 211,255	\$ 216,384
Fringe benefits	163,688	143,314	143,586	141,453	137,343	118,428	57,216	44,076	46,257	36,622
Travel	1,515	915	825	1,520	4,367	3,575	6,412	6,074	5,079	7,481
Supplies	49,903	41,422	46,434	53,996	55,369	52,756	60,083	46,330	36,529	38,830
Equipment (not capitalized)	18,382	20,357	11,465	14,678	E	-	-	-	-	-
Professional fees	93,710	32,729	32,168	30,161	33,578	35,853	43,210	44,984	30,069	27,971
Telecommunications	24,065	27,812	25,319	26,653	31,027	56,066	26,873	20,148	21,725	20,877
Maintenance & upkeep - equipment & building	13,054	12,256	11,552	13,101	14,380	18,362	18,383	14,177	13,155	13,194
Utilities	15,522	16,023	13,183	12,984	13,514	12,651	10,814	8,951	10,250	10,781
Insurance	20,826	22,170	21,780	27,245	16,201	12,735	2,729	4,083	2,485	2,451
Dues, subscriptions, & publication	6,115	15,289	15,800	5,954	5,997	4,873	14,398	13,796	15,519	12,918
Rentals - other than real estate	28,139	22,769	17,030	16,605	11,328	3,783	3,575	2,178	4,653	10,449
Rentals - real estate	88,978	86,990	83,265	82,242	80,919	80,525	42,835	D	-	-
Motor vehicle expense	15,215	12,649	10,299	11,047	8,360	9,586	13,499	8,036	5,277	4,022
Postage and freight	10,745	10,964	11,943	13,789	12,165	15,322	11,106	11,684	12,883	12,539
Computer services	-	-	-	-	-	14,084	70,136	39,995	28,038	22,594
Conferences and seminars	225	1,500	519	850	2,236	2,409	1,504	6,359	2,332	618
Depreciation	20,323	26,855	30,975	42,158	48,535	53,500	44,773	30,576	32,435	20,557
Total costs in pool before credits	913,106	815,546	777,952	794,969	788,953	774,220	673,020	542,918	477,941	458,288
Less credits or cost excluded	(36,960)	-	(7,688)	(245)	-	-	-	-	-	-
Total Indirect Cost	\$ 876,146	\$ 815,546	\$ 770,264	\$ 794,724	\$ 788,953	\$ 774,220	\$ 673,020	\$ 542,918	\$ 477,941	\$ 458,288
Allocation base = direct personal salaries	\$ 1,171,821	\$ 1,114,835	\$ 980,526	\$ 994,055	\$ 1,083,599	\$ 926,722	\$ 967,304	\$ 748,086	\$ 655,068	\$ 718,706
Indirect cost rate	74.77%	73.15%	78.56%	79.95%	72.81%	83.54%	69.58%	72.57%	72.96%	63.77%

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
SCHEDULE OF INDIRECT COSTS, FRINGE BENEFITS, AND ALLOCATION BASE
LAST TEN FISCAL YEARS
 (Unaudited)

Fringe benefits																				
Contributions to pension trust	\$	278,748	\$	246,724	\$	219,946	\$	241,577	\$	234,770	\$	165,812	\$	128,925	\$	114,399	\$	107,995	\$	107,026
Payroll taxes		32,056		36,279		33,487		26,401		34,868		32,815		36,145		25,707		19,232		23,170
Group insurance		115,079		108,139		101,831		99,938		98,901		83,850		62,283		32,406		30,894		31,466
Workers compensation		5,075		5,374		4,897		5,019		4,830		5,881		5,041		3,220		4,695		7,681
Other		39,301		33,009		34,124		40,413		28,636		25,751		24,327		24,166		14,052		8,530
Paid time off earned		155,089		130,452		135,503		117,095		127,539		-		-		-		-		-
Annual leave earned (used)		-		-		-		-		-		69,221		26,694		(9,249)		15,975		3,209
Sick leave used		1,201		2,994		5,030		12,265		22,249		39,029		-		-		-		-
Holiday leave used		59,771		55,897		48,452		50,952		53,173		44,994		-		-		-		-
Other leave used		1,066		4,540		1,256		3,026		2,434		22,886		-		-		-		-
Total fringe benefits	\$	687,386	\$	623,408	\$	584,526	\$	596,686	\$	607,400	\$	490,239	\$	283,415	\$	190,649	\$	192,843	\$	181,082
Allocation base = salaries	\$	1,514,522	\$	1,436,367	\$	1,282,335	\$	1,294,588	\$	1,397,233	\$	1,206,433	\$	1,212,778	\$	989,557	\$	866,323	\$	935,090
Fringe benefit rate		45.39%		43.40%		45.58%		46.09%		43.47%		40.64%		23.37%		19.27%		22.26%		19.37%

SOURCE: From the Center's annual financial reports for the respective years.

A - Prior to July 1, 2001, the Center accounted for all computer related services in a separate internal service fund. At that time, the Center did not employ a network administrator. Network administration duties were performed by the GIS technical staff. During fiscal year 2002, the Center shifted all activities related to the operation & administration of its local area network to the indirect cost fund and employed a network administrator.

B - Effective July 1, 2002, the Center adopted new leave policies. Paid Time Off was created to replace both vacation and sick leave. The new policy allowed existing employees to retain their unused sick leave at June 30, 2002 and use as needed until exhausted.

C - Beginning July 1, 2001, the Center installed an electronic time sheet system (ETS). Prior to installation of this system a manual time sheet system was utilized. Due the nature of the this system, the Center tracked hours for leave time but allocated employee's salary based on the employee's total time charged to all activities. Leave taken was excluded from the total time to allocate.

D - The Center moved from an owned to a leased facility December 15, 2000.

E - Beginning July 1, 2003, the Center adopted a capitalization policy. Prior to this adoption any single item having a useful life greater than one year was capitalized regardless of the cost.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
CHARGEABLE AND NON-CHARGEABLE STAFF HOURS AND FULL TIME EQUIVALENTS BY ACTIVITY
LAST TEN FISCAL YEARS
(Unaudited)

	Staff Hours by Fiscal Year									
	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
General government	-	-	-	-	-	-	-	-	-	-
Aging services	32,989.70	34,527.00	31,837.25	29,459.00	28,823.15	25,085.50				
Regional transportation services	887.50	885.75	895.00	846.75	1,699.50	-				
Planning and zoning services	6,203.00	5,033.50	6,870.00	4,964.25	5,730.75	5,437.00				
Local government services	6,077.00	6,220.25	5,176.75	6,340.75	6,524.45	5,856.75				
Economic development support services	2,516.00	1,571.50	1,259.75	1,904.00	2,140.25	2,978.00				
Management of local development companies	5,317.75	4,730.50	5,026.75	4,811.25	6,343.75	6,456.00				
Indirect cost fund	12,320.50	11,950.50	11,995.50	12,201.25	12,884.25	14,698.50				
GIS and mapping services	1,212.75	1,878.75	1,572.75	3,608.75	3,712.00	3,013.50				
Total chargeable hours	67,524.20	66,797.75	64,633.75	64,136.00	67,858.10	63,525.25	58,661.75	46,199.00	43,141.25	49,446.30
Paid time off	6,018.00	5,508.96	5,144.29	4,300.45	4,163.50	2,610.10	1,995.52	2,729.27	1,849.75	2,479.25
Holiday time off	2,712.20	2,578.50	2,367.30	2,452.00	2,623.50	2,353.40	2,175.00	1,744.10	1,666.70	2,041.50
Sick leave time	50.00	125.75	244.00	-	-	2,059.05	1,583.25	1,544.60	1,625.00	2,331.75
Other leave	63.70	263.45	68.00	677.25	1,220.71	1,306.75	631.75	375.25	-	-
Total non-chargeable hours	8,843.90	8,476.66	7,823.59	7,429.70	8,007.71	8,329.30	6,385.52	6,393.22	5,141.45	6,852.50
Total staff hours	76,368.10	75,274.41	72,457.34	71,565.70	75,865.81	71,854.55	65,047.27	52,592.22	48,282.70	56,298.80

	Full-Time Equivalent Staff by Fiscal Year									
	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
General government	-	-	-	-	-	-	-	-	-	-
Aging services	15.86	16.60	15.31	14.16	13.86	12.06				
Regional transportation services	0.43	0.43	0.43	0.41	0.82	NC				
Planning and zoning services	2.98	2.42	3.30	2.39	2.76	2.61				
Local government services	2.92	2.99	2.49	3.05	3.14	2.82				
Economic development support services	1.21	0.76	0.61	0.92	1.03	1.43				
Management of local development companies	2.56	2.27	2.42	2.31	3.05	3.10				
Indirect cost fund	5.92	5.75	5.77	5.87	6.19	7.07				
GIS and mapping services	0.58	0.90	0.76	1.73	1.78	1.45				
Total full-time equivalents	32.46	32.12	31.09	30.84	32.63	30.54	28.20	22.21	20.74	23.77
Paid time off	2.89	2.65	2.47	2.07	2.00	1.25	0.96	1.31	0.89	1.19
Holiday time off	1.30	1.24	1.14	1.18	1.26	1.13	1.05	0.84	0.80	0.98
Sick leave time	0.02	0.06	0.12	-	-	0.99	0.76	0.74	0.78	1.12
Other leave	0.03	0.13	0.03	0.33	0.59	0.63	0.30	0.18	-	-
Total full-time equivalents	4.24	4.08	3.76	3.58	3.85	4.00	3.07	3.07	2.47	3.29
Total full-time equivalents	36.70	36.20	34.85	34.42	36.48	34.54	34.34	28.35	25.68	30.35

Hours for fiscal years 1997, 1998, 1999, 2000, & 2001 not available by activity.
Full-time equivalent is computed by dividing the number of hours by 2080 hours.

SOURCE: Employee time records.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER - COMPONENT UNITS
d/b/a CSRA BUSINESS LENDING
SUMMARY OF LOAN ACTIVITY BY FISCAL YEAR
(Unaudited)

	Loan Volume			Type of Loan Packaged or Approved			Micro Loan Program		
	# of loans packaged or approved	# discontinued	# Closed	# carried forward	SBA 504's	SBA 7(e)'s packaged		CSRA Resource Development Agency	CSRA Rural Lending Authority
FY 2007	53	3	50	50	43	-	4	5	1
FY 2006	52	2	34	50	37	1	4	9	1
FY 2005	39	5	42	34	27	1	3	7	1
FY 2004	44	2	38	42	21	3	8	9	1
FY 2003	41	3	27	38	16	4	3	11	4
FY 2002	29	2	39	27	8	6	6	9	N/A
FY 2001	43	4	38	39	23	6	5	8	N/A
FY 2000	40	2	32	38	20	1	3	16	N/A
FY 1999	36	4	30	32	16	1	5	14	N/A
FY 1998	33	3	31	30	16	3	6	5	N/A
FY 1997	33	2	31	31	22	1	2	4	N/A

Source CSRA Regional Development Center Annual Reports

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
 SCHEDULE OF INSURANCE IN FORCE
 (Unaudited)

NAME OF COMPANY	POLICY NUMBER	COVERAGE	DETAILS
Cincinnati Insurance	CAA5064000AWR	Commercial Automobile	\$500,000 Liability, \$100,000 Uninsured Motorist, \$250 deductible for comprehensive, \$250 deductible for comprehensive physical damage for each covered auto, \$500 deductible for collision physical damage for each covered auto, \$20,000 hired car physical damage.
The StPaul	406CF4561	Employee dishonesty - Coverage of all employees in any position (Payable jointly to the State of GA Dept. of Human Resources).	Limit of coverage is \$900,000 with a deductible amount of \$7,500.
Cincinnati Insurance	BOP1603908	Fire, extended coverage, and liability	3023 River Watch Parkway, Suite A \$225,000 contents. \$2,000,000 business liability each occurrence, \$5,000 medical expenses to any one person. \$1,000,000 fire, explosion & water damage on any one occurrence. \$250 deductible property damage. \$50,000 Pension fiduciary liability.
Cincinnati Insurance	BCP8693846	Directors & Officers Liability	Claims made coverage limited to wrongful acts for which claims are first made against the policy insureds during the policy period. Maximum limit is \$3,000,000 with deductible of \$100,000. Includes coverage for employee discrimination, sexual harassment, and breach of either an implied or actual employment contract.
Cincinnati Insurance	BOP1603908	Commercial Umbrella Liability	Increases basic policy limits to \$5,000,000 for underlying policies.
Cincinnati Insurance	WC 8922294-13	Worker's compensation	Employees-Medical expenses related to on-the-job injuries. \$100,000 each accident, \$100,000 each employee, and a \$500,000 policy limit.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
 SCHEDULE OF INSURANCE IN FORCE
 (Unaudited)

NAME OF COMPANY	POLICY NUMBER	COVERAGE	DETAILS
Houston Casualty Company	H706-13911	Professional Liability	Professional liability coverage for CSRA Regional Development Center and its component units with limits of \$1,000,000 each claim with \$1,000,000 annual aggregate and \$50,000 deductible. Prior acts coverage to 07/01/2001.
Provident	G-45727	Employee life insurance	Three times annual earning effective upon completion of 1 year of service.
Provident	G-22708	Long term disability	On the 91st day of being disabled, the employee is eligible to receive 60% of his monthly income up to \$5,000 per month.
Blue Cross Blue Shield	72523	Employees and family - Surgery, major medical, & hospitalization	Group HMO medical plan. Levels of coverage vary depending upon the employee's choice.
Humana	5173905	Em lo, ees and famil, - dental covera_e	Grou dental with 100% reventive services. 80% basis services, 50% major services, and \$1,500 orthodontic maximum. Deductible of \$25 and annual maximum of \$2,000.
<u>COMPONENT UNITS</u>			
Cincinnati Insurance	8503349	Employee dishonesty coverage - Commercial blanket coverage Loss payee - Farmer's Home Administration	\$250,000
Cincinnati Insurance	CAP 501 90 68 AWR	Commercial general liability and office equipment	\$1,000,000 general liability each occurrence with an aggregate limit of \$1,000,000 and \$10,000 on property owned subject to a \$1,000 deductible.

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
POPULATION OF COUNTIES IN THE CENTRAL SAVANNAH RIVER AREA
(Unaudited)**

	FY 2007	FY 2006	FY 2005	FY 2004	FY 2003	FY 2002	FY 2001	FY 2000	FY 1995
Burke	22,818	22,986	23,154	23,086	22,878	22,777	22,725	22,243	21,411
Columbia	110,284	106,887	103,490	100,564	97,050	94,644	91,832	89,287	77,660
Glascok	2,770	2,720	2,670	2,663	2,596	2,596	2,563	2,556	2,457
Hancock	9,641	9,677	9,713	9,814	9,933	9,993	10,032	10,074	9,492
Jefferson	16,753	16,768	16,783	16,887	16,922	17,089	17,149	17,263	17,337
Jenkins	8,735	8,725	8,715	8,632	8,675	8,647	8,645	8,575	8,411
Lincoln	8,231	8,257	8,283	8,350	8,483	8,451	8,441	8,348	7,895
McDuffie	22,154	21,917	21,680	21,536	21,356	21,285	21,321	21,232	20,675
Richmond	194,661	194,398	194,135	195,536	196,591	197,854	198,867	199,775	194,747
Screven	15,092	15,190	15,288	15,340	15,313	15,413	15,188	15,374	14,608
Taliaferro	1,919	1,877	1,835	1,878	1,929	2,001	2,012	2,077	1,996
Warren	5,831	5,949	6,067	6,147	6,157	6,241	6,318	6,336	6,207
Washington	21,448	20,723	19,998	20,953	20,938	20,847	21,111	21,176	20,144
Wilkes	10,722	10,687	10,652	10,657	10,667	10,546	10,480	10,468	10,642
	451,059	446,761	442,463	442,043	439,488	438,384	436,684	434,784	413,682

SOURCE: US Census Bureau and CSRA Regional Development Center. Data is not available for individual years before FY 2000.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
MISCELLANEOUS STATISTICAL DATA
(Unaudited)

FORM OF MANAGEMENT: Executive Committee - Executive Director

ENABLING LEGISLATION: Sections 50-8-30 through 50-8-46 of the
Official Code of Georgia Annotated

AREA OF RESPONSIBILITY: 5,146 square miles, 13 counties,
39 municipalities

PRINCIPAL EMPLOYERS IN THE CENTRAL SAVANNAH RIVER AREA

COMPANY NAME	TYPE	COUNTY	EMPLOYMENT
Medical College of Georgia	Service	Richmond	6,288
Fort Gordon (civilian)	Military	Richmond	4,981
Richmond School Board	Govt.	Richmond	4,500
University Hospital	Service	Richmond	3,400
Veterans Admin. Hospital	Service	Richmond	2,143
Dwight D. Eisenhower Hosp.	Service	Richmond	2,140
Gracewood State School & Hosp.	Service	Richmond	1,500
Columbia School Board	Govt.	Columbia	1,300
Augusta Regional Medical Center	Service	Richmond	1,100
Federal Paper Board Co.	Mfg.	Richmond	971
St. Joseph Hospital	Service	Richmond	900
E-Z-GO/ Div. Textron	Mfg.	Richmond	869
Thermal Ceramics	Mfg.	Richmond	846
President Baking Co.	Mfg.	Richmond	700
Thomson Company	Mfg.	McDuffie	700
Kendall Company	Mfg.	Richmond	632
Club Car	Mfg.	Columbia	600

* - Total employment at Fort Gordon is approximately 19,000
including civilian, military, and Eisenhower Hospital.

Data is not available for the percent of employment for the region.

SOURCE Georgia Economic Profiles and CSRA Regional Development Center

POST SECONDARY EDUCATION IN THE CENTRAL SAVANNAH RIVER AREA

	<u>ENROLLMENT</u>
Augusta State University	5,909
Augusta Technical College	6,100
Medical College of Georgia	2,001
East Georgia College	1,393
Paine College	900
Sandersville Technical Institute	681
Swainsboro Technical Institute	900

All of the institutions listed above are located in a CSRA county. The University of Georgia, Georgia Southern University, the University of South Carolina, Columbia, University of South Carolina at Aiken, and Mercer University are located within 125 miles of CSRA counties.

COMMUNITY FACILITIES

13 community hospitals with 2,588 beds
1 military hospital
2 federal hospitals
32 nursing homes with 3,203 beds
127 public schools
33 private schools

SOURCE Georgia Economic Profiles and CSRA Regional Development Center

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SINGLE AUDIT SECTION

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**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

GRANTOR / PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	FEDERAL REVENUES EXPENDED	PASS THROUGH TO SUB RECIPIENTS
U. S. DEPARTMENT OF COMMERCE				
Direct Programs:				
701B Planning	11.302	#04-83-05739	\$ 59,691	\$ -
Long-term Economic Deterioration Note 3.A	11.307	Not Assigned	-	-
Total U. S. Department of Commerce			59,691	-
U. S. DEPARTMENT OF DEFENSE				
Direct Program:				
Community Economic Adjustment Planning Assistance for Advance Planning	12.614	AP0518-06-01	26,105	-
Total U.S. Department of Defense			26,105	-
U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
Passed Through Georgia Department of Human Resources (DHR):				
Aging Cluster:				
Aging Title III, Prt B: Grants for Support Services & Sr Centers	93.044	427-93-07070246-99	674,481	539,608
Aging Title III Prt C: Nutrition Services	93.045	427-93-07070246-99	679,475	608,854
Nutrition Services Incentive Program	93.053	427-93-07070246-99	136,104	136,104
Aging Cluster Total			1,490,060	1,284,566
Aging Title III, Part D, Disease Prevention & Health Promotion Services	93.043	427-93-07070246-99	34,240	34,240
Aging Title VII Chpt 3: Prevention of Elder Abuse, Neglect, & Exploitation	93.041	427-93-07070246-99	7,286	-
Aging Title VII Chpt. 2: Long Term Care Ombudsman Older Individuals	93.042	427-93-07070246-99	19,977	19,977
National Caregiver Support (III-E)	93.052	427-93-07070246-99	201,472	176,946
Temporary Assistance for Needy Families	93.558	#427-93-07070245-99	702,792	-
Social Service Block Grant	93.667	427-93-07070246-99	31,898	31,898
Social Service Block Grant	93.667	#427-93-07070245-99	731,085	-
Total Social Service Block Grant			762,983	31,898

Continued on next page.

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

GRANTOR / PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	FEDERAL REVENUES EXPENDED	PASS THROUGH TO SUB RECIPIENTS
Passed Through Georgia Department of Human Resources (DHR):				
Community Care Services Program	93.778	427-93-07070246-99	962,539	739,137
Health Care Financing Research, Demonstrations, and Evaluations	93.779	427-93-07070246-99	74,468	-
Total U.S. Health and Human Services			4,255,817	2,286,764
U. S. Department of Transportation				
Passed Through Georgia Department of Transportation (GADOT):				
Planning Grant	20.205	STP-0006-00-070	40,748	-
GIS Services Grant	20.205	SPR00-0007-00-192	11,937	-
Passed Through Georgia Department of Human Resources (DHR):				
Federal Transit Administration	20.513	#427-93-07070245-99	152,239	-
Total U.S. Department of Transportation			204,924	-
U. S. Department of Environmental Protection Agency				
Passed Through Georgia Department of Natural Resources (GADNR):				
Water Quality Management Planning	66.454	#751-70113	25,101	-
Total U.S. Department of Environmental Protection Agency			25,101	-
U. S. DEPARTMENT OF AGRICULTURE				
Intermediary Relending Program, Note 3.B	10.767	Not Assigned	-	-
Total U.S. Department of Agriculture			-	-
Total Federal Assistance			\$ 4,571,638	\$ 2,286,764

Continued from previous page.

CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
June 30, 2007

(1) GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal assistance programs of the Central Savannah River Area Regional Development Center (Center). The Center reporting entity is defined in Note 1.A of the basic financial statements. Federal assistance received directly from federal or state agencies, as well as federal financial assistance passed through state agencies, are included on the schedule.

(2) BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1.C of the basic financial statements.

(3) SPECIFIC TO ITEM ON SCHEDULE

Note A - The reporting entity received a \$1,000,000 grant in a prior year to capitalize a revolving loan fund. All of the funds have been lent and the funds continue to revolve as payments are received.

Note B - The reporting entity received loan proceeds of \$878,539 during FY 1993, \$121,461 during FY 1994, \$571,745 during FY 1995, and \$428,255 during FY 1996, for a total of \$2,000,000. On July 31, 1999, the CSRA Rural Lending Authority (RLA) entered into an assumption agreement with Georgia Department of Community Affairs f/k/a GHFA Economic Financing Inc. (DCA) and Department of Agriculture, Rural Development (RD) conferring to the RLA the rights and obligations under the note dated May 26, 1994. The principal balance of the note on July 1, 1999 was \$1,918,935. And at this time \$1,487,500 of the principal remained to be drawn. The RLA received loan proceeds of \$1,239,000 during FY 1999 and \$248,500 during FY 2000. A fourth loan was obtained on December 13, 1999 in the amount of \$500,000. The RLA received loan proceeds of \$250,000 from this loan during FY 2000 and the \$250,000 balance in FY 2001. A fifth loan was obtained on June 26, 2001 in the amount of \$750,000. The RLA received loan proceeds of \$356,250 from this loan during FY 2002, \$330,000 during FY 2003, and \$64,391 during FY 2004. Prior to July 1, 2006, \$1,199,625 principal was repaid relative to all the aforementioned loans. During FY 2007, \$178,060 of the principal was paid. At June 30, 2007 \$3,791,890 remains outstanding.

(4) NON-CASH AWARDS

The Center did not have any non-cash awards during the fiscal year.



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Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards

**To the Board of Directors
Central Savannah River Area Regional Development Center
Augusta, Georgia**

I have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Central Savannah River Area Regional Development Center as of and for the year ended June 30, 2007, which collectively comprise the Central Savannah River Area Regional Development Center's basic financial statements and have issued my report thereon dated December 14, 2007. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing my audit, I considered the Central Savannah River Area Regional Development Center's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Central Savannah River Area Regional Development Center's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the Central Savannah River Area Regional Development Center's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Central Savannah River Area Regional Development Center's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Central Savannah River Area Regional Development Center's financial statements that is more than inconsequential will not be prevented or detected by the Central Savannah River Area Regional Development Center's internal control.

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A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Central Savannah River Area Regional Development Center's internal control.

My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Central Savannah River Area Regional Development Center's financial statements are free of material misstatement, I 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 my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

This report is intended solely for the information and use of the board of directors, management, federal awarding agencies and the pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Thomas Jeffre'
December 14, 2007

Thomas Jeffre'sm



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Report on Compliance With Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133

To the Board of Directors
Central Savannah River Area Regional Development Center
Augusta, Georgia

Compliance

I have audited the compliance of the Central Savannah River Area Regional Development Center with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2007. The Central Savannah River Area Regional Development Center's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Central Savannah River Area Regional Development Center's management. My responsibility is to express an opinion on the Central Savannah River Area Regional Development Center's compliance based on my audit.

I conducted my 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 OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that I 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 Central Savannah River Area Regional Development Center's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination of the Central Savannah River Area Regional Development Center's compliance with those requirements.

In my opinion, the Central Savannah River Area Regional Development Center complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2007.

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Internal Control Over Compliance

The management of the Central Savannah River Area Regional Development Center is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing my audit, I considered the Central Savannah River Area Regional Development Center's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of the Central Savannah River Area Regional Development Center's internal control over compliance.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Central Savannah River Area Regional Development Center's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the Central Savannah River Area Regional Development Center's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the Central Savannah River Area Regional Development Center's internal control.

My consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the board of directors, management, federal awarding agencies and the pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Thomas Jeffre'
December 14, 2007

Thomas Jeffre'sm

**CENTRAL SAVANNAH RIVER AREA REGIONAL DEVELOPMENT CENTER
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2007**

Section I - Summary of Auditors' Results

Financial Statements

I issued an unqualified opinion on the basic financial statements of the Central Savannah River Area Regional Development Center (Center) as of and for the year ended June 30, 2007.

I noted no matters involving the internal control over financial reporting and its operations that we consider to be material weaknesses.

I did not note any areas of noncompliance in relation to the financial statements.

Federal Awards

I issued an unqualified opinion on the compliance for major programs for the Center for the year ended June 30, 2007.

I noted no matters involving the internal control over major programs that I consider material weaknesses.

I noted no audit findings required to be reported in accordance with Circular A-133, Section .510a.

Identification of Major Programs:

The following programs were audited as major programs:

<u>CFDA Number:</u>	<u>Name of Federal Program or Cluster:</u>
11.307	Long-Term Deterioration
20.513	Federal Transit Administration
93.044	Aging, Title III, Part B – Grants for Support Services and Senior Centers
93.045	Aging, Title III, Part C- Nutrition Services
93.053	Nutrition Services Incentive Program
93.778	Community Care Services Program

I used a threshold of \$300,000 expended to distinguish between Type A and B programs.

The Central Savannah River Area Regional Development Center is a low-risk auditee.

Section II Findings Related to the Financial Statements

The audit disclosed no instance of noncompliance material to the financial statements.

Section III – Federal Award and Questioned Costs

There were no questioned costs for the year ended June 30, 2007.
There were no questioned costs for the prior year requiring follow-up.

MISSION OF THE CSRA REGIONAL DEVELOPMENT CENTER

The mission of the Central Savannah River Area Regional Development Center is to provide planning, management and information services to our members in a professional, ethical, cost effective and efficient manner; and to serve as a forum for addressing the needs of local government and its citizens' needs.



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