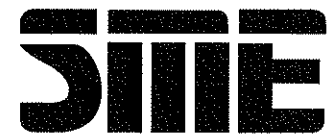


HENRY COUNTY SCHOOL SYSTEM
SPLOST PROJECT EXPENDITURES
YEAR ENDED JUNE 30, 2008



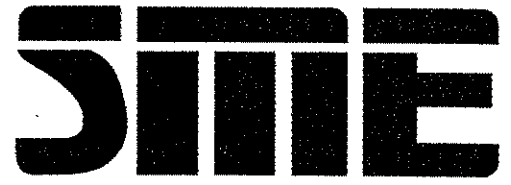
SEROTTA MADDOCKS

EVANS & CO., CPAs

A Professional Corporation

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SEROTTA MADDOCKS EVANS & CO
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT ACCOUNTANTS' REPORT

To the Henry County Board of Education
McDonough, Georgia

We have examined the Henry County School System's (School System) attached Schedule of SPLOST Project Expenditures and their compliance with Article VIII, Section VI, Paragraph IV of the Georgia Constitution and Official Code of Georgia (O.C.G.A.) 48-8-141 regarding expenditure of sales tax for educational purposes during the year ended June 30, 2008. Management is responsible for the School System's compliance with those requirements. Our responsibility is to express an opinion on the School System's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the School System's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Henry County School System's compliance with specified requirements.

In our opinion, Henry County School System complied, in all material respects, with the aforementioned requirements for the year ended June 30, 2008.

Serotta Maddocks Evans & Co.

Serotta Maddocks Evans & Co., CPA's

Augusta, Georgia
October 1, 2008

HENRY COUNTY SCHOOL SYSTEM
 SCHEDULE OF SPLOST PROJECT EXPENDITURES
 YEAR ENDED JUNE 30, 2008

<u>Projects</u>	<u>SPLOST 2003</u>	<u>SPLOST 2008</u>	<u>GSFIC</u>	<u>Total</u>
Debt Service, including principal and interest	\$ 26,864,250	\$ 6,964,097		\$ 33,828,347
Capital projects 2008		733,762		1,201,417
Land acquisitions		1,790,196	\$ 467,655	1,790,196
Technology		2,896,876		2,896,876
Buses		3,169,088		3,169,088
Warehouse – support facilities		122,550		122,550
Ola Elementary renovation		4,634,636		4,634,636
Patrick Henry High South		201,597		201,597
Stockbridge High School agr-science renovation		1,046,853		1,046,853
Henry County High renovation		23,482,073		23,482,073
Locust Grove High		21,072,813		21,072,813
Rocky Creek Elementary		6,042,556		6,042,556
Cotton Indian Elementary renovation		3,067,566		3,067,566
Stockbridge Middle renovation		971,100		971,100
Stockbridge High renovation		211,101		211,101
Jodeco Road Elementary		932,733		932,733
Wolf Creek Elementary		478,666		478,666
Southwest Area Elementary		10,069		10,069
Hampton Middle		805,761		805,761
Hampton High		2,799		2,799
Miscellaneous capital improvements		1,998,167		1,998,167
Locust Grove Middle		8,514,613		8,514,613
Woodland Middle	283,819			930,507
SPLOST projects	688,775		646,688	688,775
Capital projects	291,983			291,983
Technology	237,857			237,857
McDonough Elementary renovation	31,294			31,294
Timber Ridge Elementary	147,239			147,239
Dutchtown Elementary	900			900
Total	<u>\$ 28,546,117</u>	<u>\$ 89,149,672</u>	<u>\$ 1,114,343</u>	<u>\$ 118,810,132</u>

Note: Amounts expended for these projects may include sales tax proceeds, state and local property taxes and/or other funds over the lives of the projects.