

FLOYD COUNTY, GEORGIA

Comprehensive Annual Financial Report

For the Year Ended

December 31, 2012

Prepared by:

Finance Department



**FLOYD COUNTY, GEORGIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED DECEMBER 31, 2012**

TABLE OF CONTENTS

I. INTRODUCTORY SECTION

	<u>Page</u>
Letter of Transmittal	i - v
GFOA Certificate of Achievement.....	vi
Organizational Chart.....	vii
List of Principal Officials.....	viii

II. FINANCIAL SECTION

Independent Auditors' Report	1 - 4
Management's Discussion and Analysis	5 - 19
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	20 and 21
Statement of Activities	22 and 23
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	24
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities	25
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	26
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	27
General Fund - Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual	28 and 29
Fire Special Revenue Fund - Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual	30
Statement of Net Position – Proprietary Funds.....	31
Statement of Revenues, Expenses and Changes in Net Position – Proprietary Funds.....	32
Statement of Cash Flows – Proprietary Funds.....	33 and 34
Statement of Fiduciary Assets and Liabilities– Agency Funds	35
Notes to Financial Statements.....	36 – 74
Required Supplementary Information:	
Schedule of Funding Progress	75
Combining and Individual Fund Statements and Schedules:	
Major Governmental Fund:	
2006 Special Purpose Local Option Sales Tax – Capital Projects Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	76
2009 Special Purpose Local Option Sales Tax – Capital Projects Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual.....	77
General – Capital Projects Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual.....	78
Combining Balance Sheet – Non-major Governmental Funds.....	79
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Non-major Governmental Funds.....	80
Debt Service Fund - Schedule of Revenues, Expenditures, and Changes in Fund Balance	81

**FLOYD COUNTY, GEORGIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED DECEMBER 31, 2012**

TABLE OF CONTENTS

II. FINANCIAL SECTION (CONTINUED)

	<u>Page</u>
Combining and Individual Fund Statements and Schedules: (Continued)	
Combining Balance Sheet – Non-major Special Revenue Funds	82
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Non-major Special Revenue Funds	83
Special Revenue Funds - Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual: Non-major Special Revenue Funds:	
Floyd Against Drugs Special Revenue Fund	84
Prison Inmate Benefit Special Revenue Fund	85
Jail Inmate Benefit Special Revenue Fund	86
911 Special Revenue Fund	87
Law Library Special Revenue Fund	88
Animal Control Special Revenue Fund	89
Hotel/Motel Special Revenue Fund	90
Solid Waste Special Revenue Fund	91
Emergency Management Special Revenue Fund	92
Work Release Special Revenue Fund	93
CHIP (Community Housing Improvement Program) Special Revenue Fund	94
Children and Family Grant Special Revenue Fund	95
Stadium Maintenance Special Revenue Fund	96
CDBG-Mercy Senior Care Special Revenue Fund	97
Work Release Inmate Benefit Special Revenue Fund	98
800 MHz Communication Special Revenue Fund	99
Combining Balance Sheet – Non-major Capital Projects Funds.....	100
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Non-major Capital Projects Funds.....	101
Non-major Capital Projects Funds:	
2003 Special Purpose Local Option Sales Tax Capital Projects Fund	102
1996 Special Purpose Local Option Sales Tax Capital Projects Fund	103
Combining Statement of Net Position – Internal Service Funds	104
Combining Statement of Revenues, Expenses and Changes in Net Position Internal Service Funds	105
Combining Statement of Cash Flows – Internal Service Funds	106
Combining Statement of Fiduciary Assets and Liabilities – Agency Funds	107
Combining Statement of Changes in Assets and Liabilities – Agency Funds.....	108-110
Schedule of Projects Constructed with Special Purpose Local Option Sales Tax Proceeds	111 and 112
Balance Sheet – Component Units – Governmental Fund Types	113
Statement of Revenues, Expenditures, and Changes in Fund Balance – Component Units Governmental Fund Types	114
Statement of Cash Flows – Component Unit – Proprietary Fund Types.....	115 and 116

**FLOYD COUNTY, GEORGIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED DECEMBER 31, 2012**

TABLE OF CONTENTS

III. STATISTICAL SECTION

	<u>Page</u>
Net Position by Component – Last Nine Fiscal Years	117
Changes in Net Position – Last Nine Fiscal Years.....	118 and 119
Fund Balances of Governmental Funds – Last Ten Fiscal Years	120
Changes in Fund Balances of Governmental Funds – Last Ten Fiscal Years	121
Tax Revenue by Source, Governmental Funds – Last Ten Fiscal Years	122
Assessed Value and Estimated Actual Value of Taxable Property - Last Ten Fiscal Years	123
Property Tax Rates - Direct and Overlapping Governments- Last Ten Fiscal Years	124
Principal Property Taxpayers – Current Year and Nine Years Ago	125
Property Tax Levies and Collections – Last Ten Fiscal Years.....	126
Ratios of Outstanding Debt by Type – Last Ten Fiscal Years	127
Ratio of Net General Bonded Debt – Last Ten Fiscal Years	128
Legal Debt Margin Information – Last Ten Fiscal Years	129
Computation of Direct and Overlapping Bonded Debt, General Obligation Bonds.....	130
Pledged Revenue Coverage Water System Bonds - Last Ten Fiscal Years	131
Top Ten Water Customers.....	132
Water Customers – Last Ten Fiscal Years	133
Water Rates and Fees – Last Eight Fiscal Years.....	134
Demographic and Economic Statistics – Last Ten Fiscal Years	135
Principal Employers - Current Year and Nine Years Ago.....	136
Full-time Equivalent County Government Employees by Function/Program – Last Ten Fiscal Years.....	137
Operating Indicators by Function – Last Ten Fiscal Years	138
Capital Assets Statistics by Function – Last Ten Fiscal Years.....	139
Insurance in Force	140
Miscellaneous Statistical Information	141

INTRODUCTORY SECTION

The introductory section includes a transmittal letter from the County Manager and Comptroller/Finance Director, the GFOA Certificate of Achievement awarded for the prior year's financial report, a general government organizational chart, and a list of principal officials.



BOARD OF COMMISSIONERS

TWELVE EAST 4TH AVENUE, SUITE 209 • POST OFFICE BOX 946 • ROME, GEORGIA 30162
PHONE: 706.291.5110 • FAX: 706.291.5248 • www.floydcountyga.org

June 27, 2013

The Honorable Irwin Bagwell, Chairman
Members of the Floyd County Board of Commissioners
and Citizens of Floyd County, Georgia

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year, unless an extension has been approved, a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Floyd County for the fiscal year ended December 31, 2012.

This report consists of management's representations concerning the finances of Floyd County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of Floyd County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Floyd County financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the county's comprehensive framework of internal controls have been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The county's financial statements have been audited by Mauldin & Jenkins, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the county for the fiscal year ended December 31, 2012 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the county's financial statements for the fiscal year ended December 31, 2012 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

BOARD OF COMMISSIONERS

IRWIN BAGWELL, CHAIRMAN LARRY MAXEY, VICE-CHAIRMAN
GARRY FRICKS JOHN MAYES RHONDA WALLACE

The independent audit of the financial statements of Floyd County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government'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 are available in the county's separately issued Single Audit Report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The county's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

Floyd County is located in the northwest portion of Georgia. It is considered the economic hub of this region. The county occupies a land area of 514 square miles and serves a population of 96,177. The county is empowered to levy a property tax on both real and personal properties located within its boundaries.

In 1917, an Act was approved by the Georgia General Assembly creating the Board of Commissioners of Floyd County. The county has been operating under a county manager form of government since 1983. Policy-making and legislative authority are vested in the Board of Commissioners consisting of five commissioners elected at-large on a partisan basis. The commissioners serve four-year staggered terms. The Board of Commissioners is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring the government's manager, attorney and auditors. The County Manager is responsible for carrying out the policies and ordinances of the county commission, for overseeing the day-to-day operations of the government, and for appointing the heads of the various departments.

Floyd County provides a full range of services, including police protection; maintenance of roads and other infrastructures; court services; jail and prison; and solid waste collection. Through joint agreements with the city of Rome, fire protection; planning; building inspection; E911; emergency management; recycling and animal control services are provided countywide. Recreational services are provided countywide by a recreation authority, which is funded by Floyd County and user fees. Floyd County also operates a water treatment system.

The annual budget serves as the foundation for Floyd County's financial planning and control. All departments of the county are required to submit requests for appropriation to the County Manager, who in turn shall submit a recommended budget for the Board of Commissioners to review by the third Wednesday in November. The Board of Commissioners may then hold a budget hearing with each department. After holding a public hearing on the proposed budget, the final budget must be adopted no later than January 31st of each year. The appropriated budget is prepared by fund and by department. Department heads may make transfers of appropriations within a department with the exception of salaries, travel and equipment. Transfers of appropriations from/to salary or equipment line items or between departments, however, require the special approval of the governing board. Budget-to-actual

comparisons are provided in a report for each individual governmental fund for which an appropriated annual budget has been adopted.

Factors Affecting Financial Conditions

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Floyd County operates.

Local Economy. Floyd County continues to have a sluggish local economy similar to what communities all over the country are experiencing. For the third consecutive year, Floyd County saw its total tax digest decrease over the previous year. The decrease was a modest 2% and reflected the fact that home prices have decreased on average with home foreclosure compounding the problem. Unemployment rate is down 1.5% to 8.9% for 2012. Sales tax collections decreased in 2012 for the third year in a row reflecting stagnant retail activity as a result of the down economy.

On a positive note, there were some new jobs created in the local workforce with a few existing industries announcing expansion plans for 2012. During 2012 Floyd County was selected as the site for Lowe's to construct a new distribution center for their company. When fully complete, this facility will have over 600 employees. Full employment will occur during 2013.

As in previous years, a large number of city and county capital projects are being completed locally as a result of a special purpose local option sales tax (SPLOST) that is in effect. Several school projects, recreational facilities and road projects were completed as well as part of the overall SPLOST packages.

Long Term Outlook. As one UGA Economist said, "We are experiencing a half speed recovery" in describing the economic outlook for 2013. Unfortunately, this appears to be the prognosis for most of the country as well as Floyd County. With hopes that a rebound in the economy would have started in 2010, the reality of the matter is that the rebound is very slow in coming to the area. Because of this we do not expect any significant improvement in any of the local economic indicators. We expect sales tax revenue to reflect flat retail activity and with housing prices continuing to decline, it is anticipated that we will see another decrease in the tax digest similar to what we saw in 2010. The County's diverse tax base and strong healthcare industry will still provide a measure of economic stability locally.

There is some positive industrial activity that will hopefully stimulate the local economy in 2013. Syntec Industries that manufactures carpet and fabrics for marine, recreational, and manufactured homes is expanding its operations and will add 30 new jobs. Profile Extrusion will be spending \$6 million to add a state of the art press to make their business more competitive in today's manufacturing environment. Finally, FP-Pigments, a Finnish company that makes paint pigments, will open its first U.S. plant in Floyd County. FP-Pigments will initially invest \$20 million and create 20 jobs.

The local healthcare industry continues to grow.

The largest special purpose local option sales tax project, the 800 MHz Communication System, will be completed in 2013.

In general, 2013 will definitely be another year of economic challenges, however, there still continues to be a few bright spots and the county is positioned to take advantage of any improvements in the economy once they occur.

Single Audit. As a recipient of federal, state and county financial assistance, Floyd County is responsible for ensuring an adequate internal control structure is in place to ensure compliance with applicable laws and regulations. This internal control structure is subject to periodic evaluation by the county's management.

As part of Floyd County's single audit, required in conformity with provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133, *Audits of State and Local Governments and Nonprofit Organizations*, tests are made to determine the adequacy of the internal control structure related to federal financial assistance programs, as well as to determine that the county has complied with applicable laws and regulations.

Cash Management Policies and Practices. Funds available for investing are in interest bearing accounts. These accounts range from checking accounts, money market accounts, the state of Georgia local government investment pool and obligations of the United States Treasury. All funds are insured by FDIC or properly collateralized according to state law.

Risk Management. All claims associated with workers' compensation self-insured fund are recorded in the Workers' Compensation Fund. A third party administrator handles the processing of all workers' compensation claims. These claims totaled \$1,111,169 in 2012.

Floyd County is also self-funded for health insurance claims. Blue Cross Blue Shield of Georgia is the third party administrator for this plan. The decision to become self-insured for health insurance occurred in 2009, with this conversion taking place in October 2009. Health insurance claims in 2012 totaled \$4,163,712.

Other Information

Independent Audit. Georgia Code requires an annual audit of the books of account, financial records, and transactions of all administrative departments of the county by independent certified public accountants selected by the Floyd County Board of Commissioners. This requirement has been met and the auditor's unqualified opinion has been included in this report.

Awards. The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the county for its comprehensive annual financial report for the fiscal year ended December 31, 2011. In order to be awarded a Certificate of Achievement, the county published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements. We are submitting it to GFOA to determine its eligibility for another certificate.

Acknowledgments

The preparation of this comprehensive annual financial report could not have been accomplished without the dedication and contributions of the entire finance department staff, the auditors for the county and the cooperation of the various elected officials and appointed management.

In closing, we also wish to acknowledge the valuable contribution of the Board of Commissioners. Their guidance and leadership in conducting the financial affairs of Floyd County in a responsible and progressive manner is greatly appreciated.

Respectfully submitted,



Gary A. Burkhalter
Comptroller/Finance Director



Susie Gass
Assistant Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Floyd County
Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2011

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.



Christopher P. Moynell

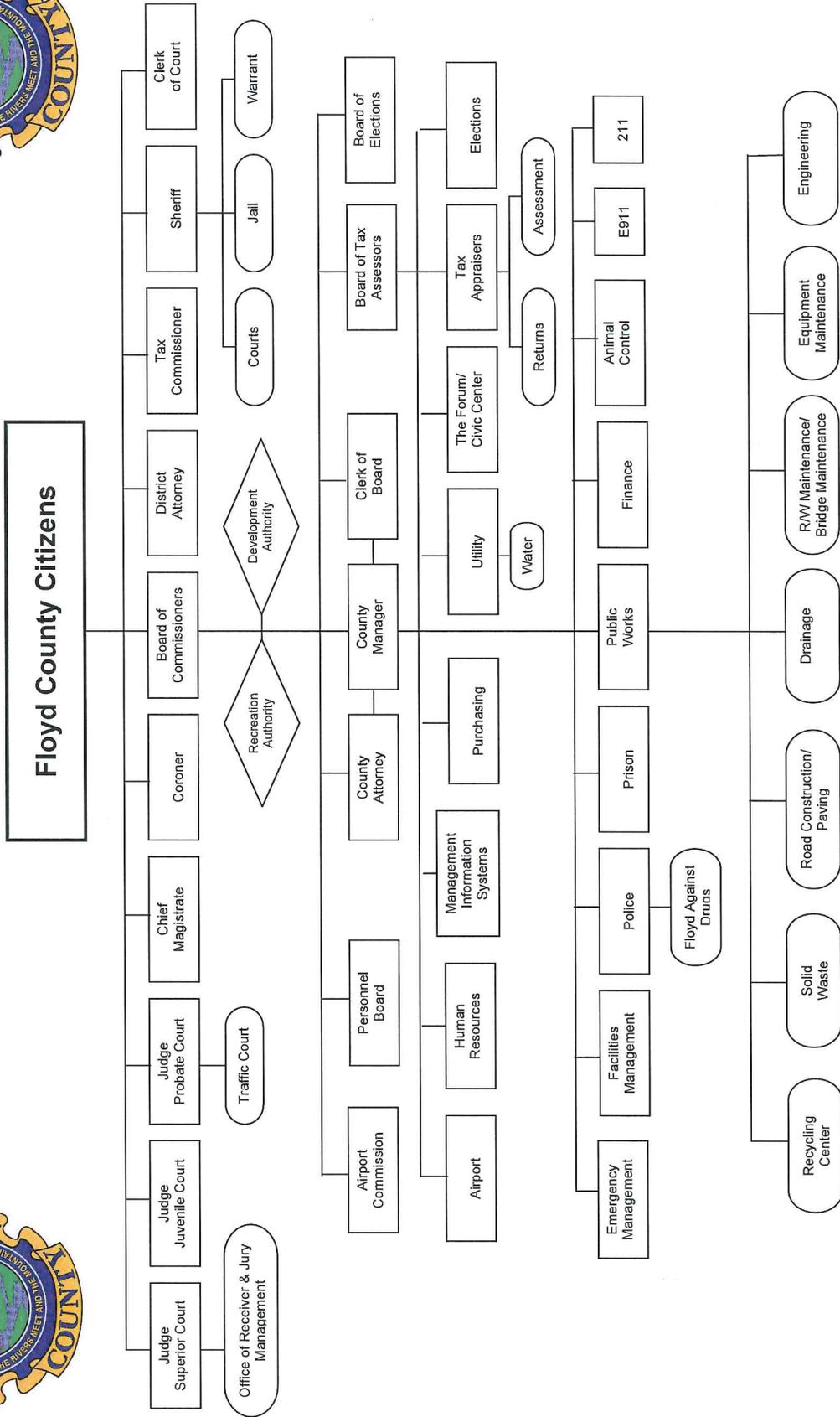
President

Jeffrey R. Emer

Executive Director



FLOYD COUNTY, GEORGIA



FLOYD COUNTY, GEORGIA
LIST OF PRINCIPAL OFFICIALS
December 31, 2012

2012
BOARD OF COMMISSIONERS

Irwin Bagwell
Garry Fricks
John Mayes
Rhonda Wallace
Larry Maxey

Chairman
Vice-Chairman
At-Large
At-Large
At-Large

COUNTY ADMINISTRATION

Blaine Williams
McRae, Stegall, Peek, Harman, Smith & Manning, LLP
Kathy Arp
Gary A. Burkhalter
Susie Gass, CPA

County Manager
County Attorney
County Clerk
Comptroller/Finance Director
Assistant Finance Director

FINANCIAL SECTION

The financial section includes the independent auditor's report on the financial statement audit, the MD&A which provides a narrative introduction, overview and analysis of the financial statements, the basic financial statements including footnotes, combining and individual fund presentations, and supplementary information.



INDEPENDENT AUDITORS' REPORT

**To the Board of Commissioners
of Floyd County, Georgia
Rome, Georgia**

Report on the Financial Statements

We 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 **Floyd County, Georgia** (the "County"), as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Floyd County Health Department, which represents 21 percent, 18 percent, and 69 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Floyd County Health Department, is based on the report of the other auditors. We conducted our 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 we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

Auditor's Responsibility (continued)

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting principles used and the reasonableness of significant estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinions.

Opinions

In our opinion, based on our audit and the report of the other auditors, 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 Floyd County, Georgia as of December 31, 2012, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund and Fire Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, the County implemented Governmental Accounting Standards Board (GASB) Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position*, as well as Statement No. 65, *Items Previously Reported as Assets and Liabilities*, as of January 1, 2012. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 5 through 19) and schedules of funding progress (on page 75) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Floyd County, Georgia's basic financial statements. The combining and individual fund financial statements and schedules, the schedule of expenditures of special purpose local option sales tax proceeds, as required by the Official Code of Georgia 48-8-21, and introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules and schedule of expenditures of special purpose local option sales tax proceeds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Matters (continued)

Other Information (continued)

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 19, 2013, on our consideration of Floyd County, Georgia's internal control over financial reporting and on our 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 our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Atlanta, Georgia
June 19, 2013

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis (MD&A) is a narrative introduction, overview and analysis of the basic financial statements prepared by the County's Comptroller/Finance Director.

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2012

MANAGEMENT'S DISCUSSION AND ANALYSIS

Within this section of the Floyd County, Georgia (County) comprehensive annual financial report, the County's management provides narrative discussion and analysis of the financial activities of the County for the fiscal year ended December 31, 2012. The County's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosure following this section. Additional information is available in the transmittal letter, which precedes Management's Discussion and Analysis. The discussion focuses on the County's primary government and, unless otherwise noted, component units reported separately from the primary government are not included.

Financial Highlights

- The County's total assets exceeded its total liabilities by \$304,987,202 (net position) for the fiscal year reported. This compares to the previous year when total assets exceeded total liabilities by \$292,359,863.
- Total net position is comprised of the following:
 - (1) Net investment in capital assets of \$262,319,502 includes property and equipment, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of capital assets.
 - (2) Net position of \$21,579,564 is restricted by constraints imposed from outside the County such as debt covenants, grantors, laws, or regulations.
 - (3) Unrestricted net position of \$21,088,136 represents the portion available to maintain the County's continuing obligations to citizens and creditors.
- The County's governmental funds reported total ending fund balance of \$36,904,699 this year. This compares to the prior year ending fund balance of \$47,870,247 showing a decrease of \$10,965,548 during the current year. This decline is due to the expending of SPLOST funds during 2012.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$14,441,827, or 34% of total General Fund expenditures. This is an increase of \$2,338,159 from 2011.

Overview of the Financial Statements

Management's Discussion and Analysis introduces the County's basic financial statements. The basic financial statements include (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. The County also includes in this report additional information to supplement the basic financial statements.

Government-wide Financial Statements

The County's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the County's overall status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of internal activities.

The first of these government-wide statements is the *Statement of Net Position*. This is the County-wide statement of position presenting information that includes all of the County's assets and liabilities, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2012

indicator of whether the financial position of the County as a whole is improving or deteriorating. Evaluation of the overall health of the County would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of the County's infrastructure in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities*, which reports how the County's net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the County's distinct activities or functions on revenues provided by the County's taxpayers.

Both government-wide financial statements distinguish governmental activities of the County that are principally supported by taxes and user charges, and from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, judicial, public safety, public services, health and welfare, economic development and culture and recreation. Business-type activities include the water system, the Forum, the Recycling Center and the County's interest in the joint venture with the City of Rome. The County's fiduciary activities simply hold resources temporarily for others and are not included in the government-wide statements since these assets are not available to fund County programs.

The County's financial reporting includes the funds of the County (primary government) and, additionally, organizations for which the County is accountable (component units). These component units operate independently or provide services directly to the citizens, though the County remains accountable for their activities. These component units are governed by a board of directors. These organizations, such as the County Health Department, the Airport Authority, the Parks and Recreation Authority and the Development Authority of Floyd County, are reported separately from the primary government though included in the County's overall reporting entity.

The government-wide financial statements are presented on pages 20-23 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The County uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the County's most significant funds rather than the County as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

The County has three kinds of funds:

Governmental funds are reported in the fund financial statements and encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the County's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2012

sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to assist in understanding the differences between these two perspectives.

Budgetary comparison statements are included in the basic financial statements for the General Fund and Fire Fund. Budgetary comparison schedules for special revenue funds and the capital project funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the County's adopted and final revised budget.

The basic governmental fund financial statements are presented on pages 24-27 of this report.

Proprietary funds are reported in the fund financial statements and generally report services for which the County charges customers a fee. There are two kinds of proprietary funds. These are enterprise funds and internal service funds. Enterprise funds essentially encompass the same functions reported as business-type activities in the government-wide statements. Services are provided to customers external to the County organization such as the water system and the Forum. The internal service funds provide services and charges fees to customers (i.e., other funds) within the County organization. The County's internal service funds provide the County with health insurance and workers' compensation. Because the County's internal service funds exclusively serve governmental functions, they are included within the governmental activities of the government-wide financial statements.

Proprietary fund statements and statements for discretely presented component units (reporting is similar to proprietary funds) provide both long-term and short-term financial information consistent with the focus provided by the government-wide financial statements but with more detail for major enterprise funds and individual component units. Individual fund information for the internal service funds and non-major enterprise funds is found in combining and individual fund statements in a later section of this report.

The basic proprietary fund financial statements are presented on pages 31-34 of this report and component unit financial statements are presented on pages 113-117.

Fiduciary funds (i.e., the agency funds) are reported in the fiduciary fund financial statements, but are excluded from the government-wide reporting. Fiduciary fund financial statements report resources that are not available to fund County programs. Fiduciary fund financial statements report similarly to proprietary funds.

The basic fiduciary fund financial statement is presented on page 35 of this report.

Notes to the Basic Financial Statements

The accompanying notes to the basic financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements are on pages 36-74 of this report.

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2012

Other Information

Other supplementary information includes detail by fund and component unit for receivables, payables, transfers, and payments within the reporting entity. Major funds and component units are reported in the basic financial statements as discussed. Combining and individual statements and schedules for non-major funds and the internal service funds are presented in a subsequent section of this report on pages 76-116.

Financial Analysis of the County as a Whole

The County's net position at fiscal year-end is \$304,987,202. This is a \$12,627,339 increase from last year's net position of \$292,359,863. The following table provides a summary of the County's net position:

Summary of Net Position

	Governmental Activities		Business Activities		Total		Percentage of Total	
	2011	2012	2011	2012	2011	2012	2011	2012
Assets:								
Current and other assets	\$ 58,780,242	\$ 48,557,842	\$ 10,701,030	\$ 10,003,660	\$ 69,481,272	\$ 58,561,502	21%	17%
Capital assets	229,237,840	243,530,423	39,463,035	41,044,708	268,700,875	284,575,131	79%	83%
Total assets	288,018,082	292,088,265	50,164,065	51,048,368	338,182,147	343,136,633	100%	100%
Liabilities:								
Current liabilities	15,661,414	16,256,369	3,058,902	3,247,539	18,720,316	19,503,908	41%	51%
Long-term liabilities	18,353,974	11,050,923	8,747,994	7,594,600	27,101,968	18,645,523	59%	49%
Total liabilities	34,015,388	27,307,292	11,806,896	10,842,139	45,822,284	38,149,431	100%	100%
Net position:								
Net investment in capital assets	214,821,279	229,093,940	31,172,664	33,225,562	245,993,943	262,319,502	84%	86%
Restricted	31,552,507	18,505,062	4,184,513	3,074,502	35,737,020	21,579,564	12%	7%
Unrestricted	7,628,908	17,181,971	2,999,992	3,906,165	10,628,900	21,088,136	4%	7%
Total net position	\$ 254,002,694	\$ 264,780,973	\$ 38,357,169	\$ 40,206,229	\$ 292,359,863	\$ 304,987,202	100%	100%

Note: The above totals for current assets and liabilities include deferred outflows and inflows of resources, respectively.

Current and Other Assets in Governmental Activities had a decrease of \$10,222,400 from the prior year. This decrease is due to the spending on SPLOST projects. During 2012, the 2006 SPLOST cash and investment accounts decreased by almost \$3,650,000. The remainder of this decrease was in the 2009 SPLOST projects. Funds were spent in 2012 on several 2009 SPLOST projects which caused that fund's cash and investment accounts to decrease by \$7,775,000. The Capital Assets increase of \$14,293,000 is largely due to an increase in Construction in Progress related to the 2009 SPLOST Communications project. Finally, a portion of this decrease is due to the removal of bond issuance costs with the implementation of GASB Statement No. 65.

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2012

Governmental Activities Total Liabilities decreased \$7,655,150 from 2011. This decline is due to current and noncurrent portion of bonds payable decreasing in 2012 on the 2009 SPLOST general obligation bonds.

The Total Net Position for Governmental Activities increased by a little more than 4% during 2012.

In the Business Activities', Total Assets increased by almost \$630,000. There was an increase in Capital Assets of \$1,582,000 due to the installation of water lines for the Armuchee Connector and Lowe's projects. Offsetting this increase in Total Assets is a decrease of \$951,845 in Current and Other Assets. The decrease is the result of a decrease in cash and cash equivalents as funds were spent on water system improvements. Total Liabilities decreased by \$964,757, which is due to notes and bonds payable declining in 2012.

The County continues to maintain a more than adequate current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities is 3.2 to 1 and 3.1 to 1 for business type activities. For the County overall, the current ratio is 3.2 to 1.

Note that approximately 87% of the governmental activities' net position is tied up in capital. The County uses these capital assets to provide services to its citizens. However, with business type activities, the County has spent approximately 83% of its net position on capital. Capital assets in the business-type activities provide water services, operate the Forum and operate a Recycling Center. Eighty-Six percent of the County's total net position is included in capital assets.

The remainder of this page is intentionally left blank.

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2012

Summary of Changes in Net Position

	Governmental Activities		Business Activities		Total		Percentage of Total	
	2011	2012	2011	2012	2011	2012	2011	2012
Revenues:								
Program:								
Charges for Services	\$ 7,894,308	\$ 9,010,098	\$ 8,061,771	\$ 7,740,168	\$ 15,956,079	\$ 16,750,266	20%	19%
Operating grants	4,118,086	4,600,735	186,271	185,753	4,304,357	4,786,488	5%	5%
Capital grants	3,262,970	6,696,262	399,201	1,924,896	3,662,171	8,621,158	4%	10%
General:								
Property taxes	29,574,307	29,469,843	-	-	29,574,307	29,469,843	36%	33%
Sales taxes	23,151,931	23,371,579	-	-	23,151,931	23,371,579	28%	26%
Hotel motel taxes	80,111	92,504	-	-	80,111	92,504	0%	0%
Insurance premium taxes	2,459,991	2,628,049	-	-	2,459,991	2,628,049	3%	3%
Other taxes	1,234,254	1,331,456	-	-	1,234,254	1,331,456	2%	1%
Interest Earned	69,162	69,392	23,639	27,473	92,801	96,865	0%	0%
Other	1,089,008	2,265,060	-	100	1,089,008	2,265,160	1%	3%
Total revenues	72,934,128	79,534,978	8,670,882	9,878,390	81,605,010	89,413,368	100%	100%
Program Expenses:								
General government	7,339,228	8,565,430	-	-	7,339,228	8,565,430	9%	11%
Judicial	5,911,656	5,728,558	-	-	5,911,656	5,728,558	7%	7%
Public safety	31,429,776	33,211,555	-	-	31,429,776	33,211,555	38%	43%
Public works	15,198,489	10,752,690	-	-	15,198,489	10,752,690	18%	14%
Health and welfare	1,944,332	1,866,257	-	-	1,944,332	1,866,257	2%	2%
Culture and recreation	7,392,537	4,481,156	-	-	7,392,537	4,481,156	9%	6%
Housing and development	4,869,790	4,008,113	-	-	4,869,790	4,008,113	6%	5%
Interest	633,104	460,440	-	-	633,104	460,440	1%	1%
Water	-	-	6,166,178	6,216,290	6,166,178	6,216,290	7%	8%
Forum	-	-	910,977	857,060	910,977	857,060	1%	1%
Recycling	-	-	632,436	638,480	632,436	638,480	1%	1%
Total expenses	74,718,912	69,074,199	7,709,591	7,711,830	82,428,503	76,786,029	100%	100%
Excess (deficiency)	(1,784,784)	10,460,779	961,291	2,166,560	(823,493)	12,627,339		
Transfers	(514,550)	317,500	514,550	(317,500)	-	-		
Changes in net position	(2,299,334)	10,778,279	1,475,841	1,849,060	(823,493)	12,627,339		
Beginning net position, restated	256,302,028	254,002,694	36,881,328	38,357,169	293,183,356	292,359,863		
Ending net position	\$ 254,002,694	\$ 264,780,973	\$ 38,357,169	\$ 40,206,229	\$ 292,359,863	\$ 304,987,202		

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2012

Financial Analysis of the County's Funds

Governmental funds

As discussed, governmental funds are reported in the fund statements with a short-term inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements.

The General Fund is the County's primary operating fund and the largest source of day-to-day service delivery. The General Fund reported ending fund balances of \$15,284,990. Of this year-end total, \$14,441,827 is unassigned indicating availability for continuing County service requirements. Restricted fund balances include: \$139,865 from the jail surcharge which is set aside for expenditures for public safety needs as required by the State of Georgia statutes, \$166,755 for the Metro Task Force, \$18,626 for supplemental juvenile services and \$240,196 for probation drug funds. Non Spendable fund balances include: \$156,084 for prepaid items and \$121,637 set aside for inventory.

The General Fund expenditures increased \$465,136 in 2012 from the previous year. All areas of expenditure decreased with the exception of Public Safety and Public Works.

1. The Public Safety category increased \$447,303. There was an increase in salaries in the Sheriff's Department – Jail of almost \$180,000 due to filling some previously frozen positions as well as an increase in benefits related to this. Additionally, there was an increase of \$372,428 for Inmate Medical charges.
2. The Public Works category increased \$861,814 due largely to paving materials being \$897,000 more than the prior year. The County continued to increase the amount of road paving done during the year above the previous year.

The General Fund revenues increased by \$2,406,448 and its transfers in increased by \$737,500 in 2012. These increases are due primarily to the following:

1. Taxes category increased by \$351,871 due mainly to an increase in ad valorem tax revenue, motor vehicle taxes, recording intangible taxes and Local Option Sales Tax revenue.
2. Intergovernmental revenues increased due to an increase in state offender rehab. The number of inmates housed at the prison increased as a result of a change in our contract with the State of Georgia. LMIG funds also increased in 2012. These two areas totaled over \$848,000 of additional revenue for 2012.
3. Charges for services increased approximately \$985,000 from the prior year. This increase is mainly due to a one-time reimbursement from 2009 SPLOST of \$1,350,000 for work performed by our Public Works Department on two SPLOST projects, Communications and Economic Development (Lowe's Distribution Center) projects. Offsetting this increase, is a decrease in boarding inmates of \$372,000 as a result of the State of Georgia Department of Corrections housing less inmates for shorter periods of time.
4. Miscellaneous revenue increased \$697,717 from the prior year. This increase is due to a one-time payment from Floyd Medical Center of \$836,000 for our assistance in their bond issuance. There is

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2012

an offsetting decrease of \$177,000 because we received funds in 2011 from the State of Georgia and FEMA Disaster Recovery for the April 2011 storm that came through our community.

The increase in other financing uses is due to the following:

1. Transfers In increased due to transfers from Water increasing by \$789,500. This is a one-time increase in order for the water department to catch up on underfunding of administrative fees in prior years.

The economy has significantly impacted Floyd County just like everyone else across the country. Thus, the County has deferred capital purchases outside of the SPLOST funded projects. This decision to defer capital purchases has been made each of the past six years.

The remainder of this page is intentionally left blank.

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2012

Proprietary funds

The proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status.

The Major Proprietary Fund

The water system fund is one of the County's major proprietary funds and provides water to approximately 15,600 residential and commercial customers. The water system bond coverage of 1.8 exceeded the required 1.1 coverage for the year ended December 31, 2012. Even though the bond coverage is well above the requirement, the number of water customers remained constant. The water sales revenue decreased in 2012 as well. Management has done a good job of managing the expenses in order to make sure the County is able to maintain an excellent bond coverage ratio.

As part of the process of meeting the needs of the water system, a capital plan is prepared each year to project the capital needs for several years into the future. Listed below is the current capital plan for the water system:

Water Fund Capital Plan
For Next Four Fiscal Years

	2013	2014	2015	2016
Fulton Well Project	\$1,900,000			
Calhoun Connection	345,000			
Texas Valley Development		\$3,250,000		
Highway 53 Interconnection			\$1,500,000	
Highway 27 North			1,000,000	
Highway 140 Road Widening (DOT)				\$2,000,000
Totals	\$2,245,000	\$3,250,000	\$2,500,000	\$2,000,000

The remainder of this page is intentionally left blank.

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2012

The County purchases wholesale water from both the city of Rome and the city of Adairsville. The chart below outlines the rates the County will pay when purchasing water from these two cities:

Wholesale Water Rates
For Fiscal Year Ended December 31, 2012

<u>Monthly Average Volume Use Per Day</u>	<u>City of Rome</u>		<u>City of Adairsville</u>	
	<u>1.5 MGD Minimum Monthly Average</u>	<u>2.0 MGD Minimum Monthly Average</u>	<u>0.5 MGD Minimum Monthly Average</u>	<u>1.5 MGD Minimum Monthly Average</u>
≥ 0.5 MGD			\$ 1.47	\$ 1.47
< 1.0 MGD	\$ 3.15	\$ 3.15		
>1.0 MGD but < 1.5 MGD	\$ 2.36	\$ 2.36		
> 1.5 MGD	\$ 2.05	\$ 2.05		
> 1.5 MGD (Industrial Customers)	\$ 1.89	\$ 1.89		

Notes:

Wholesale water purchases from the city of Rome requires a minimum of 750,000 gallons per day with an average minimum of 1,500,000 gallons per day. If Floyd County chooses to increase the volume to 2,000,000 gallons per day then, the average minimum becomes 2,000,000 gallons per day.

Wholesale water purchases from the city of Adairsville require a minimum of 500,000 gallons per day.

The water system fund reported \$988,880 from operations. During 2012, the water system fund also received \$1,915,660 in capital contributions from the State of Georgia DOT for the West Rome Bypass project. This resulted in an overall increase in net position of \$1,817,122.

The remainder of this page is intentionally left blank.

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2012

General Fund Budgetary Highlights

The original adopted budget did anticipate a decrease in its total fund balance by \$870,090. The budget was subsequently revised to reflect an increase of \$209,500 in its total fund balance. The actual total fund balance increase was \$2,064,532. This increase in fund balance is significantly more than projected due to ad valorem tax revenue being higher than budgeted and expenditures being significantly lower than projected.

The 2012 General Fund budget variances are as follows:

1. The final budget for all revenue categories exceeded actual results by only \$4,003.
2. All expenditure categories were less than projected in the revised budget by a combined \$1,088,867. All departments met the challenge of providing services at basically the same level but with fewer funds available to spend.

Capital Asset and Debt Administration

Capital assets

The County's net investment in capital assets, for governmental and business-type activities as of December 31, 2012, was \$229,093,940 and \$33,225,562, respectively. This is an increase of 6.7 % in this net investment for governmental activities and an increase in this net investment of 6.6% for business-type activities.

Major capital asset events during the current fiscal year were as follows:

1. South Broad Street sidewalk improvements totaled \$60,000.
2. Shorter/Redmond Intersection project costs were \$68,000.
3. Work continued on the Armuchee Connector that totaled \$3,383,000. This project was completed in 2012.
4. Phase II of the relocation of the Rome-Floyd Parks and Recreation Authority had expenditures of \$301,370 in 2012.
5. The Communications project for the new radio towers had expenditures totaling \$13,005,000 during 2012. This project will be completed in 2013.
6. Renovation and construction of Fire Headquarters and Emergency Operation Center costs were \$2,704,000 during 2012.
7. Debt service on the existing general obligation bonds totaled \$7,161,625 during 2012.

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2012

The following table provides a summary of the County's net investment in capital assets.

<u>Invested in Capital Assets</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Capital assets, nondepreciable	\$ 58,833,117	\$ 3,841,997	\$ 62,675,114
Capital assets, net	184,697,306	37,202,711	221,900,017
Bonds payable	(7,197,771)	(6,889,799)	(14,087,570)
Capital leases payable	(4,461,712)	-	(4,461,712)
Notes payable	-	(929,349)	(929,349)
Unspent bond proceeds	-	2	2
Certificates of participation	(2,777,000)	-	(2,777,000)
	<u>\$ 229,093,940</u>	<u>\$ 33,225,562</u>	<u>\$ 262,319,502</u>

The remainder of this page is intentionally left blank.

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2012

	Capital Assets					
	Net of Accumulated Depreciation					
	Governmental Activities		Business Activities		Total	
	2011	2012	2011	2012	2011	2012
Non-depreciable assets:						
Land	\$ 25,728,408	\$ 26,088,954	\$ 939,538	\$ 939,538	\$ 26,667,946	\$ 27,028,492
Construction in progress	17,712,856	32,744,163	1,123,645	2,902,459	18,836,501	35,646,622
Total non-depreciable	43,441,264	58,833,117	2,063,183	3,841,997	45,504,447	62,675,114
Depreciable assets:						
Buildings	94,826,400	96,389,163	11,690,636	11,690,636	106,517,036	108,079,799
Machinery and equipment	16,491,372	17,924,058	2,690,336	2,602,575	19,181,708	20,526,633
Improvements other than buildings	8,143,677	9,157,408	-	-	8,143,677	9,157,408
Infrastructure	270,861,915	275,861,926	46,425,901	47,839,033	317,287,816	323,700,959
Total depreciable assets	390,323,364	399,332,555	60,806,873	62,132,244	451,130,237	461,464,799
Less accumulated depreciation	204,526,788	214,635,249	23,407,021	24,929,533	227,933,809	239,564,782
Book value - depreciable assets	\$ 185,796,576	\$ 184,697,306	\$ 37,399,852	\$ 37,202,711	\$ 223,196,428	\$ 221,900,017
Book value - all capital assets	\$ 229,237,840	\$ 243,530,423	\$ 39,463,035	\$ 41,044,708	\$ 268,700,875	\$ 284,575,131
Percentage depreciated	52%	54%	38%	40%	51%	52%

See Note 3-D on pages 52-54 for additional information about the County's capital assets.

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2012

Long-term debt

At the end of the fiscal year, the County had total bonded debt outstanding of \$14,030,000. This total amount is supported by pledged revenues generated by general obligation bonds supported by special purpose local option sales tax (SPLOST) collections and by revenue bonds supported by water sales. The County's other long-term debt relates to certificates of participation, capital leases, notes payable and compensated absences.

	Outstanding Debt						% Change
	Governmental Activities		Business-type Activities		Totals		
	2011	2012	2011	2012	2011	2012	
Bonds	\$ 13,715,000	\$ 7,055,000	\$ 8,110,000	\$ 6,975,000	\$ 21,825,000	\$ 14,030,000	-35.7%
Certificates of Participation	2,777,000	2,777,000	-	-	2,777,000	2,777,000	0.0%
Capital leases	4,661,481	4,461,712	-	-	4,661,481	4,461,712	-4.3%
Notes Payable	-	-	1,009,025	929,349	1,009,025	929,349	-7.9%
Compensated absences	2,804,206	2,810,869	192,117	208,338	2,996,323	3,019,207	0.8%
Total	\$ 23,957,687	\$ 17,104,581	\$ 9,311,142	\$ 8,112,687	\$ 33,268,829	\$ 25,217,268	-24.2%

See Note 3-H on pages 57-61 for additional information about the County's long-term debt.

Bond Ratings

For the most recent bond issues Moody's Investor Services rated each of the above bonds and assigned the following ratings:

\$9,500,000 2003 G.O. SPLOST Bonds	Aa3
\$8,540,000 2003 Water Revenue Bonds	A2
\$40,000,000 2003 Hospital Authority of Floyd County Bonds	Aa3
\$40,000,000 2010 Hospital Authority of Floyd County Bonds	Aa3
\$51,885,000 2012 Hospital Authority of Floyd County Bonds	Aa2
\$20,000,000 2007 G.O. SPLOST Bonds	Aa3
\$20,000,000 2010 G.O. SPLOST Bonds	Aa3
\$7,880,000 2008 Rome-Floyd County Development Authority Revenue Bonds – Parking Deck Project	Aa3
\$6,785,000 2010 Water Revenue Bonds	Aa3
\$7,865,000 2010 Development Authority of Floyd County and Rome-Floyd County Development Authority Revenue Bonds	Aa2

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2012

Economic Factors and Next Year's Budgets

The County projected no real increase in the tax digest for 2013. During the first five months of 2013, local option sales tax collections are \$361,000, or 9.7%, less than the previous year and Special Purpose Local Option Sales Tax collections are \$636,000, or 9.7%, less than the previous year. The 2013 budget projected a decrease in the Intergovernmental and Charges for Services categories of 5.0% and 20.3% respectively. These decreases are projecting a decrease in funds from the state for road paving through LMIG funding. The budget for 2013 also does not include a reimbursement from 2009 SPLOST for work performed by our Public Works Department. During the first five months of 2013, the County's General Fund has used \$959,605 more of its fund balance than in the prior year.

The County continues to have a hiring freeze in most departments, with some positions being eliminated as well as operating budgets being reduced. The County has been able to cash flow its operations for many years without any short term borrowing. In 2013, budgeted cash flow will be difficult to achieve. However, at the present time cash flow projections show the County's cash needs will be met without any short term borrowing. Each month the financial condition of the County is reviewed by management and the County Commission.

Floyd County adopted its 2013 budgets on January 22, 2013. The General Fund budget for 2013 reflects revenues and usage of reserved fund balance of \$45,594,250 and expenditures and other financing uses of \$46,086,925. This budget reflects a decrease from the 2012 budget of \$2,238,960 in revenues and reserved fund balance and a decrease of \$958,775 in expenditures and other financing uses. The expenditure decrease is projected due to transfers to other funds being reduced in the 2013 budget.

Contacting the County's Financial Management

This financial report is designed to provide a general overview of the County's finances, comply with finance-related laws and regulations, and demonstrate the County's commitment to public accountability. If you have questions about this report or would like to request additional information, contact:

Floyd County Finance Department
12 East Fourth Avenue, Suite 205
Rome, Georgia 30161
Telephone: 706-291-5225

BASIC FINANCIAL STATEMENTS

The basic financial statements include the government-wide statement of net position and government-wide statement of activities which include all of the primary government's governmental activities, business-type activities and component units. In addition, the basic financial statements include the fund financial statements and the notes to the financial statements.

FLOYD COUNTY, GEORGIA

Statement of Net Position

December 31, 2012

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current Assets:			
Cash	\$ 31,518,226	\$ 3,491,888	\$ 35,010,114
Interest receivable	547	-	547
Accounts receivable, net of allowances	1,029,158	1,591,862	2,621,020
Taxes receivable, net of allowances	6,172,796	-	6,172,796
Due from other governments	562,488	542,744	1,105,232
Due from component units	12,406	-	12,406
Internal balances	17,832	(17,832)	-
Prepaid items	167,335	20,040	187,375
Inventory	121,637	397,389	519,026
Land held for resale	-	-	-
Total Current Assets	39,602,425	6,026,091	45,628,516
Noncurrent Assets:			
Restricted Assets:			
Cash and cash equivalents	6,024,627	3,926,701	9,951,328
Investments	1,983,739	-	1,983,739
Other assets	947,051	-	947,051
Capital Assets:			
Nondepreciable capital assets	58,833,117	3,841,997	62,675,114
Depreciable capital assets, net	184,697,306	37,202,711	221,900,017
Total Noncurrent Assets	252,485,840	44,971,409	297,457,249
TOTAL ASSETS	292,088,265	50,997,500	343,085,765
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charges on refunding	-	50,868	50,868
TOTAL DEFERRED OUTFLOWS OF RESOURCES	-	50,868	50,868
LIABILITIES			
Current Liabilities:			
Accounts payable	4,394,510	597,338	4,991,848
Retainage payable	146,071	-	146,071
Accrued salaries and payroll taxes	453,988	26,974	480,962
Payroll withholdings payable	38,090	-	38,090
Other accrued expenses	-	4,921	4,921
Unearned revenue	-	-	-
Due to other governments	268,479	1,269,425	1,537,904
Due to primary government	-	-	-
Claims payable	1,587,630	-	1,587,630
Compensated absences payable, current portion	1,261,872	85,793	1,347,665
Notes payable, current portion	-	83,088	83,088
Bonds payable, current portion	7,055,000	1,180,000	8,235,000
Capital leases payable, current portion	103,678	-	103,678
Total Current Liabilities	15,309,318	3,247,539	18,556,857
Noncurrent Liabilities:			
Accrued interest payable	174,998	50,070	225,068
Customer deposits	-	815,057	815,057
Net OPEB obligation	1,949,184	-	1,949,184
Net pension obligation	99,939	-	99,939
Funded compensated absences payable	-	-	-
Compensated absences payable	1,548,997	122,545	1,671,542
Notes payable	-	846,261	846,261
Bonds payable	142,771	5,760,667	5,903,438
Capital leases payable	4,358,034	-	4,358,034
Certificates of participation	2,777,000	-	2,777,000
Total Noncurrent Liabilities	11,050,923	7,594,600	18,645,523
TOTAL LIABILITIES	26,360,241	10,842,139	37,202,380
DEFERRED INFLOWS OF RESOURCES			
Fair value change of derivatives	947,051	-	947,051
TOTAL DEFERRED INFLOWS OF RESOURCES	947,051	-	947,051
NET POSITION			
Net investment in capital assets	229,093,940	33,225,562	262,319,502
Restricted for:			
Capital projects	11,749,652	1,777,549	13,527,201
Debt service	5,071,025	1,296,953	6,367,978
Program activities	1,684,385	-	1,684,385
Unrestricted	17,181,971	3,906,165	21,088,136
TOTAL NET POSITION	\$ 264,780,973	\$ 40,206,229	\$ 304,987,202

See accompanying notes to the basic financial statements.

Component Units				
	Floyd County Health Department	Development Authority of Floyd County	Richard B. Russell Regional Airport	Rome-Floyd Parks and Recreation Authority
\$	2,756,918	\$ 258,728	\$ 766,225	\$ 445,668
	-	-	-	-
	156,221	-	50,322	5,570
	-	-	-	-
	978,937	-	-	-
	-	-	-	-
	-	-	-	-
	18,577	-	6,802	36,412
	46,507	-	90,458	3,490
	-	1,553,687	-	-
	3,957,160	1,812,415	913,807	491,140
	-	-	-	-
	-	-	-	-
	112,136	-	-	-
	-	3,753,470	956,556	-
	174,490	-	7,692,125	105,271
	286,626	3,753,470	8,648,681	105,271
	4,243,786	5,565,885	9,562,488	596,411
	-	-	-	-
	-	-	-	-
	40,119	-	63,831	52,033
	-	-	-	-
	-	-	4,087	38,729
	-	-	383	-
	378,888	-	-	2,497
	-	1,655	3,183	123,261
	643,476	119,230	-	13,053
	-	-	12,311	95
	-	-	-	-
	50,579	-	5,507	55,503
	-	-	-	-
	-	175,000	-	-
	-	-	-	-
	1,113,062	295,885	89,302	285,171
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	112,136	-	-	-
	455,210	-	29,277	93,689
	-	-	-	-
	-	3,478,388	-	-
	-	-	-	-
	-	-	-	-
	567,346	3,478,388	29,277	93,689
	1,680,408	3,774,273	118,579	378,860
	-	-	-	-
	-	-	-	-
	174,490	3,753,470	8,648,681	105,271
	-	-	-	-
	-	-	-	-
	33,215	-	-	-
	2,355,673	(1,961,858)	795,228	112,280
\$	2,563,378	\$ 1,791,612	\$ 9,443,909	\$ 217,551

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA
Statement of Activities
For the Year Ended December 31, 2012

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT:				
Governmental Activities:				
General government	\$ 8,565,430	\$ 2,883,612	\$ 20,565	\$ 55,045
Judicial	5,728,558	2,208,817	2,986,357	17,145
Public safety	33,211,555	3,792,313	141,161	2,477,366
Public works	10,752,690	125,356	954,448	3,599,195
Health and welfare	1,866,257	-	173,092	463,138
Culture and recreation	4,481,156	-	80,000	56,227
Housing and development	4,008,113	-	176,800	28,146
Interest on long-term debt	460,440	-	68,312	-
Total Governmental Activities	69,074,199	9,010,098	4,600,735	6,696,262
Business-Type Activities:				
Water	6,216,290	6,790,145	107,413	1,915,660
Forum	857,060	249,571	78,340	-
Recycling	638,480	700,452	-	9,236
Total Business-Type Activities	7,711,830	7,740,168	185,753	1,924,896
Total - Primary Government	\$ 76,786,029	\$ 16,750,266	\$ 4,786,488	\$ 8,621,158
Component Units:				
Floyd County Health Department	\$ 13,794,979	\$ 1,031,270	\$ 12,075,174	\$ -
Development Authority of Floyd County	200,606	19,863	316,770	-
Richard B. Russell Regional Airport	2,230,967	1,697,081	-	584,440
Rome-Floyd Parks & Rec Authority	3,721,388	1,525,237	1,958,400	71,664
Total - Component Units	\$ 19,947,940	\$ 4,273,451	\$ 14,350,344	\$ 656,104

GENERAL REVENUES:

Taxes:
Property
Sales
Insurance premium
Franchise
Beverage
Intangible
Hotel/Motel
Interest earned
Gain on sale of capital assets
Miscellaneous

Total General Revenues

Transfers

Total General Revenues and Transfers

Change in Net Position

NET POSITION BEGINNING OF YEAR, RESTATED

NET POSITION END OF YEAR

See accompanying notes to the basic financial statements.

Net (Expense) Revenue and Changes in Net Assets						
Primary Government			Component Units			
Governmental Activities	Business-Type Activities	Total	Floyd County Health Department	Development Authority of Floyd County	Richard B. Russell Regional Airport	Rome-Floyd Parks and Recreation Authority
\$ (5,606,208)	\$ -	\$ (5,606,208)	\$ -	\$ -	\$ -	\$ -
(516,239)	-	(516,239)	-	-	-	-
(26,800,715)	-	(26,800,715)	-	-	-	-
(6,073,691)	-	(6,073,691)	-	-	-	-
(1,230,027)	-	(1,230,027)	-	-	-	-
(4,344,929)	-	(4,344,929)	-	-	-	-
(3,803,167)	-	(3,803,167)	-	-	-	-
(392,128)	-	(392,128)	-	-	-	-
(48,767,104)	-	(48,767,104)	-	-	-	-
-	2,596,928	2,596,928	-	-	-	-
-	(529,149)	(529,149)	-	-	-	-
-	71,208	71,208	-	-	-	-
-	2,138,987	2,138,987	-	-	-	-
(48,767,104)	2,138,987	(46,628,117)	-	-	-	-
-	-	-	(688,535)	-	-	-
-	-	-	-	136,027	-	-
-	-	-	-	-	50,554	-
-	-	-	-	-	-	(166,087)
-	-	-	(688,535)	136,027	50,554	(166,087)
29,469,843	-	29,469,843	-	-	-	-
23,371,579	-	23,371,579	-	-	-	-
2,628,049	-	2,628,049	-	-	-	-
676,851	-	676,851	-	-	-	-
371,554	-	371,554	-	-	-	-
283,051	-	283,051	-	-	-	-
92,504	-	92,504	-	-	-	-
69,392	27,473	96,865	968	75	1,393	1,139
-	100	100	-	-	-	-
2,265,060	-	2,265,060	918,581	782	-	12,520
59,227,883	27,573	59,255,456	919,549	857	1,393	13,659
317,500	(317,500)	-	-	-	-	-
59,545,383	(289,927)	59,255,456	919,549	857	1,393	13,659
10,778,279	1,849,060	12,627,339	231,014	136,884	51,947	(152,428)
254,002,694	38,357,169	292,359,863	2,332,364	1,654,728	9,391,962	369,979
\$ 264,780,973	\$ 40,206,229	\$ 304,987,202	\$ 2,563,378	\$ 1,791,612	\$ 9,443,909	\$ 217,551

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA

Balance Sheet

Governmental Funds

December 31, 2012

	<u>General Fund</u>	<u>Fire Fund</u>	<u>2006 SPLOST Fund</u>	<u>2009 SPLOST Fund</u>	<u>General Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS							
Cash	\$ 12,933,837	\$ 1,700,621	\$ -	\$ 8,721,293	\$ 3,070	\$ 4,763,341	\$ 28,122,162
Receivables (net of allowance for uncollectibles):							
Interest	547	-	-	-	-	-	547
Taxes	4,262,495	372,435	-	1,376,452	-	161,414	6,172,796
Accounts	746,699	-	-	-	-	278,955	1,025,654
Due from component units	1,894	-	-	-	10,512	-	12,406
Due from other funds	2,213,025	-	-	-	-	64,987	2,278,012
Due from other governments	73,933	-	181,867	-	281,295	25,393	562,488
Inventory, at cost	121,637	-	-	-	-	-	121,637
Prepaid items	156,084	-	-	-	-	11,251	167,335
Restricted cash	-	-	1,371,690	4,652,937	-	-	6,024,627
Restricted investments	-	-	-	-	1,983,739	-	1,983,739
TOTAL ASSETS	<u>\$ 20,510,151</u>	<u>\$ 2,073,056</u>	<u>\$ 1,553,557</u>	<u>\$ 14,750,682</u>	<u>\$ 2,278,616</u>	<u>\$ 5,305,341</u>	<u>\$ 46,471,403</u>
LIABILITIES							
Accounts payable	\$ 2,803,372	\$ -	\$ -	\$ 534,665	\$ 362,453	\$ 477,516	\$ 4,178,006
Retainage payable	-	-	28,067	18,004	100,000	-	146,071
Accrued salaries and payroll taxes	405,952	-	-	-	-	48,036	453,988
Payroll withholdings payable	33,368	-	-	-	-	4,010	37,378
Due to other governments	-	-	35,681	196,999	-	35,799	268,479
Due to other funds	41,035	-	-	1,346,745	817,576	57,995	2,263,351
TOTAL LIABILITIES	<u>3,283,727</u>	<u>-</u>	<u>63,748</u>	<u>2,096,413</u>	<u>1,280,029</u>	<u>623,356</u>	<u>7,347,273</u>
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - property taxes	1,941,434	195,941	-	-	-	82,056	2,219,431
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>1,941,434</u>	<u>195,941</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>82,056</u>	<u>2,219,431</u>
FUND BALANCES							
Nonspendable:							
Prepaid items	156,084	-	-	-	-	11,251	167,335
Inventory	121,637	-	-	-	-	-	121,637
Restricted:							
Metro task force	166,755	-	-	-	-	-	166,755
Supplemental juvenile services	18,626	-	-	-	-	-	18,626
Probation drug funds	240,196	-	-	-	-	-	240,196
Jail surcharge funds	139,865	-	-	-	-	-	139,865
Debt service	-	-	-	4,652,937	-	418,088	5,071,025
Public safety activities	-	-	-	-	-	882,965	882,965
Law library operations	-	-	-	-	-	235,978	235,978
Capital construction	-	-	1,489,809	8,001,332	998,587	1,259,924	11,749,652
Committed:							
Public safety activities	-	1,877,115	-	-	-	-	1,877,115
Public works	-	-	-	-	-	1,390,743	1,390,743
Culture and recreation	-	-	-	-	-	434,422	434,422
Unassigned	14,441,827	-	-	-	-	(33,442)	14,408,385
TOTAL FUND BALANCES	<u>15,284,990</u>	<u>1,877,115</u>	<u>1,489,809</u>	<u>12,654,269</u>	<u>998,587</u>	<u>4,599,929</u>	<u>36,904,699</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 20,510,151</u>	<u>\$ 2,073,056</u>	<u>\$ 1,553,557</u>	<u>\$ 14,750,682</u>	<u>\$ 2,278,616</u>	<u>\$ 5,305,341</u>	<u>\$ 46,471,403</u>

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 December 31, 2012*

TOTAL GOVERNMENTAL FUND BALANCES	\$	36,904,699
<p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.</p>		
Cost	\$ 458,165,672	
Less accumulated depreciation	<u>(214,635,249)</u>	243,530,423
<p>Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.</p>		
Property taxes		2,219,431
<p>Internal service funds are used by management to charge the costs of workers' compensation and health insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position.</p>		
		1,597,893
<p>Net OPEB obligations are not due and payable in the current period and therefore not reported in the funds.</p>		
		(1,949,184)
<p>Net pension obligations are not due and payable in the current period and therefore not reported in the funds.</p>		
		(99,939)
<p>Liabilities, including bonds, are not due and payable in the current period and therefore are not reported in the funds.</p>		
Accrued interest	(174,998)	
Bonds premium, net of amortization	(142,771)	
Bonds payable	(7,055,000)	
Capital leases payable	(4,461,712)	
Certificate of participation	(2,777,000)	
Compensated absences	<u>(2,810,869)</u>	<u>(17,422,350)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	<u>264,780,973</u>

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2012

	General Fund	Fire Fund	2006 SPLOST Fund	2009 SPLOST Fund	General Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
REVENUES							
Taxes	\$ 35,414,105	\$ 5,555,945	\$ -	\$ 14,928,279	\$ -	\$ 1,246,338	\$ 57,144,667
Licenses and permits	198,957	-	-	-	-	-	198,957
Intergovernmental	4,050,843	-	-	1,943,266	561,024	1,403,741	7,958,874
Charges for services	5,070,203	-	-	-	-	2,591,522	7,661,725
Fines and forfeitures	1,144,106	-	-	-	-	5,310	1,149,416
Interest earned	29,634	1,970	4,309	50,736	26,969	10,819	124,437
Miscellaneous	1,445,849	-	-	-	23,346	556,387	2,025,582
TOTAL REVENUES	47,353,697	5,557,915	4,309	16,922,281	611,339	5,814,117	76,263,658
EXPENDITURES							
Current:							
General government	7,091,665	-	-	-	-	23,658	7,115,323
Judicial	5,713,876	-	-	-	-	-	5,713,876
Public safety	19,286,137	5,610,745	-	-	-	3,825,449	28,722,331
Public works	5,918,337	-	-	-	-	840,356	6,758,693
Health and welfare	947,828	-	-	-	-	928,100	1,875,928
Culture and recreation	3,422,670	-	-	-	-	231,862	3,654,532
Housing and development	543,570	-	-	-	-	249,300	792,870
Capital outlay	-	-	2,522,677	13,005,857	2,553,245	-	18,081,779
Debt service:							
Principal	-	-	-	6,660,000	-	321,446	6,981,446
Interest	-	-	-	501,625	-	440,803	942,428
Intergovernmental	-	-	476,681	5,919,271	-	-	6,395,952
TOTAL EXPENDITURES	42,924,083	5,610,745	2,999,358	26,086,753	2,553,245	6,860,974	87,035,158
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	4,429,614	(52,830)	(2,995,049)	(9,164,472)	(1,941,906)	(1,046,857)	(10,771,500)
OTHER FINANCING SOURCES (USES)							
Transfers in	1,295,004	-	-	-	1,660,057	1,593,007	4,548,068
Transfers out	(3,746,716)	(125,000)	-	-	-	(957,030)	(4,828,746)
Sale of capital assets	86,630	-	-	-	-	-	86,630
TOTAL OTHER FINANCING SOURCES (USES)	(2,365,082)	(125,000)	-	-	1,660,057	635,977	(194,048)
NET CHANGE IN FUND BALANCES	2,064,532	(177,830)	(2,995,049)	(9,164,472)	(281,849)	(410,880)	(10,965,548)
FUND BALANCES - BEGINNING OF YEAR	13,220,458	2,054,945	4,484,858	21,818,741	1,280,436	5,010,809	47,870,247
FUND BALANCES - END OF YEAR	\$ 15,284,990	\$ 1,877,115	\$ 1,489,809	\$ 12,654,269	\$ 998,587	\$ 4,599,929	\$ 36,904,699

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA

*Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2012*

NET CHANGES IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS		\$ (10,965,548)
<p>Amounts reported for governmental activities in the Statement of Activities are different because:</p> <p>Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense current period.</p>		
Depreciation expense	\$ (10,477,806)	
Capital outlay	<u>21,787,621</u>	11,309,815
<p>The book value of the capital assets disposed of during the year are reported as a cost on the government-wide statement of activities.</p>		
		(661,465)
<p>Governmental funds do not report the acquisition of capital assets acquired through donations or capital contributions. However, in the statement of activities, the costs of those assets are reported at fair market value at the time of donation.</p>		
Capital contributions		3,644,233
<p>Revenues in the statement of activities that do not provide current financial resources are reported as deferred revenues in the funds.</p>		
Property taxes		(251,236)
<p>The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>		
Principal retirement	6,859,769	
Amortization of bond premium	<u>406,050</u>	7,265,819
<p>The current year's decrease to the net pension obligation decreases net expenses on the government-wide statements.</p>		
		119,371
<p>The current year's increase to the net OPEB obligation increases net expenses of functions on the government-wide statements</p>		
		(494,532)
<p>Some expenses reported in the Statement of Activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</p>		
Change in compensated absences	(6,663)	
Change in accrued interest	<u>75,938</u>	69,275
<p>The internal service funds are used by management to charge the costs of workers' compensation and health insurance to individual funds.</p>		
		<u>742,547</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES		<u>\$ 10,778,279</u>

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA

General Fund

Statement of Revenues, Expenditures, and Changes in

Fund Balances - Budget and Actual (GAAP Basis)

For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Taxes	\$ 34,951,500	\$ 34,938,500	\$ 35,414,105	\$ 475,605
Licenses and permits	204,000	204,000	198,957	(5,043)
Intergovernmental	4,295,700	4,627,510	4,050,843	(576,667)
Charges for services	3,657,680	4,925,180	5,070,203	145,023
Fines and forfeitures	1,189,000	1,156,000	1,144,106	(11,894)
Interest earned	15,200	27,700	29,634	1,934
Miscellaneous	737,690	1,478,810	1,445,849	(32,961)
TOTAL REVENUES	45,050,770	47,357,700	47,353,697	(4,003)
EXPENDITURES				
Current:				
General government:				
Board of commissioners	127,200	134,650	125,381	9,269
County manager	391,075	345,925	327,702	18,223
County clerk	156,095	156,600	154,484	2,116
Finance department	616,320	617,170	612,374	4,796
Purchasing department	126,705	126,915	124,623	2,292
Data processing	363,560	363,960	349,008	14,952
Human resources	481,410	497,880	495,638	2,242
Tax commissioner	847,180	850,010	808,615	41,395
Tax appraisers	1,041,750	1,045,150	1,036,012	9,138
Tax assessors	43,240	43,240	41,169	2,071
Facilities management	1,084,640	1,092,640	1,086,441	6,199
Engineering	237,550	240,050	233,348	6,702
Board of registrars	163,180	170,000	168,330	1,670
Registrars and elections	222,690	221,110	191,457	29,653
General services	1,590,950	1,610,950	1,337,083	273,867
Total general government	7,493,545	7,516,250	7,091,665	424,585
Judicial:				
Superior court	34,270	39,520	27,097	12,423
Superior court - Office of receiver	339,105	343,190	309,866	33,324
Superior court - Judge Niedrach	30,405	30,775	30,348	427
Superior court - Judge Durham	63,890	64,840	64,727	113
Superior court - Judge Matthews	76,845	77,445	77,208	237
Superior court - Judge Colston	67,850	65,460	64,646	814
Superior court - Administrator	119,360	120,300	115,143	5,157
Matrix program	119,700	119,700	109,857	9,843
Court reporter - Judge Niedrach	94,080	94,280	85,756	8,524
Court reporter - Judge Durham	112,730	113,080	100,294	12,786
Court reporter - Judge Matthews	109,770	109,970	101,680	8,290
Court reporter - Judge Colston	92,050	92,200	90,634	1,566
Clerk of superior court	782,670	787,110	786,683	427
District attorney	1,007,600	1,013,800	1,001,673	12,127
Victim witness program	150,470	150,590	140,669	9,921
Public defender	572,210	575,510	574,926	584
Magistrate court	592,430	611,410	610,659	751
Probate court	471,800	472,650	468,798	3,852
Juvenile court	969,110	970,920	953,212	17,708
Total judicial	5,806,345	5,852,750	5,713,876	138,874

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA

General Fund

*Statement of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2012*

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
Public safety:				
County police	\$ 4,882,320	\$ 4,901,320	\$ 4,718,015	\$ 183,305
Sheriff's office	1,263,510	1,281,010	1,217,988	63,022
Sheriff - county jail	6,953,480	7,057,310	7,046,801	10,509
Medical department - prisoners	2,755,000	2,708,800	2,705,608	3,192
County prison	3,517,775	3,608,765	3,498,143	110,622
Coroner	82,740	83,690	80,535	3,155
Interagency	19,050	19,050	19,047	3
Total public safety	<u>19,473,875</u>	<u>19,659,945</u>	<u>19,286,137</u>	<u>373,808</u>
Public works:				
Public roads	6,093,690	6,058,890	5,918,337	140,553
Total public works	<u>6,093,690</u>	<u>6,058,890</u>	<u>5,918,337</u>	<u>140,553</u>
Health and welfare:				
Interagency - health	634,000	634,000	634,000	-
Interagency - welfare	295,400	300,700	299,416	1,284
Transportation for seniors	-	16,500	14,412	2,088
Total health and welfare	<u>929,400</u>	<u>951,200</u>	<u>947,828</u>	<u>3,372</u>
Culture and recreation:				
Library	1,384,270	1,464,270	1,464,270	-
Recreation	1,958,400	1,958,400	1,958,400	-
Total culture and recreation	<u>3,342,670</u>	<u>3,422,670</u>	<u>3,422,670</u>	<u>-</u>
Housing and development:				
Cooperative extension	126,500	127,050	124,932	2,118
Economic development	193,950	193,950	188,950	5,000
Interagency - NWGA regional commission	59,170	59,170	58,613	557
Interagency - Planning commission	134,575	134,575	134,575	-
Interagency - Environmental office	36,500	36,500	36,500	-
Total housing and development	<u>550,695</u>	<u>551,245</u>	<u>543,570</u>	<u>7,675</u>
TOTAL EXPENDITURES	<u>43,690,220</u>	<u>44,012,950</u>	<u>42,924,083</u>	<u>1,088,867</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>1,360,550</u>	<u>3,344,750</u>	<u>4,429,614</u>	<u>1,084,864</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,350,000	1,295,100	1,295,004	(96)
Transfers out	(3,623,140)	(4,472,850)	(3,746,716)	726,134
Sale of capital assets	42,500	42,500	86,630	44,130
TOTAL OTHER FINANCING SOURCES (USES)	<u>(2,230,640)</u>	<u>(3,135,250)</u>	<u>(2,365,082)</u>	<u>770,168</u>
NET CHANGE IN FUND BALANCES	(870,090)	209,500	2,064,532	1,855,032
FUND BALANCES - BEGINNING OF YEAR	13,220,458	13,220,458	13,220,458	-
FUND BALANCES - END OF YEAR	<u>\$ 12,350,368</u>	<u>\$ 13,429,958</u>	<u>\$ 15,284,990</u>	<u>\$ 1,855,032</u>

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA
Fire Special Revenue Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual (GAAP Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Taxes	\$ 5,297,500	\$ 5,297,500	\$ 5,555,945	\$ 258,445
Interest earned	5,000	5,000	1,970	(3,030)
TOTAL REVENUES	<u>5,302,500</u>	<u>5,302,500</u>	<u>5,557,915</u>	<u>255,415</u>
EXPENDITURES				
Current:				
Public safety	5,610,745	5,610,745	5,610,745	-
TOTAL EXPENDITURES	<u>5,610,745</u>	<u>5,610,745</u>	<u>5,610,745</u>	<u>-</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	<u>(308,245)</u>	<u>(308,245)</u>	<u>(52,830)</u>	<u>255,415</u>
OTHER FINANCING USES				
Transfers out	(125,000)	(125,000)	(125,000)	-
TOTAL OTHER FINANCING USES	<u>(125,000)</u>	<u>(125,000)</u>	<u>(125,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(433,245)	(433,245)	(177,830)	255,415
FUND BALANCES - BEGINNING OF YEAR	<u>2,054,945</u>	<u>2,054,945</u>	<u>2,054,945</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,621,700</u>	<u>\$ 1,621,700</u>	<u>\$ 1,877,115</u>	<u>\$ 255,415</u>

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA

Statement of Net Position

Proprietary Funds

December 31, 2012

	Enterprise Funds				
	Water System	Forum Fund	Other Enterprise Fund		Internal Service Funds
			Recycling Center	Total	
ASSETS					
Current Assets:					
Cash	\$ 2,235,437	\$ 525,557	\$ 730,894	\$ 3,491,888	\$ 3,396,064
Receivables (net of allowance for uncollectibles):					
Accounts	1,584,681	7,181	-	1,591,862	3,504
Due from other governments	504,720	6,340	31,684	542,744	-
Due from other funds	-	-	-	-	3,171
Prepaid items	12,704	5,184	2,152	20,040	-
Inventory	394,181	3,208	-	397,389	-
Total Current Assets	4,731,723	547,470	764,730	6,043,923	3,402,739
Noncurrent Assets:					
Restricted assets:					
Customer deposits, cash and equivalents	802,129	-	-	802,129	-
Debt service accounts, cash and equivalents	1,347,023	-	-	1,347,023	-
Renewal and extension accounts, cash and equivalents	1,777,549	-	-	1,777,549	-
Capital assets:					
Nondepreciable capital assets	3,386,497	447,762	7,738	3,841,997	-
Depreciable capital assets, net	31,637,107	5,218,486	347,118	37,202,711	-
Total Noncurrent Assets	38,950,305	5,666,248	354,856	44,971,409	-
TOTAL ASSETS	43,682,028	6,213,718	1,119,586	51,015,332	3,402,739
DEFERRED OUTFLOWS OF RESOURCES					
Deferred charges on refunding	50,868	-	-	50,868	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	50,868	-	-	50,868	-
LIABILITIES					
Current Liabilities:					
Accounts payable	487,673	82,897	26,768	597,338	216,504
Accrued salaries and payroll taxes	19,839	2,404	4,731	26,974	712
Other accrued expenses	3,694	469	758	4,921	-
Due to other governments	1,269,425	-	-	1,269,425	-
Due to other funds	10,799	151	6,882	17,832	-
Revenue bonds payable, current portion	1,180,000	-	-	1,180,000	-
Notes payable	83,088	-	-	83,088	-
Compensated absences payable, current portion	66,007	10,596	9,190	85,793	-
Total Current Liabilities	3,120,525	96,517	48,329	3,265,371	217,216
Noncurrent Liabilities:					
Payable from restricted assets:					
Accrued interest payable	50,070	-	-	50,070	-
Customer deposits	802,130	12,927	-	815,057	-
Total payable from restricted assets	852,200	12,927	-	865,127	-
Compensated absences payable	93,496	15,264	13,785	122,545	-
Claims payable	-	-	-	-	1,587,630
Notes payable	846,261	-	-	846,261	-
Revenue bonds payable	5,760,667	-	-	5,760,667	-
Total Noncurrent Liabilities	6,700,424	15,264	13,785	6,729,473	1,587,630
TOTAL LIABILITIES	10,673,149	124,708	62,114	10,859,971	1,804,846
NET POSITION					
Net investment in capital assets	27,204,458	5,666,248	354,856	33,225,562	-
Restricted for debt service	1,296,953	-	-	1,296,953	-
Restricted for renewal and extension	1,777,549	-	-	1,777,549	-
Unrestricted	2,780,787	422,762	702,616	3,906,165	1,597,893
TOTAL NET POSITION	\$ 33,059,747	\$ 6,089,010	\$ 1,057,472	\$ 40,206,229	\$ 1,597,893

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2012

	Enterprise Funds				Internal Service Funds
	Water System	Forum Fund	Other Enterprise Fund Recycling Center	Total	
OPERATING REVENUES					
Charges for services (security for debt where applicable)	\$ 6,741,808	\$ 135,874	\$ 700,452	\$ 7,578,134	\$ 5,813,563
Rental fees	9,522	95,870	-	105,392	-
Other services	38,815	17,827	-	56,642	99,740
TOTAL OPERATING REVENUES	6,790,145	249,571	700,452	7,740,168	5,913,303
OPERATING EXPENSES					
Personal services and employee benefits	1,625,829	182,504	309,357	2,117,690	53,327
Purchased and contractual services	714,966	216,569	234,305	1,165,840	-
Supplies	1,856,970	201,655	69,669	2,128,294	-
Depreciation	1,481,785	256,332	24,932	1,763,049	-
Claims	-	-	-	-	5,274,881
Other	121,715	-	217	121,932	450,640
TOTAL OPERATING EXPENSES	5,801,265	857,060	638,480	7,296,805	5,778,848
OPERATING INCOME (LOSS)	988,880	(607,489)	61,972	443,363	134,455
NON-OPERATING INCOME (LOSS)					
Intergovernmental	107,413	78,340	-	185,753	5,000
Interest and fiscal charges	(415,025)	-	-	(415,025)	-
Interest earned	25,094	805	1,574	27,473	4,914
TOTAL NON-OPERATING INCOME (LOSS)	(282,518)	79,145	1,574	(201,799)	9,914
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	706,362	(528,344)	63,546	241,564	144,369
Capital contributions	1,915,660	-	9,236	1,924,896	-
Transfers out	(930,000)	-	-	(930,000)	-
Transfers in	125,000	487,500	-	612,500	598,178
Gain on sale of capital assets	100	-	-	100	-
CHANGE IN NET POSITION	1,817,122	(40,844)	72,782	1,849,060	742,547
NET POSITION					
BEGINNING OF YEAR, RESTATED	31,242,625	6,129,854	984,690	38,357,169	855,346
END OF YEAR	\$ 33,059,747	\$ 6,089,010	\$ 1,057,472	\$ 40,206,229	\$ 1,597,893

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA

Statement of Cash Flows

Proprietary Funds

For the Year Ended December 31, 2012

	Enterprise Funds				Internal Service Funds
	Water System	Forum Fund	Other Enterprise Fund Recycling Center	Total	
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from customers	\$ 6,330,976	\$ 230,117	\$ 711,575	\$ 7,272,668	\$ 5,913,508
Cash payments to employees for services	(1,615,749)	(181,134)	(304,956)	(2,101,839)	(53,778)
Cash payments for goods and services	(2,591,636)	(406,890)	(298,406)	(3,296,932)	(4,955,164)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>2,123,591</u>	<u>(357,907)</u>	<u>108,213</u>	<u>1,873,897</u>	<u>904,566</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES					
Intergovernmental receipts	107,413	78,340	-	185,753	5,000
Transfers in	125,000	487,500	-	612,500	598,178
Transfers out	(930,000)	-	-	(930,000)	-
NET CASH PROVIDED BY (USED IN) NON-CAPITAL FINANCING ACTIVITIES	<u>(697,587)</u>	<u>565,840</u>	<u>-</u>	<u>(131,747)</u>	<u>603,178</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Principal paid on bonded debt	(1,135,000)	-	-	(1,135,000)	-
Principal paid on notes payable	(79,676)	-	-	(79,676)	-
Interest paid on debt	(379,972)	-	-	(379,972)	-
Payments for capital acquisitions	(3,316,975)	-	(18,511)	(3,335,486)	-
Cash capital contributions	1,915,660	-	-	1,915,660	-
NET CASH USED IN CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(2,995,963)</u>	<u>-</u>	<u>(18,511)</u>	<u>(3,014,474)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received	25,094	805	1,574	27,473	4,914
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>25,094</u>	<u>805</u>	<u>1,574</u>	<u>27,473</u>	<u>4,914</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(1,544,865)</u>	<u>208,738</u>	<u>91,276</u>	<u>(1,244,851)</u>	<u>1,512,658</u>
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>7,707,003</u>	<u>316,819</u>	<u>639,618</u>	<u>8,663,440</u>	<u>1,883,406</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 6,162,138</u>	<u>\$ 525,557</u>	<u>\$ 730,894</u>	<u>\$ 7,418,589</u>	<u>\$ 3,396,064</u>
STATEMENT OF NET POSITION:					
Cash	\$ 2,235,437	\$ 525,557	\$ 730,894	\$ 3,491,888	\$ 3,396,064
Restricted assets, cash	3,926,701	-	-	3,926,701	-
Total assets	<u>\$ 6,162,138</u>	<u>\$ 525,557</u>	<u>\$ 730,894</u>	<u>\$ 7,418,589</u>	<u>\$ 3,396,064</u>

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA
Statement of Cash Flows
Proprietary Funds (Continued)
For the Year Ended December 31, 2012

	Enterprise Funds				Internal Service Funds
	Water System	Forum Fund	Other Enterprise Fund Recycling Center	Total	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES					
Operating income (loss)	\$ 988,880	\$ (607,489)	\$ 61,972	\$ 443,363	\$ 134,455
Adjustments:					
Depreciation	1,481,785	256,332	24,932	1,763,049	-
(Increase) decrease in assets:					
Accounts receivable	21,123	900	-	22,023	205
Due from other funds	-	-	-	-	(3,171)
Due from other governments	(470,605)	(3,585)	11,123	(463,067)	-
Prepaid expense	(457)	(267)	(111)	(835)	-
Inventory	(59,900)	1,723	-	(58,177)	-
Increase (decrease) in liabilities:					
Accounts payable	114,699	10,029	4,022	128,750	204,195
Deposits	23,619	-	-	23,619	-
Accrued salaries and payroll taxes	(283)	(372)	97	(558)	-
Other accrued expenses	188	-	-	188	-
Deferred revenue	(33,306)	(16,769)	-	(50,075)	-
Compensated absences payable	10,175	1,742	4,304	16,221	-
Claims payable	-	-	-	-	569,333
Due to other funds	1,726	(151)	1,874	3,449	(451)
Due to other governments and individuals	45,947	-	-	45,947	-
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	\$ 2,123,591	\$ (357,907)	\$ 108,213	\$ 1,873,897	\$ 904,566
Non cash: Contributed by others	\$ -	\$ -	\$ 9,236	\$ 9,236	\$ -

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA
Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2012

ASSETS	
Cash	\$ 4,059,839
Taxes receivable	21,830
Accounts receivable	<u>49,992</u>
TOTAL ASSETS	<u><u>\$ 4,131,661</u></u>
LIABILITIES	
Due to other governments and individuals	<u>\$ 4,131,661</u>
TOTAL LIABILITIES	<u><u>\$ 4,131,661</u></u>

See accompanying notes to the basic financial statements.

NOTES TO THE FINANCIAL STATEMENTS

The notes to the financial statements are a required component of the basic financial statements of the County. The notes present required and essential information for the fair presentation of the statements that have not been disclosed on the face of the financial statements.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Index

Summary of Significant Accounting Policies	1
Reporting Entity	1-A
Basis of Presentation	1-B
Measurement Focus.....	1-C
Basis of Accounting	1-D
Assets, Liabilities and Fund Equity.....	1-E
Cash, Cash Equivalents and Investments.....	1-E-1
Receivables	1-E-2
Interfund Balances	1-E-3
Consumable Inventories.....	1-E-4
Prepaid Items	1-E-5
Restricted Assets.....	1-E-6
Capital Assets.....	1-E-7
Compensated Absences.....	1-E-8
Accrued Liabilities and Long-term Obligations	1-E-9
Bond Premiums, Discounts and Issuance Costs	1-E-10
Fund Equity.....	1-E-11
Operating Revenues and Expenses and Non-operating Items	1-E-12
Contributions of Capital.....	1-E-13
Interfund Activity.....	1-E-14
Extraordinary and Special Items	1-E-15
Estimates	1-E-16
Deferred outflows/inflows of resources	1-E-17
Stewardship, Compliance and Accountability	2
Budgetary Information	2-A
Deficit Fund Equity	2-B
Detailed Notes on All Funds	3
Deposits and Investments:.....	3-A
Credit Risk	3-A-1
Interest Rate Risk.....	3-A-2
Custodial Credit Risk – Deposits	3-A-3
Custodial Credit Risk – Investments.....	3-A-4
Receivables	3-B
Property Taxes	3-C
Capital Assets.....	3-D
Interfund Balances and Transfers.....	3-E
Capital Leases	3-F
Compensated Absences.....	3-G
Long-term Debt.....	3-H
Pensions.....	3-I
Other Notes	4
Risk Management.....	4-A

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Other Notes (Continued)

Contingent Liabilities	4-B
Jointly Governed Organizations	4-C
Joint Ventures	4-D
Other Post-Employment Benefits	4-E
Hotel-Motel Lodging Tax	4-F
Change in Accounting Principle	4-G

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Floyd County, Georgia (the “County”), was incorporated in 1917. The County operates under a Commissioner-Manager form of government. The County is governed by a board of five commissioners elected by the voters of the County.

Note 1 - Summary of Significant Accounting Policies

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting. For the year ended December 31, 2012, the County implemented GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements* which incorporated into the GASB’s authoritative literature certain accounting and financial reporting guidance issued on or before November 30, 1989 which does not conflict with or contradict GASB pronouncements.

The most significant of the County’s accounting policies are described below.

1-A. Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the County consists of all funds, departments, boards and agencies that are not legally separate from the County. For Floyd County, this entity includes the Personnel Board, Board of Tax Assessors, Board of Elections, Water Department and all departments and activities that are directly operated by the elected County officials.

Component units are legally separate organizations for which the County is financially accountable. The County is financially accountable for an organization if the County appoints a voting majority of the organization's governing board and (1) the County is able to significantly influence the programs or services performed or provided by the organizations; or (2) the County is legally entitled to or can otherwise access the organization's resources; (3) the County is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the County is obligated for the debt of the organization. Component units also may include organizations that are fiscally dependent on the County in that the County approves the budget, levies their taxes or issues their debt.

The component unit columns included on the government-wide financial statements identify the financial data of the County’s discretely presented component units. They are reported separately to emphasize that they are legally separate from the County.

Brief descriptions of the discretely presented component units follow:

Development Authority of Floyd County (Development Authority) – The Development Authority is a public corporation created to promote industry and trade in the County. The County Commission appoints the seven-member Development Authority Board of Directors and is obligated for a portion of the Authority’s debt. The Development Authority does not issue separate Component Unit Financial Statements.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

1-A. Reporting Entity (Continued)

Richard B. Russell Regional Airport (Airport) – The Airport operates the County’s non-commercial airport facility. The County Commission appoints the five-member Airport Board of Directors. The Airport does not issue separate Component Unit Financial Statements. All management and policy decisions made by the Airport are subject to review and/or approval by the County Commission. The County Manager submits an Airport budget to the County Commission for approval. All finances are managed through the County.

Rome-Floyd Parks and Recreation Authority (Parks and Recreation Authority) – The Parks and Recreation Authority provides recreation services to the residents of the County and City and maintains all public parks. The County Commission appoints six members of the twelve member Board of Directors and provides a significant subsidy to the Parks and Recreation Authority to finance its operations, making the Parks and Recreation Authority financially accountable to the County. The County is legally obligated to finance the deficits of, or provide financial support to, the Parks and Recreation Authority based on an agreement between Floyd County, Parks and Recreation Authority and the City of Rome. The County’s annual subsidy accounts for approximately sixty percent of the Parks and Recreation Authority’s revenue, while other operating revenues generated by user fees account for the remaining forty percent. The Parks and Recreation Authority cannot establish the tax levy to fund this sixty percent. Thus this subsidy is funded by taxes levied by the County. Also, the Parks and Recreation Authority cannot issue bonded debt. Any debt issuance would be done by the County. The Parks and Recreation Authority does not issue separate Component Unit Financial Statements and is not part of another financial reporting entity.

Floyd County Health Department (Health Department) – The Health Department provides health care services and health education to residents of Floyd County. The Health Department receives financial support from Floyd County, Georgia, the State of Georgia and the Federal Government. The County Commission appoints a majority of the Board of Directors. The Health Department issued separately audited financial statements with a fiscal year ended June 30, 2012. Copies of these financial statements may be obtained from their administrative office at:

Floyd County Health Department
1304 Redmond Circle, Building 614
Rome, Georgia 30164

1-B. Basis of Presentation

The County’s basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

1-B. Basis of Presentation (Continued)

Government-wide Financial Statements - The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the County as a whole. The primary government and the component units are presented separately within these financial statements with the focus on the primary government. Fiduciary activities are not included at the government-wide reporting level. Individual funds are not displayed but the statements distinguish governmental activities which are generally supported by taxes and County general revenues, from business-type activities which are generally financed in whole or in part with fees charged to external customers. The activity of the internal service funds (i.e., Health Insurance Fund and Workers' Compensation Fund) is eliminated to avoid duplicating revenues and expenses.

The statement of net position presents the financial position of the governmental and business-type activities of the County and its discretely presented component units at year-end.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities and for each identifiable activity of the business-type activities of the County. Direct expenses are those that are specifically associated with a function and, therefore, clearly identifiable to that particular function. The County does not allocate indirect expenses to functions in the statement of activities.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services, which report fees and other charges to users of the County's services; (2) operating grants and contributions, which finance annual operating activities including restricted investment income; and (3) capital grants and contributions, which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses. For identifying to which function program revenue pertains, the determining factor for *charges for services* is which function *generates* the revenue. For *grants and contributions*, the determining factor is to which functions the revenues are *restricted*.

Taxes and other revenue sources not properly included with program revenues are reported as general revenues of the County. The comparison of direct expenses with program revenues identifies the extent to which each governmental function and each identifiable business-type activity is self-financing or draws from the general revenues of the County.

Fund Financial Statements - During the year, the County segregates transactions related to certain County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. Fund financial statements are provided for governmental, proprietary and fiduciary funds.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

1-B. Basis of Presentation (Continued)

Major individual governmental and enterprise funds are reported in separate columns with composite columns for non-major funds. The internal service funds are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

Fund Accounting - The County uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The County uses three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used and fund liabilities are assigned to the fund from which they will be liquidated. The following are the major governmental funds:

General Fund – The General Fund accounts for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the County for any purpose, provided it is expended or transferred according to the general laws of Georgia.

Fire Fund – This major special revenue fund is used to account for the revenues of a specific property tax levy and the subsequent payments made to the City of Rome, Georgia and City of Cave Spring, Georgia for fire departments located in Floyd County.

2006 SPLOST Capital Projects Fund – This major capital projects fund is used to account for the acquisition and construction of major facilities funded by special purpose local option sales tax.

2009 SPLOST Capital Projects Fund – This major capital projects fund is used to account for the acquisition and construction of major facilities funded by special purpose local option sales tax.

General Capital Projects Fund – This major capital projects fund is used to account for the acquisition and construction of major facilities funded by County operations.

Proprietary Funds - Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. The County reports the following major proprietary funds:

Water System Fund – This major enterprise fund is used to account for the operations of the water distribution system.

Forum Fund – This major enterprise fund is used to account for the operations of the Floyd County convention and civic center.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

1-B. Basis of Presentation (Continued)

Additionally, the County reports the following fund types:

Internal Service Fund – Internal service funds are used to account for the accumulation of resources to be used for health and workers’ compensation insurance costs, as the County is partially self-insured.

Fiduciary Funds – Fiduciary fund reporting focuses on net assets. The County’s fiduciary funds are agency funds. These agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Constitutional officers use these funds to temporarily hold assets.

1-C. Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the County are included on the statement of net position. The statement of activities reports revenues and expenses.

Fund Financial Statements - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus on both financial reporting levels. All assets and all liabilities associated with the operation of these funds are included on the statements of net position. The statements of changes in net position present increases (i.e., revenues) and decreases (i.e., expenses) in net position. The statements of cash flows provides information about how the County finances and meets the cash flow needs of its proprietary activities.

1-D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, governmental funds use the modified accrual basis of accounting and fiduciary funds use the accrual basis of accounting. Proprietary funds use the accrual basis of accounting at both reporting levels. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, in the recording of deferred revenue and in the presentation of expenses versus expenditures.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

1-D. Basis of Accounting (Continued)

Revenues – Exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the County, the phrase “available for exchange transactions” means expected to be received within 60 days of year-end.

Revenues – Non-exchange Transactions - Non-exchange transactions in which the County receives value without directly giving equal value in return, include sales tax, property tax, grants, and donations. On an accrual basis, revenue from sales tax is recognized in the period in which the taxable sale takes place.

Revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 3-C). Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the County must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected within 60 days for property taxes and one year for all other revenue) before it can be recognized. Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: property tax, sales tax, interest and federal and state grants.

Deferred Revenue/Unearned Revenue - Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

1-E. Assets, Liabilities and Fund Equity

1-E-1. Cash, Cash Equivalents and Investments

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the County.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

1-E. Assets, Liabilities and Fund Equity (Continued)

1-E-1. Cash, Cash Equivalents and Investments (Continued)

Investments are stated at fair value based on quoted market prices. Georgia law authorizes the County to invest in the following types of obligations:

- Obligations of the State of Georgia or of any other states
- Obligations of the United States Government
- Obligations fully insured or guaranteed by the government or governmental agency
- Obligations of any corporation of the government
- Prime bankers' acceptances
- The State of Georgia local government investment pool (i.e., Georgia Fund 1)
- Repurchase agreements
- Obligations of the other political subdivisions of the State of Georgia

Any investment or deposit in excess of the Federal Deposit Insurance Corporation (FDIC) insured amount must be secured by 110% of an equivalent amount of State or U.S. obligations.

Georgia Fund 1, created by OCGA 36-83-8, is a stable net asset value investment pool that follows Standard and Poor's criteria for AAAf rated money market funds and is regulated by the Georgia Office of the State Treasurer. However, Georgia Fund 1 operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the Securities and Exchange Commission (SEC) as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1.00 per share value). The pool is an AAAf rated investment pool by Standard & Poor's. Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on \$1.00 per share. The weighted average maturity of Georgia Fund 1 may not exceed 60 days. Due to the nature of the accounts, no amounts in this fund are categorized from an investment risk perspective.

1-E-2. Receivables

All trade and property tax receivables are reported net of an allowance for uncollectibles. Unbilled water charges are accrued as receivables and revenue at December 31, 2012.

1-E-3. Interfund Balances

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for any net residual amounts due between governmental and business-type activities, which are reclassified and presented as internal balances.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

1-E. Assets, Liabilities and Fund Equity (Continued)

1-E-4. Consumable Inventories

On the government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used (i.e., the consumption method).

On the fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as expenditures in the governmental fund types when consumed. Inventories of the proprietary funds are expensed when consumed.

1-E-5. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2012, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is reserved as this amount is not available for general appropriation.

1-E-6. Restricted Assets

Sinking fund resources in enterprise funds are restricted to the payment of bond principal and interest requirements as they become due.

All resources in excess of the required reserve are transferred to a separate account and are restricted to the construction of new capital facilities and other expenses as allowed by the System's bond resolutions. Any reimbursements from outside sources for these projects are restricted accordingly.

Liabilities payable from these restricted assets include accrued interest payable on revenue bonds and the current portions of revenue bonds payable.

The bond resolutions place restrictions on additional bond issues and contain certain accounting provisions.

1-E-7. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds. The County reports these assets in the governmental activities column of the government-wide statement of net position but does not report these assets in the governmental fund financial statements. Capital assets utilized by enterprise funds are reported both in the business-type activities column of the government-wide statement of net position and in the enterprise fund statement of net position.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

1-E. Assets, Liabilities and Fund Equity (Continued)

1-E-7. Capital Assets (Continued)

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The County maintains a capitalization threshold of ten thousand dollars. The County's infrastructure consists of roads, bridges, water lines, detention ponds and runways. Improvements to capital assets are capitalized.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed. Interest incurred during the construction of capital assets utilized by the enterprise fund is capitalized.

All reported capital assets are depreciated except for land, right-of-ways, detention ponds, and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacement. Infrastructure assets acquired prior to December 31, 1980 are included in the amounts reported. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Buildings	10 – 50 years	10 - 50 years
Machinery and equipment	3 – 20 years	3 – 20 years
Improvements other than buildings	5 - 60 years	5 - 60 years
Infrastructure	5 - 60 years	5 - 60 years

At the inception of capital leases at the governmental fund reporting level, expenditures and an "other financing source" of an equal amount are reported at the net present value of future minimum lease payments.

1-E-8. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

1-E. Assets, Liabilities and Fund Equity (Continued)

1-E-8. Compensated Absences (Continued)

Sick leave benefits are accrued as a liability using the termination payment method. An accrual for earned sick leave is made to the extent that it is probable that the benefits will result in termination payments. The liability is based on the County's past experience of making termination payments.

All compensated absence liabilities include salary-related payments, where applicable.

The total compensated absence liability is reported on the government-wide financial statements. Proprietary funds report the total compensated liability in each individual fund at the fund reporting level. Governmental funds report the compensated absence liability at the fund reporting level only "when due."

1-E-9. Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of these funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are "due for payment" during the current year. Bonds and capital leases are recognized as a liability in the governmental fund financial statements when due.

1-E-10. Bond Premiums, Discounts and Issuance Costs

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the term of the bonds using the effective interest method. Bonds payable are reported net of the applicable discount or premium. Issuance costs are expensed in the period in which they are incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

1-E-11. Fund Equity

Fund equity at the governmental fund financial reporting level is classified as "fund balance." Fund equity for all other reporting is classified as "net position."

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

1-E. Assets, Liabilities and Fund Equity (Continued)

1-E-11. Fund Equity (Continued)

Fund Balance – Generally, fund balance represents the difference between the assets and liabilities under the current financial resources management focus of accounting. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purpose for which amounts in those funds can be spent.

Fund balances are classified as follows:

Nonspendable – Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form (i.e., items that are not expected to be converted to cash) or (b) legally or contractually required to be maintained intact.

Restricted – Fund balances are reported as restricted when they include amounts that can be spent only for the specific purposes stipulated by the constitution, external resource providers, or through enabling legislation.

Committed – Fund balances are reported as committed when they include amounts that can be used only for the specific purposes determined by passage of a resolution by the Board.

Assigned – Fund balances are reported as assigned when they include amounts intended to be used by the County for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. The Board of Commissioners has delegated the Comptroller / Finance Director the authority to assign amounts to be used for specific purposes.

Unassigned – Fund balances are reported as unassigned as the residual classification for the County's general fund and includes all spendable amounts not contained in the other classifications.

Flow Assumptions – When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the County's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the County's policy to use fund balance in the following order: (1) Committed, (2) Assigned, (3) Unassigned.

Net Position – Net position represents the difference between assets, deferred outflow of resources, liabilities, and deferred inflows of resources in reporting which utilizes the economic resources measurement focus. Amounts shown as net investment in capital assets are made up of capital asset costs, net of accumulated depreciation and outstanding debt used to acquire, construct or improve the associated assets. Net position is reported as restricted when there are legal limitations or external restrictions imposed upon their use. All other net position is reported as unrestricted.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

1-E. Assets, Liabilities and Fund Equity (Continued)

1-E-11. Fund Equity (Continued)

The County applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

1-E-12. Operating Revenues and Expenses and Non-operating Items

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for water, the forum, recycling, health insurance and the workers' compensation programs. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of each fund. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

1-E-13. Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets, tap-in fees to the extent they exceed the cost of the connection to the system, or from grants or outside contributions of resources restricted to capital acquisition and construction.

1-E-14. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after the non-operating revenues/expenses section in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Transfers between governmental and business-type activities on the government-wide statement of activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated. Transfers between funds reported in the business-type activities column are eliminated.

1-E-15. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the County and that are either unusual in nature or infrequent in occurrence.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 1 - Summary of Significant Accounting Policies (Continued)

1-E. Assets, Liabilities and Fund Equity (Continued)

1-E-16. Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

1-E-17. Deferred outflows/inflows of resources

The County implemented GASB Statements No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position and No. 65, Items Previously Reported as Assets and Liabilities, as of January 1, 2012. These new standards establish accounting and financial reporting for deferred outflows / inflows of resources and the concept of net position as the residual of all other elements presented in a statement of net position.

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. The County only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide and proprietary fund statements of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of fund balance or net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has two types of items that qualify for reporting in this category. One of these items arises only under a modified accrual basis of accounting and, accordingly, the item, unavailable revenue from property taxes, is reported only in the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The other item is the fair market value of the County's derivative. As the change in market value occurs each year, the asset and deferred inflow are adjusted until the contract matures in 2028.

Note 2 – Stewardship, Compliance and Accountability

2-A. Budgetary Information

The County adopts an annual operating budget for the General Fund, each Special Revenue Fund, the Debt Service Fund and each Capital Projects Fund. The budget resolution reflects the total of each department's appropriation in each fund.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 2 – Stewardship, Compliance and Accountability (Continued)

2-A. Budgetary Information (Continued)

The General Fund budget is adopted on a basis consistent with GAAP. Budgets for the Special Revenue Funds, the Debt Service Fund and for the Capital Projects Funds are adopted on a basis consistent with GAAP.

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget generally is the department level within each individual fund. Any change in total to a fund or departmental appropriation within a fund requires approval of the Board of Commissioners.

Either the County Manager or Comptroller/Finance Director may approve budget transfers within departments, except those related to personnel or capital expenditures. The Board of Commissioners must approve transfers of personnel or capital appropriations. During the year, the Board of Commissioners approved budget revisions. All unexpended annual appropriations lapse at year-end.

2-B. Deficit Fund Equity

As of December 31, 2012, the following funds reported deficits in their ending fund balance / net position:

Workers' Compensation Fund	\$1,057,650
Animal Control Fund	1,655
800 MHz Communication Fund	29,832

These deficits will be alleviated by increased user charges and General Fund appropriations, as necessary.

Note 3 - Detailed Notes on All Funds

3-A. Deposits and Investments

3-A-1. Credit Risk

The County does not have a formal policy to address credit risk aside from adherence to State statutes for investments. State statutes authorize the County to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by the U.S. government or by a government agency of the United States; obligations of any corporation of the U.S. government; prime banker's acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia. As of December 31, 2012, the County's investment in Georgia Fund 1 was rated AA+ by Standard & Poor's.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-A. Deposits and Investments (Continued)

3-A-1. Credit Risk (Continued)

At December 31, 2012, the County had the following investments:

<u>Investment</u>	<u>Maturities</u>	<u>Fair Value</u>
Guaranteed Investment Contract	June 1, 2028	\$ 1,983,739
Georgia Fund 1	40 days	<u>1,397,807</u>
Total		<u><u>\$ 3,381,546</u></u>
Reconciliation of Investments per Financial Statements		
Investments, restricted		\$ 1,983,739
Georgia Fund 1 (included with cash and cash equivalents)		<u>1,397,807</u>
Total		<u><u>\$ 3,381,546</u></u>

The County's investment practices have been to invest available funds locally mainly through certificates of deposit or money market accounts or through the State's investment pool (Georgia Fund 1). The guaranteed investment contract represents funds invested through the Georgia Municipal Association's lease purchase pool program of which the County is a participant.

3-A-2. Interest Rate Risk

As a means of limiting its exposure to fair value losses arising from rising interest rates, the County's investment policy limits at least half of the County's investment portfolio to maturities of less than one year.

3-A-3. Custodial Credit Risk – Deposits

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of December 31, 2012, the County was fully collateralized under the State statutes.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-A-4. Custodial Credit Risk – Investments

As an external investment pool, Georgia Fund 1 is not required to disclose custodial credit risk. The Guaranteed Investment Contracts are not exposed to custodial credit risk because they are direct contractual investments and are not securities.

3-B. Receivables

Receivables at December 31, 2012, consisted of taxes, interest, accounts (billings for user charges, including unbilled utility receivables), and intergovernmental receivables arising from grants. Receivables and payables are recorded on the County’s financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectability.

Receivables at December 31, 2012, consist of the following:

	Taxes and Fines	Accounts	Interest	Mortgages	Allowance for Uncollectibles	Net Receivables
Primary Government:						
General Fund	\$4,802,568	\$749,027	\$ 547	\$ -	\$542,401	\$5,009,741
Fire Fund	429,326	-	-	-	56,891	372,435
2009 SPLOST Fund	1,376,452	-	-	-	-	1,376,452
Other Governmental Funds	185,608	286,795	-	606,001	638,035	440,369
Water Fund	-	2,519,029	-	-	934,348	1,584,681
Forum Fund	-	10,621	-	-	3,440	7,181
Internal Service Funds	-	7,782	-	-	4,278	3,504
Total Primary Government	<u>6,793,954</u>	<u>3,573,254</u>	<u>547</u>	<u>606,001</u>	<u>2,179,393</u>	<u>\$8,794,363</u>
Component Units:						
Richard B. Russell Regional Airport	-	52,965	-	-	2,643	50,322
Parks and Recreation Authority	-	5,570	-	-	-	5,570
Health Department	-	156,221	-	-	-	156,221
Total Component Units	<u>-</u>	<u>214,756</u>	<u>-</u>	<u>-</u>	<u>2,643</u>	<u>212,113</u>
 Total Reporting Entity	<u><u>\$6,793,954</u></u>	<u><u>\$3,788,010</u></u>	<u><u>\$ 547</u></u>	<u><u>\$606,001</u></u>	<u><u>\$2,182,036</u></u>	<u><u>\$9,006,476</u></u>

The County has \$606,001 in forgivable loans receivable. These loans are recorded in the following nonmajor governmental fund: CHIP Grant Fund. Amounts represent loans to individuals in conjunction with the rehabilitation of private property and down-payment assistance. Provided the terms of the loans are not violated, these loans will be forgiven at the end of the loan term. As the likelihood of violation of the loan terms, and thus cash repayment is remote, the County has elected to record an allowance for the total outstanding balance of the loans.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-B. Receivables (Continued)

Amounts due from other governments at December 31, 2012, are broken down as follows:

Primary Government	2012
General Fund	
City of Rome, Georgia	\$ 35,736
City of Cave Spring, Georgia	763
Floyd County Board of Education	37,434
Total General Fund	73,933
2006 SPLOST Fund	
City of Cave Spring, Georgia	181,867
General Capital Projects Fund	
Rome-Floyd County Library	30,615
State of Georgia	250,680
Total General Capital Projects Fund	281,295
Other Governmental Funds	
Animal Control Fund	
City of Rome, Georgia	145
Children and Families Grant Fund	
State of Georgia	23,348
CHIP Grant Fund	
State of Georgia	1,900
Total Other Governmental Funds	25,393
Total Governmental Activities	562,488
Enterprise Funds	
Water Fund	
State of Georgia	504,720
Forum Fund	
City of Rome, Georgia	6,340
Recycling Fund	
City of Rome, Georgia	31,684
Total Enterprise Funds	542,744
Total Primary Government	\$ 1,105,232
Component Units	
Floyd County Health Department	
Georgia Department of Public Health	\$ 978,937
Total Floyd County Health Department	\$ 978,937

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-C. Property Taxes

The Board of Commissioners levies property taxes by or about July 24th of each year. Property taxes attach as an enforceable lien on property as of February 14th. Property taxes are billed on or about August 10th of each year and are due and payable on or about November 15th. The County bills and collects its own property taxes and also collects property taxes for the Floyd County Board of Education, the City of Rome, and the State of Georgia. Collection of the County's taxes, and for the other government agencies, is the responsibility of the Tax Commissioner's Office, which is accounted for in an Agency Fund. County property tax revenues at the fund reporting level are recognized when levied to the extent that they result in current receivables (i.e., collectible in 60 days). For 2012, property taxes were levied July 24, 2012, and were due November 15, 2012.

3-D. Capital Assets

Capital asset activity for the year ended December 31, 2012 was as follows:

Governmental activities:	Balance 12/31/11	Additions	Deductions	Transfers	Balance 12/31/12
Capital assets not being depreciated:					
Land	\$ 25,728,408	\$ 236,508	\$ -	\$ 124,038	\$ 26,088,954
Construction in progress	17,712,856	16,517,023	660,255	(825,461)	32,744,163
Total capital assets not being depreciated	<u>43,441,264</u>	<u>16,753,531</u>	<u>660,255</u>	<u>(701,423)</u>	<u>58,833,117</u>
Other capital assets:					
Buildings	94,826,400	1,562,763	-	-	96,389,163
Machinery and equipment	16,491,372	1,376,818	370,555	426,423	17,924,058
Improvements other than buildings	8,143,677	1,013,731	-	-	9,157,408
Infrastructure	270,861,915	4,725,011	-	275,000	275,861,926
Total other capital assets	<u>390,323,364</u>	<u>8,678,323</u>	<u>370,555</u>	<u>701,423</u>	<u>399,332,555</u>
Total capital assets	<u>433,764,628</u>	<u>25,431,854</u>	<u>1,030,810</u>	<u>-</u>	<u>458,165,672</u>
Accumulated depreciation:					
Buildings	30,752,528	2,395,543	-	-	33,148,071
Machinery and equipment	13,288,776	1,124,162	369,345	-	14,043,593
Improvements other than buildings	2,150,378	317,277	-	-	2,467,655
Infrastructure	158,335,106	6,640,824	-	-	164,975,930
Total accumulated depreciation	<u>204,526,788</u>	<u>10,477,806</u>	<u>369,345</u>	<u>-</u>	<u>214,635,249</u>
Governmental activities capital assets, net	<u>\$ 229,237,840</u>	<u>\$ 14,954,048</u>	<u>\$ 661,465</u>	<u>\$ -</u>	<u>\$ 243,530,423</u>

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-D. Capital Assets (Continued)

Business-type activities:	Balance 12/31/11	Additions	Deductions	Transfers	Balance 12/31/12
Capital assets not being depreciated:					
Land	\$ 939,538	\$ -	\$ -	\$ -	\$ 939,538
Construction in progress	1,123,645	2,715,385	-	(936,571)	2,902,459
Total capital assets not being depreciated	<u>2,063,183</u>	<u>2,715,385</u>	<u>-</u>	<u>(936,571)</u>	<u>3,841,997</u>
Other capital assets:					
Buildings	11,690,636	-	-	-	11,690,636
Machinery and equipment	2,690,336	152,776	210,668	(29,869)	2,602,575
Infrastructure	46,425,901	476,561	-	936,571	47,839,033
Total other capital assets	<u>60,806,873</u>	<u>629,337</u>	<u>210,668</u>	<u>906,702</u>	<u>62,132,244</u>
Total capital assets	<u>62,870,056</u>	<u>3,344,722</u>	<u>210,668</u>	<u>(29,869)</u>	<u>65,974,241</u>
Accumulated depreciation:					
Buildings	4,803,722	299,830	-	-	5,103,552
Machinery and equipment	2,086,549	157,921	210,668	(29,869)	2,003,933
Infrastructure	16,516,750	1,305,298	-	-	17,822,048
Total accumulated depreciation	<u>23,407,021</u>	<u>1,763,049</u>	<u>210,668</u>	<u>(29,869)</u>	<u>24,929,533</u>
Business-type activities capital assets, net	<u>\$ 39,463,035</u>	<u>\$ 1,581,673</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 41,044,708</u>

The following table provides a summary of the County's investment in capital assets less any related debt:

<u>Invested in Capital Assets</u>	Governmental Activities	Business-type Activities	Total
Capital assets, nondepreciable	\$ 58,833,117	\$ 3,841,997	\$ 62,675,114
Capital assets, net	184,697,306	37,202,711	221,900,017
Bonds payable	(7,197,771)	(6,889,799)	(14,087,570)
Capital leases payable	(4,461,712)	-	(4,461,712)
Notes payable	-	(929,349)	(929,349)
Certificates of participation	(2,777,000)	-	(2,777,000)
Unspent bond proceeds	-	2	2
	<u>\$ 229,093,940</u>	<u>\$ 33,225,562</u>	<u>\$ 262,319,502</u>

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-D. Capital Assets (Continued)

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

Governmental activities:	
General government	\$ 1,064,156
Judicial	13,838
Public safety	1,781,038
Public works	6,851,917
Health and welfare	241,602
Culture and recreation	525,255
Total depreciation expense - governmental activities	\$ 10,477,806
Business-type activities:	
Water	\$ 1,481,785
Forum	256,332
Recycling	24,932
Total depreciation expense - business-type activities	\$ 1,763,049

Component units:	Balance 12/31/11	Additions	Deductions	Transfers	Balance 12/31/12
Capital assets not being depreciated:					
Land	\$ 4,710,026	\$ -	\$ -	\$ -	\$ 4,710,026
Construction in progress	-	-	-	-	-
Total capital assets not being depreciated	4,710,026	-	-	-	4,710,026
Other capital assets:					
Buildings	1,964,430	-	-	-	1,964,430
Machinery and equipment	1,850,008	71,664	19,993	-	1,901,679
Infrastructure	8,499,906	609,789	-	-	9,109,695
Total other capital assets	12,314,344	681,453	19,993	-	12,975,804
Total capital assets	17,024,370	681,453	19,993	-	17,685,830
Accumulated depreciation:					
Buildings	869,324	89,170	-	-	958,494
Machinery and equipment	1,518,631	99,837	19,993	-	1,598,475
Infrastructure	1,846,126	600,823	-	-	2,446,949
Total accumulated depreciation	4,234,081	789,830	19,993	-	5,003,918
Component units capital assets, net	\$ 12,790,289	\$ (108,377)	\$ -	\$ -	\$ 12,681,912

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-E. Interfund Balances and Transfers

Interfund balances at December 31, 2012, consisted of the following amounts and represent charges for services or reimbursable expenditures. These remaining balances resulted from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting period, and (3) payments between funds are made. The County expects to repay all interfund balances within one year.

	Payable from:							Total
	General Fund	General Capital Projects Fund	SPLOST 2009 Fund	Water System Fund	Forum Fund	Non-major Govt. Fund	Non-major Enterprise Fund	
Payable to:								
General Fund	\$ -	\$ 817,576	\$ 1,346,745	\$ 7,732	\$ 151	\$ 33,939	\$ 6,882	\$ 2,213,025
Non-major								
Gov. Funds	40,931	-	-	-	-	24,056	-	64,987
Internal Service Funds	104	-	-	3,067	-	-	-	3,171
Total	\$ 41,035	\$ 817,576	\$ 1,346,745	\$ 10,799	\$ 151	\$ 57,995	\$ 6,882	\$ 2,281,183

Interfund transfers for the year ended December 31, 2012, consisted of the following:

Transfer to:	General Fund	Fire Fund	Water Fund	Non-major Governmental Funds	Total
	General Fund	\$ -	\$ -	\$ 930,000	\$ 365,004
2006 SPLOST Fund	-	-	-	-	-
General Capital Projects Fund	1,159,891	-	-	500,166	1,660,057
Non-major governmental funds	1,501,147	-	-	91,860	1,593,007
Water Fund	-	125,000	-	-	125,000
Forum Fund	487,500	-	-	-	487,500
Internal Service Funds	598,178	-	-	-	598,178
Total	\$ 3,746,716	\$ 125,000	\$ 930,000	\$ 957,030	\$ 5,758,746

Transfers are used to report revenues from the fund that statute or budget requires to collect them, to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to segregate money for anticipated capital projects; to provide additional resources for current operations or debt service; and to return money to the fund from which it was originally provided once a project is completed.

All County transfers either occur on a regular basis or are consistent with the purpose of the fund making the transfer.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-F. Capital Leases

During the 2008 fiscal year, the County entered into a capital lease agreement with the Rome-Floyd Development Authority (RFDA) for the financing of the construction of the Forum Parking Deck in the amount of \$3,940,000 for 25 years at 4.5% to 5%. This debt is paid by the Debt Service Fund. The County also has entered into a capital lease agreement with the RFDA for the financing of the construction of the Georgia Northwestern Technical College Avionics building in the amount of \$1,280,000 for 12 years at 3.84%. This debt is paid by the Debt Service Fund. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

The following is an analysis of leased assets under capital leases as of December 31, 2012:

Buildings	<u><u>\$ 5,859,169</u></u>
-----------	----------------------------

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2012, were as follows:

Year Ending 31-Dec	Governmental Activities
2013	\$ 410,089
2014	410,502
2015	410,825
2016	410,899
2017	412,211
2018-2022	1,650,754
2023-2027	1,386,319
2028-2032	1,386,813
2033	276,750
Total minimum lease payments	<u>6,755,162</u>
Less: Amount representing interest	<u>2,293,450</u>
Present value of minimum lease payments	<u><u>\$ 4,461,712</u></u>

The remainder of this page is intentionally left blank.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-G. Compensated Absences

Employees earn annual leave at the rate of 6 days per year for the first year of service up to a maximum of 16 days per year after fifteen years of service. There is no requirement that annual leave be taken annually, but the maximum permissible accumulation is 60 days. At termination, employees are paid for any accumulated annual leave. Employees earn sick leave at the rate of 12 days per year. There is no maximum accumulation. At termination, employees with ten or more years of service and employed prior to January 1, 1983, are paid for all sick leave accumulated at January 1, 1983, or the amount at termination, whichever is less. Persons employed after January 1, 1983, and before April 18, 1988, with 10 or more years of service shall be paid a maximum of 90 days of unused leave at termination, with the balance credited as service for the purpose of computing retirement. Persons employed after April 17, 1988 are not entitled to any payment for accrued but unused sick leave at termination; however, the sick leave is credited as service for those employees for the purpose of calculating retirement.

3-H. Long-term Debt

Primary Government Bonds - The following is a summary of the outstanding long-term bond issues at December 31, 2012:

Year Issued	Purpose	Interest Rate (%)	Interest Dates	Issue Date	Maturity Date	Original Authorized and Issued	Retired	Outstanding 12/31/2012
2010	General obligation sales tax bonds	2.00-5.00	04/01, 10/01	03/10/10	04/01/13	\$ 20,000,000	\$ 12,945,000	\$ 7,055,000
2010	Water refunding issue	2.00-5.65	05/01, 11/01	06/23/10	11/1/29	\$ 6,785,000	\$ 765,000	\$ 6,020,000
2003	Water refunding issue	2.00-4.00	05/01, 11/01	08/01/03	11/01/13	\$ 8,540,000	\$ 7,585,000	\$ 955,000

On August 1, 2003, the County's Water System issued water revenue bonds of \$8,540,000 with interest rates from 2.00% to 4.00% to advance refund certain outstanding revenue bonds and other obligations of the Water System. The net proceeds from the issuance of the water revenue bonds were used to purchase general obligations of the United States of America and those securities were deposited into an irrevocable trust with an escrow agent to provide debt service payments of the prior bonds when due or called. The 1993 Revenue Bonds were called for redemption on November 1, 2003.

On June 23, 2010, the County's Water System issued water revenue bonds totaling \$6,785,000 with interest rates ranging from 2.00% to 5.65% to repay the County's outstanding 1999 Water Revenue Bonds and to finance certain additions, extensions and improvements to the water system of the County of \$1,795,000 and \$4,990,000, respectively. The refunding reduced the total debt service payments by \$533,984 over the next 6 years and resulted in an economic gain of \$500,309. The 1999 Revenue Bonds were called for redemption on June 24, 2010.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-H. Long-term Debt (Continued)

On March 13, 2010, the County issued General Obligation Special Purpose Local Option Sales Tax bonds totaling \$20,000,000 with interest rates ranging from 2.00% to 5.00% to finance capital improvements as authorized by the 2009 SPLOST.

Note Payable - In 2006 and 2007, the County incurred debt totaling \$1,339,704 through the Georgia Environmental Finance Authority (GEFA) for construction of various water system projects. The interest rate is 4.2% per annum, and repayment of principal and interest of \$10,044 is due monthly.

Annual debt service requirements to amortize all obligations outstanding, as of December 31, 2012 follow:

Year	Governmental Activities			Governmental Activities		
	G.O. Sales Tax Bonds			Certificates of Participation		
	Principal	Interest	Total	Principal	Interest	Total
2013	\$ 7,055,000	\$ 176,375	\$ 7,231,375	\$ -	\$ 131,908	\$ 131,908
2014	-	-	-	-	131,908	131,908
2015	-	-	-	-	131,908	131,908
2016	-	-	-	-	131,908	131,908
2017	-	-	-	-	131,908	131,908
2018-2022	-	-	-	-	659,540	659,540
2023-2027	-	-	-	-	659,540	659,540
2028	-	-	-	2,777,000	65,954	2,842,954
Total	\$ 7,055,000	\$ 176,375	\$ 7,231,375	\$ 2,777,000	\$ 2,044,574	\$ 4,821,574

Year	Business-Type Activities			Business-Type Activities		
	Revenue Bonds			Notes Payable		
	Principal	Interest	Total	Principal	Interest	Total
2013	\$ 1,180,000	\$ 300,420	\$ 1,480,420	\$ 83,088	\$ 37,445	\$ 120,533
2014	340,000	257,720	597,720	86,646	33,887	120,533
2015	230,000	250,920	480,920	90,356	30,177	120,533
2016	235,000	245,745	480,745	94,225	26,308	120,533
2017	330,000	238,695	568,695	98,259	22,274	120,533
2018-2022	1,770,000	998,693	2,768,693	476,775	45,533	522,308
2023-2027	2,005,000	572,555	2,577,555	-	-	-
2028-2029	885,000	75,428	960,428	-	-	-
Total	\$ 6,975,000	\$ 2,940,176	\$ 9,915,176	\$ 929,349	\$ 195,624	\$ 1,124,973

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-H. Long-term Debt (Continued)

Certificates of Participation - In June 1998, the County entered into a lease pool agreement with the Georgia Municipal Association (the "Association"). The funding of the lease pool was provided by the issuance of \$150,126,000 Certificates of Participation by the Association. The Association passed the net proceeds through to the participating municipalities with the County's participation totaling \$2,777,000. The lease pool agreement with the Association provides that the County owns their portion of the assets invested by the pool and is responsible for the payment of their portion of the principal and interest of the Certificates of Participation. The principal is due in a lump sum payment on June 1, 2028. Interest is payable at a rate of 4.75% each year. The County draws from the investment to lease equipment from the Association. The lease pool agreement requires the County to make lease payments back into its investment account to fund the principal and interest requirements of the 1998 GMA Certificates of Participation.

As part of the issuance of the certificates of participation, the County entered into an interest rate swap agreement. Under the Swap Agreement, the County is required to pay (i) a semiannual (and beginning July 1, 2003, a monthly) floating rate of interest based on the Securities Industry and Financial Markets Association (SIFMA) Municipal Swap Index (plus a 31 basis points spread) to, or on behalf of, the Swap Counterparty (the "Swap Payment"); and the Swap Counterparty will pay to, or on behalf of, the County a semi-annual payment based on a rate equal to the fixed rate on the certificates of participation (4.75%) times a notional amount specified in the Swap Agreement, but generally equal to the outstanding unpaid principal portion of such Contract, less the amount originally deposited in the Reserve Fund relating to the Contract, and (ii) a one-time Swap Premium to be paid on the effective date of the Swap Agreement. The semiannual payments from the Swap Counterparty with respect to the County are structured, and expected, to be sufficient to make all interest payments due under the Contract, and related distributions of interest on the Certificates. Monthly interest payments between the County, the holders of the Certificates of Participation, and the Swap Counterparty can be made in net settlement form as part of this agreement. Under the Swap Agreement, the County's obligation to pay floating payments to the Swap Counterparty in any calendar year may not exceed an amount equal to the SIFMA Municipal Swap Index plus 5% to be determined on the first business day of December in the preceding year. This agreement matures on June 1, 2028, at the same time of the certificates of participation. This derivative qualifies as a fair market hedge.

In the unlikely event that the Swap Counterparty becomes insolvent, or fails to make payments as specified in the Swap Agreement, the County would be exposed to credit risk in the amount of the Swap's fair value. To minimize this risk, the County executed this agreement with counterparties of appropriate credit strength, with the counterparty being rated Aa3 by Moody's. At December 31, 2012, the floating rate being paid by the County is 0.449% and the market value of this agreement is \$947,051, an increase of \$4,948 from the market value at the end of the previous fiscal year. The market value of the hedge was determined using settlement prices at the end of the day on December 31, 2012, based on the derivative contract. This market value is reported with other assets in the statement of net position. As this derivative is an effective hedge, qualifying for hedge accounting, the inflow from the hedge (any change in fair value from inception until fiscal year end) is deferred and reported as a deferred inflow of resources in the statement of net position.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-H. Long-term Debt (Continued)

	Outstanding 12/31/11	Additions	Deductions	Outstanding 12/31/2012	Amounts Due in One Year
Governmental Activities:					
General Obligation Sales					
Tax Bond	\$ 13,715,000	\$ -	\$ 6,660,000	\$ 7,055,000	\$ 7,055,000
Premium	548,821	-	406,050	142,771	-
Certificates of participation	2,777,000	-	-	2,777,000	-
Capital Leases	4,661,481	-	199,769	4,461,712	103,678
OPEB Obligation	1,454,652	574,994	80,462	1,949,184	-
Net Pension Obligation	219,310	2,572,454	2,691,825	99,939	-
Claims Payable	1,018,297	5,844,214	5,274,881	1,587,630	1,587,630
Compensated Absences	2,804,206	1,303,072	1,296,409	2,810,869	1,261,872
Total Governmental Activities	\$ 27,198,767	\$ 10,294,734	\$ 16,609,396	\$ 20,884,105	\$ 10,008,180
Business-Type Activities:					
Water Revenue Bonds	\$ 8,110,000	\$ -	\$ 1,135,000	\$ 6,975,000	\$ 1,180,000
Notes Payable	1,009,025	-	79,676	929,349	83,088
Compensated Absences	192,117	98,762	82,541	208,338	85,793
Total Business-Type Activities	\$ 9,311,142	\$ 98,762	\$ 1,297,217	\$ 8,112,687	\$ 1,348,881
Component Units:					
Health Department:					
Compensated Absences	\$ 491,560	\$ 90,041	\$ 75,812	\$ 505,789	\$ 50,579
Development Authority:					
Revenue Bonds	3,765,000	-	172,500	3,592,500	175,000
Premium	68,532	-	7,644	60,888	-
Airport Authority:					
Compensated Absences	32,259	7,718	5,193	34,784	5,507
Recreation Authority:					
Compensated Absences	140,849	97,238	88,895	149,192	55,503
Total Component Units	\$ 4,498,200	\$ 194,997	\$ 350,044	\$ 4,343,153	\$ 286,589
Business-Type Activities:					
Water revenue bonds, total				\$ 6,975,000	
Less amount due in one year				(1,180,000)	
Discounts, net of amortization				(44,639)	
Premium, net of amortization				10,306	
				\$ 5,760,667	

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-H. Long-term Debt (Continued)

All long-term obligations of the County’s governmental activities will be financed through future General Fund expendable available financial sources as they become due. Principal and interest payments related to the County’s Water Enterprise Fund revenue bonds and other long-term liabilities are financed from income derived from the operation of the Water System.

The compensated absences liability, net pension obligation, and net OPEB obligation will be paid from the fund from which the employees' salaries are paid. The significant funds are the General Fund and Water Fund.

Revenue Bonds - Component Unit – On June 3, 2010, the Development Authority of Floyd County and the Rome-Floyd County Development Authority issued Taxable Revenue Bonds, Series 2010 and Tax Exempt Revenue Bonds, Series 2010 in the amounts of \$3,245,000 and \$4,620,000, respectively, for the purposes of repaying the Taxable Revenue Bonds, Series 2004 and acquiring land for economic development. The total principal amount of \$7,865,000 is due in annual payments on June 1 beginning in 2011 and maturing on June 1, 2025. Interest is due and payable semiannually on June 1 and December 1. According to the intergovernmental agreement between the Authorities, each is responsible for an equal share of the revenue bonds.

Annual debt service requirements to maturity on the Development Authority’s revenue bonds are as follows:

Year	Principal	Interest	Total
2013	\$ 175,000	\$ 143,423	\$ 318,423
2014	177,500	139,898	317,398
2015	182,500	136,069	318,569
2016	262,500	130,407	392,907
2017	270,000	122,748	392,748
2018-2022	1,502,500	423,764	1,926,264
2023-2025	1,022,500	73,793	1,096,293
Total	<u>\$ 3,592,500</u>	<u>\$ 1,170,100</u>	<u>\$ 4,762,600</u>

3-I. Pensions

The County participates in the Association of County Commissioners of Georgia Pension Plan (ACCG Plan), an agent multiple-employer defined benefit pension plan, which covers all employees except those of the Rome-Floyd Parks and Recreation Authority (“Recreation Authority”), a component unit of the County. This plan, through execution of an adoption agreement is affiliated with the ACCG. The Floyd County Board of Commissioners has authorized the use of this plan for their employees. The ACCG, in its role as the Plan Sponsor, has the sole authority to amend the provisions of the ACCG plan, as provided in Section 19.03 of the ACCG plan document. The County has the authority to amend the adoption agreement, which defines the specific benefit provisions of the Plan, as provided in Section 19.02 of the ACCG plan document.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Pensions (Continued)

ACCG Plan

All full-time eligible employees participate in the ACCG Plan (“Plan”). Full-time employees with a date of hire prior to April 30, 2009, become participants on the January 1 following three (3) years of service (Group A). Group A is vested after five (5) years of service. Full-time employees with a date of hire on or after April 30, 2009, become participants on the January 1 following seven (7) years of service (Group B). Group B is vested after ten (10) years of service. Participants become eligible to retire at age 65 with three years of participation in the Plan. Upon eligibility to retire, participants are entitled to 1.00% of average annual compensation up to \$6,600 plus 2.00% of average annual compensation in excess of \$6,600 plus \$36 plus (for each year of credited service prior to January 1, 1989) 1.35% of average annual compensation up to \$10,000 plus 2.00% of average annual compensation in excess of \$10,000 plus \$36 (for each year of credited service beginning on or after January 1, 1989) all payable as a life annuity.

Compensation is averaged over a five-year period prior to retirement or termination. The Plan also provides benefits in the event of death or disability. These benefit provisions were established by an adoption agreement executed by the County Board of Commissioners.

A copy of the Plan’s financial report may be obtained from:

Government Employee Benefits Corporation of Georgia
400 Galleria Parkway, Suite 1250
Atlanta, Georgia 30339

County employees are not required to contribute to the Plan. The County contributes the entire cost of the Plan using the actuarial basis described in the annual valuation report.

The actuarial accrued liability (projected to January 1, 2012) was computed as part of an actuarial valuation as of January 1, 2012. Significant actuarial assumptions used in the valuation include (a) an assumed rate of return on assets of 7.75% per year compounded annually, (b) projected salary increases of 5.0%-7.5% (based on age) per year compounded annually and (c) no post-retirement benefit increase (lump sum post-retirement death benefits) or cost of living adjustments. Actuarial assumptions also include an expected inflation rate of 3% per year compounded annually included in the rates above.

ACCG Plan funding policy provides for contributions under the “Projected Unit Credit” actuarial cost method. The actuarial asset valuation was determined using the market value of investments. The unfunded actuarial accrued liability is being amortized as a level percent of pay on a closed basis. The remaining amortization period at January 1, 2012 was 14 years.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Pensions (Continued)

Contributions totaling \$2,691,825 were paid in accordance with actuarially determined contribution requirements determined by an actuarial valuation performed as of January 1, 2012 for the 2012 Plan Year. The contributions represented 14.5% of the covered payroll for 2012. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of January 1, 2012.

The County's actuarially required contribution, pension cost, and increase in net pension obligation for the year ended December 31, 2012, were computed as follows:

Actuarially required contribution	\$ (2,573,644)
Interest	(16,996)
Adjustment to actuarially required contribution	18,186
Annual pension cost	<u>(2,572,454)</u>
Actual contributions made	<u>2,691,825</u>
Increase in net pension obligation	119,371
Net pension asset (obligation), December 31, 2011	<u>(219,310)</u>
Net pension asset (obligation), December 31, 2012	<u><u>\$ (99,939)</u></u>

Fiscal Year Ended December 31,	Annual Pension Cost (APC)	Actual Pension Contribution	Percentage of APC Contributed	Net Pension Asset (Obligation)
2010	\$ 2,414,435	\$ 2,416,023	100.1 %	\$ (95,595)
2011	2,672,820	2,549,105	95.4	(219,310)
2012	2,572,454	2,691,825	104.6	(99,939)

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of January 1, 2012 and on the pattern of sharing costs between the employer and plan members to that point.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Pensions (Continued)

Schedule of Funding Progress

	(1)	(2)	(3)	(4)	(5)	(6)
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Funded Ratio (1)/(2)	Unfunded AAL/(UAAL) (2)-(1)	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll
1/1/2012	\$ 38,582,634	\$ 48,380,598	79.7%	\$ 9,797,964	\$ 17,775,965	55.1%

GMEBS Plan

The Rome-Floyd County Parks and Recreation Authority (the “Parks and Recreation Authority”), as authorized by its Board of Directors, has established a defined benefit pension plan (The Rome-Floyd County Recreation Authority Retirement Plan). All Recreation Authority employees are eligible to participate in the plan, which is affiliated with the Georgia Municipal Employee Benefit Systems (GMEBS), an agent multiple-employer pension plan administered by the Georgia Municipal Association. Contributions made by the Parks and Recreation Authority are commingled with contributions made by other members of GMEBS for investment purposes. The Parks and Recreation Authority does not own any securities on its own. Investment income from the securities is allocated on a pro rata basis. The Georgia Municipal Association issues a publicly available financial report that includes financial statements and required supplementary information for GMEBS. That report may be obtained by writing to Georgia Municipal Association, Risk Management and Employee Benefit Services, 201 Pryor Street, NW, Atlanta, Georgia 30303 or by calling (404) 688-0472.

As provided by state law, benefit provisions for participants in GMEBS are established by respective employers. As authorized by the Board of Directors, the plan provides pension benefits and death and disability benefits for plan members and beneficiaries. All full-time employees are eligible to participate after one year of service. Benefits are fully vested after ten years of service. Participants become eligible for normal retirement at age 65 with five years of participation in the plan. Early retirement is attainable at age 55 with ten years participation. Benefits are calculated by multiplying 1.25% times the amount of the employee’s final average (last five years) earnings up to the social security index breakpoint (\$22,716 in 1994) and 2% times earnings, which exceed this breakpoint, times years, and months of credited service.

At July 1, 2012, the date of the most recent actuarial valuation, there were 64 participants consisting of the following:

Retirees and beneficiaries currently receiving benefits	14
Terminated vested participants not yet receiving benefits	12
Active employees	38
	<u>64</u>

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Pensions (Continued)

GMEBS Plan (Continued)

The Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law. The Board of Trustees of GMEBS has adopted a recommended actuarial funding policy for the plan which meets state minimum requirements and will accumulate sufficient funds to provide the benefits under the plan. The funding policy for the plan is to contribute an amount equal to or greater than the recommended contribution described below. For 2012, the actuarially determined contribution rate was 5.57% of covered payroll.

For 2012, the Parks and Recreation Authority's recommended contribution and annual pension cost was \$78,527. Actual contributions totaled \$78,527. The recommended contribution was determined as part of the July 1, 2011 actuarial valuation using the projected unit credit actuarial cost method. Actuarial assumptions include a 7.75% rate of return on investments, projected salary increases of 3.5%, and an inflation rate assumption of 3.5%. The amortization of the unfunded actuarial accrued liability is level dollar over 30 years for the initial unfunded accrued liability, 15 years for actuarial gains and losses, 20 years for plan provisions and 30 years for actuarial assumptions and cost methods. These amortization periods are closed for this plan year. The actuarial value of the plan assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over the Plan's life to date. The Recreation Authority's employees do not contribute to the Plan.

The following is a schedule of funding progress:

Schedule of Funding Progress						
	(1)	(2)	(3)	(4)	(5)	(6)
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Funded Ratio (1)/(2)	Over-Funded (1)-(2)	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll
7/1/2012	\$ 3,457,195	\$ 2,460,190	140.53%	\$ 997,005	\$ 1,396,152	0.0%

The required schedule of funding progress immediately following the notes to the financial statements presents multi-year trend information about whether the actuarial value of the plan net assets is increasing or decreasing over time relative to the actuarial accrued liability.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Pensions (Continued)

GMEBS Plan (Continued)

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of July 1, 2012.

Year Ended December 31,	Annual Required Contribution	Percentage Contributed	Annual Pension Cost	Percentage Contributed
2010	\$ 81,194	100%	\$ 81,194	100%
2011	99,794	100%	99,794	100%
2012	78,527	100%	78,527	100%

Note 4 - Other Notes

4-A. Risk Management

The County maintains third party coverage for claims arising from property and casualty claims, general liability claims and medical claims. Settlements have not exceeded coverage for each of the past three fiscal years.

The County participates in the Georgia Interlocal Risk Management Agency Property and Liability Insurance Fund and the Association of County Commissioners of Georgia Group Self-Insurance.

The Workers' Compensation Fund is a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

As part of this risk pool, the County is obligated to pay all contributions and assessments as prescribed by the pool, to cooperate with the pool's agents and attorneys, to follow loss reduction procedures established by the fund, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claim of loss. The County is also to allow the pool's agents and attorneys to represent the County in investigation, settlement discussions and all levels of litigation arising out of any claim made against the County within the scope of loss protection furnished by the funds.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 4 - Other Notes (Continued)

4-A. Risk Management (Continued)

The fund is to defend and protect the members of the funds against liability or loss as prescribed in the member government contract and in accordance with the workers' compensation law of Georgia. The fund is to pay all costs taxed against members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation, or defense.

The County maintains a Workers' Compensation Self-Insurance Fund, which is an internal service fund, to account for resources used in payment of workers' compensation claims. The County has entered into a contract with a third party to administer the Workers' Compensation Program. The County maintains third party insurance coverage from a private insurance carrier for claims that exceed \$250,000 per occurrence or a \$1,000,000 aggregate, stop loss limit. The County is a member of the State of Georgia Subsequent Injury Trust Fund, which provides reimbursement to individual participants, should a claim be filed by an employee who has suffered previous injury before employment with the County. During 2012, the County was reimbursed from the Subsequent Injury Trust Fund for claims above the stop loss limit. The County accrued a liability for workers' compensation claims that were incurred prior to year-end but were not paid until the following fiscal year. For purposes of estimating the unpaid claims liability as of December 31, 2012, the County's third party administrator computed the reserve liability based on the estimated cost of each outstanding claim from claims experience of similar claims. Changes in balance in claims liabilities can be summarized as follows:

Date	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	End of Fiscal Year Liability
2010	\$ 709,868	\$ 1,020,864	\$ (797,661)	\$ 933,071
2011	933,071	(14,290)	(284,871)	633,910
2012	633,910	(687,429)	1,111,169	1,057,650

4-B. Contingent Liabilities

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could result in a request for reimbursement to the grantor agency for costs disallowed under terms of the grant. Based on prior experience, the County believes such disallowance, if any, will be immaterial.

The County is involved in a number of legal matters at December 31, 2012. In the opinion of County management, the outcome of these contingencies will not have a material effect on the financial position of the County.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 4 - Other Notes (Continued)

4-B. Contingent Liabilities (Continued)

In June 2002, the Floyd County Hospital Authority issued \$35 million in bonded debt. The County has pledged limited taxing ability up to 7 mills, should the Hospital Authority be unable to service the debt. However, the Hospital Authority has complete responsibility for retiring the debt. Consequently, the County has not reported this debt in its financial statements due to the contingent nature of its responsibility.

In June 2003, the Floyd County Hospital Authority issued \$40 million in bonded debt. The County has pledged limited taxing ability up to 7 mills, should the Hospital Authority be unable to service the debt. However, the Hospital Authority has complete responsibility for retiring the debt. Consequently, the County has not reported this debt in its financial statements due to the contingent nature of its responsibility.

In June 2009, the Floyd County Hospital Authority issued \$40 million in bonded debt. The County has pledged limited taxing ability up to 7 mills, should the Hospital Authority be unable to service the debt. However, the Hospital Authority has complete responsibility for retiring the debt. Consequently, the County has not reported this debt in its financial statements due to the contingent nature of its responsibility.

In June 2012, the Floyd County Hospital Authority issued \$51.885 million in bonded debt. The County has pledged limited taxing ability up to 7 mills, should the Hospital Authority be unable to service the debt. However, the Hospital Authority has complete responsibility for retiring the debt. Consequently, the County has not reported this debt in its financial statements due to the contingent nature of its responsibility.

4-C. Jointly Governed Organizations

Together with the City of Rome and Floyd County, the State of Georgia has established the Sara Hightower Regional Library Board of Trustees to operate a jointly governed library system. The City and County have each appointed two representatives to the twelve-member Library Board of Trustees, and as such do not exercise any direct control over the operations or the financial management of the Library. The remainder of the Trustees is appointed in accordance with State guidelines. The State provides general oversight responsibility through its Department of Education.

Under Georgia law, the Library Board of Trustees has the authority to designate the management of the Library, to access unreserved fund balances, to control Library fiscal matters and budgets, and the ability to significantly influence operations. These duties and responsibilities along with other management functions are expressly reserved to the Board of Trustees of the Library. Based on the criteria noted, the Sara Hightower Regional Library is an independent reporting entity.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 4 - Other Notes (Continued)

4-C. Jointly Governed Organizations (Continued)

Floyd County, Georgia and Gordon County, Georgia established a Joint Development Authority for the development and management of a sixty-four acre industrial park centrally located between each county. The six person governing board of the Joint Development Authority is composed of three representatives from each county government. Neither county exercises direct control over the Joint Development Authority, as would be exhibited by a voting majority on the Board. Additionally, the Joint Development Authority operates without the imposition of either county's will on its operations. Due to the criteria noted above, the Gordon/Floyd County Development Authority is an independent reporting entity.

Floyd County, Georgia and the City of Rome, Georgia have formed a joint commission to provide landfill facilities for citizens of Rome and Floyd County. The joint commission which governs the actions of the solid waste facility is comprised of two members appointed by the Floyd County Commission and two members appointed by the Rome Commission. Additionally, the city manager and the county manager will serve on the Joint Commission as non-voting members.

Floyd County, Georgia and the City of Rome, Georgia have responsibility for ensuring the financial viability of the solid waste facility should the obligations of the facility not be met internally. However, the facility should accumulate sufficient financial resources from services provided by the facility to function without placing a significant financial burden on either of the parties participating in the joint commission. The Solid Waste Commission reported net position of \$2,861,826 for the year ended December 31, 2012.

A complete copy of these statements can be obtained from the City of Rome Finance Department.

4-D. Joint Ventures

Under Georgia law, the County, in conjunction with other cities and counties in the Northwest area, is a member of the Northwest Georgia Regional Commission (NWGRC). Membership in NWGRC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of the NWGRC. Membership in the NWGRC includes the chief elected official of each county and municipality of the area. OCGA Section 50-8-39.1 provides that the member governments are liable for obligations of the NWGRC. During the year, the County paid \$58,613 in dues to the NWGRC. The financial requirements of the County related to the NWGRC are limited to the amount of its annual dues. Separate financial statements may be obtained from the NWGRC, Jackson Hill, Rome, GA 30161.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 4 - Other Notes (Continued)

4-E. Other Post-Employment Benefits

In addition to providing pension benefits, the County provides certain health care benefits for retired employees between the ages of 60 and 65 through a single-employer, defined benefit plan. Substantially all of the County's employees may become eligible for those benefits if they reach early retirement age while working for the County with a minimum of ten years of service. The County contributes approximately 70% of the cost of these benefits while the retiree contributes approximately 30%. The provision of these benefits, along with the County's obligation to contribute, is established under the authority of the Board of Commissioners through passage of a local ordinance. At December 31, 2012, there were 27 retirees eligible for the benefits. The County recognizes the pay as you go cost of retiree health care benefits as an expense as claims are incurred. For 2012, those total \$80,462.

Membership

The following schedule (derived from the most recent actuarial valuation report) reflects membership for the OPEB Health Care Plan as of January 1, 2012.

Active members	640
Retired members	<u>27</u>
Total	<u><u>667</u></u>

Contributions

The County contributed \$80,462 to the OPEB Health Care Plan in fiscal year 2012. The annual required contribution amount is determined using actuarial methods and assumptions approved by the Commission. The Commission establishes and may amend the funding policy for the OPEB Health Care Plan. The Plan does not issue a separate financial report.

FY12 Schedule of Employer Cost and Contributions:	
Annual Required Contribution	\$ 572,394
Interest on OPEB Obligation	58,186
Adjustment to the ARC	<u>(55,586)</u>
Annual OPEB Cost	574,994
Actual Contribution	<u>(80,462)</u>
Increase in net OPEB obligation	494,532
Net OPEB obligation, December 31, 2011	<u>1,454,652</u>
Net OPEB obligation, December 31, 2012	<u><u>\$ 1,949,184</u></u>

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 4 - Other Notes (Continued)

4-E. Other Post-Employment Benefits (Continued)

Fiscal Year Ended December 31,	Annual OPEB Cost	Actual OPEB Contribution	Percentage of OPEB Cost Contributed	Net OPEB Obligation
2010	\$ 478,169	\$ 111,320	21.98%	\$ 1,187,868
2011	494,638	227,854	46.06%	1,454,652
2012	574,994	80,462	13.99%	1,949,184

OPEB Health Care Plan

As of the most recent valuation date, January 1, 2012, the funded status of the OPEB Health Care Plan was as follows:

Actuarial Value of Asset	\$ -
Actuarial Accrued Liability (AAL)	5,151,752
Unfunded Actuarial Accrued Liability (UAAL)	5,151,752
Funded Ratio	0.00%
Covered Payroll	22,028,005
Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll	23.39%

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continued revision as results are compared to past expectations and new estimates are made about the future. The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 4 - Other Notes (Continued)

4-E. Other Post-Employment Benefits (Continued)

Actuarial calculations reflect a long-term perspective. Calculations are based on the plan in effect at January 1, 2012. The assumptions used in the January 1, 2012 actuarial valuation are as follows:

Cost Method	Projected Unit Credit
Amortization Method	Level Percentage of Pay, Open
Remaining Amortization Period	30 Years
Asset Valuation Method	Market Value of Assets
Investment Rate of Return (Includes inflation at 3.00%)	4.00%
Medical Cost Trend Rates	
Pre Medicare	9.50% - 5.00%
Post Medicare	7.00% - 5.00%
Year of Ultimate Trend Rate	2018

4-F. Hotel/Motel Lodging Tax

The County imposes a 6% hotel/motel lodging tax for the purpose of promoting tourism as authorized in Georgia Law (O.C.G.A 48-13-51(a)(4.2)). A summary of transactions for the fiscal year ended December 31, 2012 is as follows:

Fund balance as of December 31, 2011	\$ -
Tax collections during fiscal year 2012	92,504
Disbursements during fiscal year 2012 for tourism and public affairs	<u>(92,504)</u>
Fund balance as of December 31, 2012	<u><u>\$ -</u></u>

4-G. Change in Accounting Principle

In conjunction with the implementation of Governmental Accounting Standards Board (GASB) Statement No. 65, *Items Previously Reported as Assets and Liabilities*, the County is required to change its accounting treatment of debt issuance costs. The new standard requires that debt issuance costs be recognized as an expense when incurred (at the time of issuance) rather than capitalized and recognized as an expense (amortized) in a systematic and rational manner over the duration of the related debt as was the required treatment in prior periods.

Therefore, in conjunction with the implementation of GASB Statement No. 65, restatements as shown on the following page were required to the beginning net position of the Governmental Activities, Water Fund, and Development Authority of Floyd County to properly recognize debt issuance costs as expenses which were incurred in prior periods.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

Note 4 - Other Notes (Continued)

4-G. Change in Accounting Principle (Continued)

Net position, Governmental Activities, as previously reported:	\$ 254,100,120
Change in accounting principle, implementation of Statement No. 65:	<u>(97,426)</u>
Beginning net position, Governmental Activities, restated:	<u><u>\$ 254,002,694</u></u>
Net position, Water Fund, as previously reported:	\$ 31,446,232
Change in accounting principle, implementation of Statement No. 65:	<u>(203,607)</u>
Beginning net position, Governmental Activities, restated:	<u><u>\$ 31,242,625</u></u>
Net position, Development Authority, as previously reported:	\$ 1,743,347
Change in accounting principle, implementation of Statement No. 65:	<u>(88,619)</u>
Beginning net position, Governmental Activities, restated:	<u><u>\$ 1,654,728</u></u>

REQUIRED SUPPLEMENTARY INFORMATION

Required Supplementary Information is used to present required information for the County and the County's component units.

Floyd County, Georgia

ACCG Pension Plan - Schedule of Funding Progress
OPEB Health Care Plan - Schedule of Funding Progress

Rome-Floyd Parks and Recreation Authority

GMEBS Pension Plan - Schedule of Funding Progress

FLOYD COUNTY, GEORGIA
Required Supplementary Information
 December 31, 2012

SCHEDULE OF FUNDING PROGRESS

ACCG Plan - Floyd County, Georgia

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded / (Surplus) AAL (1)-(2)	(5) Annual Covered Payroll	(6) UAAL as a Percentage of Covered Payroll
1/1/2007	\$ 29,499,964	\$ 34,645,703	85.1%	\$ 5,145,739	\$ 14,667,173	35.1%
1/1/2008	32,521,367	37,368,721	87.0%	4,847,354	15,448,605	31.4%
1/1/2009	32,441,950	40,159,293	80.8%	7,717,343	16,675,511	46.3%
1/1/2010	34,360,743	43,234,023	79.5%	8,873,280	17,449,086	50.9%
1/1/2011	36,701,315	46,723,911	78.5%	10,022,596	18,456,867	54.3%
1/1/2012	38,582,634	48,380,598	79.7%	9,797,964	17,775,965	55.1%

Note: See assumptions used for these schedules disclosed in the notes to the financial statements.

OPEB Health Care Plan - Floyd County, Georgia

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded / (Surplus) AAL (1)-(2)	(5) Annual Covered Payroll	(6) UAAL as a Percentage of Covered Payroll
1/1/2008**	\$ -	\$ 4,346,696	0.00%	\$ 4,346,696	\$ 20,446,661	21.26%
1/1/2010	-	4,016,448	0.00%	4,016,448	21,268,226	18.88%
1/1/2012	-	5,151,752	0.00%	5,151,752	22,028,005	23.39%

Note: See assumptions used for these schedules disclosed in the notes to the financial statements.

**First year of implementation, most recent actuarial valuation performed.

GMEBS Plan - Rome-Floyd Parks and Recreation Authority

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded / (Surplus) AAL (1)-(2)	(5) Annual Covered Payroll	(6) UAAL as a Percentage of Covered Payroll
11/1/2007	\$ 2,675,317	\$ 2,002,787	133.58%	\$ (672,530)	\$ 1,138,184	0.0%
11/1/2008	2,860,465	2,376,643	120.36%	(483,822)	1,075,941	0.0%
10/1/2009	2,764,964	2,419,506	114.28%	(345,458)	1,344,813	0.0%
7/1/2010	3,106,804	2,208,696	140.66%	(898,108)	1,389,405	0.0%
7/1/2011	3,285,852	2,321,073	141.57%	(964,779)	1,386,222	0.0%
7/1/2012	3,457,195	2,460,190	140.53%	(997,005)	1,396,152	0.0%

Note: See assumptions used for these schedules disclosed in the notes to the financial statements.

MAJOR GOVERNMENTAL FUNDS

2006 SPLOST Capital Projects Fund

The 2006 SPLOST Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and improvements funded by the 2006 SPLOST.

2009 SPLOST Capital Projects Fund

The 2009 SPLOST Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and improvements funded by the 2009 SPLOST.

General Capital Projects Fund

The General Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and improvements funded by County operations.

**2006 SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND**

A Major Fund

The 2006 SPLOST Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and improvements funded by the 2006 SPLOST.

FLOYD COUNTY, GEORGIA
2006 Special Purpose Local Option Sales Tax Capital Projects Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Interest earned	\$ 1,000	\$ 3,250	\$ 4,309	\$ 1,059
TOTAL REVENUES	<u>1,000</u>	<u>3,250</u>	<u>4,309</u>	<u>1,059</u>
EXPENDITURES				
Capital outlay:				
General government	5,000	4,900	-	4,900
Public works	4,000,000	3,005,000	2,522,677	482,323
Intergovernmental	<u>680,000</u>	<u>760,100</u>	<u>476,681</u>	<u>283,419</u>
TOTAL EXPENDITURES	<u>4,685,000</u>	<u>3,770,000</u>	<u>2,999,358</u>	<u>770,642</u>
NET CHANGE IN FUND BALANCES	<u>(4,684,000)</u>	<u>(3,766,750)</u>	<u>(2,995,049)</u>	<u>771,701</u>
FUND BALANCES - BEGINNING OF YEAR	<u>4,484,858</u>	<u>4,484,858</u>	<u>4,484,858</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ (199,142)</u>	<u>\$ 718,108</u>	<u>\$ 1,489,809</u>	<u>\$ 771,701</u>

**2009 SPECIAL PURPOSE LOCAL OPTION SALES TAX
CAPITAL PROJECTS FUND**

A Major Fund

The 2009 SPLOST Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and improvements funded by the 2009 SPLOST.

FLOYD COUNTY, GEORGIA
2009 Special Purpose Local Option Sales Tax Capital Projects Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Taxes	\$ 14,400,000	\$ 14,400,000	\$ 14,928,279	\$ 528,279
Intergovernmental	-	1,943,320	1,943,266	(54)
Interest earned	40,000	40,000	50,736	10,736
TOTAL REVENUES	<u>14,440,000</u>	<u>16,383,320</u>	<u>16,922,281</u>	<u>538,961</u>
EXPENDITURES				
Capital outlay:				
General government	5,000	5,000	1,771	3,229
Public safety	20,000,000	20,000,000	13,004,086	6,995,914
Debt service:				
Principal	6,285,000	6,660,000	6,660,000	-
Interest	807,625	502,625	501,625	1,000
Intergovernmental	<u>7,750,000</u>	<u>7,750,000</u>	<u>5,919,271</u>	<u>1,830,729</u>
TOTAL EXPENDITURES	<u>34,847,625</u>	<u>34,917,625</u>	<u>26,086,753</u>	<u>8,830,872</u>
NET CHANGE IN FUND BALANCES	<u>(20,407,625)</u>	<u>(18,534,305)</u>	<u>(9,164,472)</u>	<u>9,369,833</u>
FUND BALANCES - BEGINNING OF YEAR	<u>21,818,741</u>	<u>21,818,741</u>	<u>21,818,741</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,411,116</u>	<u>\$ 3,284,436</u>	<u>\$ 12,654,269</u>	<u>\$ 9,369,833</u>

**GENERAL
CAPITAL PROJECTS FUND**
A Major Fund

The General Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and improvements funded by County operations.

FLOYD COUNTY, GEORGIA
General Capital Projects Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$ 2,226,000	\$ 2,742,585	\$ 561,024	\$ (2,181,561)
Interest earned	-	-	26,969	26,969
Miscellaneous	-	-	23,346	23,346
TOTAL REVENUES	2,226,000	2,742,585	611,339	(2,131,246)
EXPENDITURES				
Capital outlay:				
General government	804,220	820,840	635,683	185,157
Judicial	33,700	52,225	31,355	20,870
Public safety	96,500	1,068,525	906,140	162,385
Public works	28,280	1,233,290	919,400	313,890
Culture and recreation	91,300	81,030	52,730	28,300
Housing and development	2,151,000	2,158,950	7,937	2,151,013
TOTAL EXPENDITURES	3,205,000	5,414,860	2,553,245	2,861,615
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(979,000)	(2,672,275)	(1,941,906)	730,369
OTHER FINANCING SOURCES				
Capital lease proceeds	57,000	429,900	-	(429,900)
Transfers in	922,000	1,805,510	1,660,057	(145,453)
TOTAL OTHER FINANCING SOURCES	979,000	2,235,410	1,660,057	(575,353)
NET CHANGE IN FUND BALANCES	-	(436,865)	(281,849)	155,016
FUND BALANCES - BEGINNING OF YEAR	1,280,436	1,280,436	1,280,436	-
FUND BALANCES - END OF YEAR	\$ 1,280,436	\$ 843,571	\$ 998,587	\$ 155,016

NON-MAJOR GOVERNMENTAL FUNDS

Funds generally used to account for tax supported activities which include the non-major special revenue funds and the capital projects funds of the County.

FLOYD COUNTY, GEORGIA

Combining Balance Sheet

Non-major Governmental Funds

December 31, 2012

	Non-major Debt Service Fund	Non-major Special Revenue Funds	Non-major Capital Projects Funds	Total Non-major Governmental Funds
ASSETS				
Cash	\$ 418,088	\$ 3,070,367	\$ 1,274,886	\$ 4,763,341
Taxes receivable (net of allowance for uncollectibles)	-	161,414	-	161,414
Accounts receivable	-	278,955	-	278,955
Due from other funds	-	64,987	-	64,987
Due from other governments	-	25,393	-	25,393
Prepaid items	-	11,251	-	11,251
TOTAL ASSETS	\$ 418,088	\$ 3,612,367	\$ 1,274,886	\$ 5,305,341
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ -	\$ 477,516	\$ -	\$ 477,516
Accrued salaries and payroll taxes	-	48,036	-	48,036
Payroll withholdings payable	-	4,010	-	4,010
Due to other governments	-	20,837	14,962	35,799
Due to other funds	-	57,995	-	57,995
TOTAL LIABILITIES	-	608,394	14,962	623,356
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenues - property taxes	-	82,056	-	82,056
TOTAL DEFERRED INFLOWS OF RESOURCES	-	82,056	-	82,056
FUND BALANCES				
Nonspendable:				
Prepaid items	-	11,251	-	11,251
Restricted:				
Debt service	418,088	-	-	418,088
Public safety activities	-	882,965	-	882,965
Law library operations	-	235,978	-	235,978
Capital construction	-	-	1,259,924	1,259,924
Committed:				
Public works	-	1,390,743	-	1,390,743
Culture and recreation	-	434,422	-	434,422
Unassigned (deficit)	-	(33,442)	-	(33,442)
TOTAL FUND BALANCES	418,088	2,921,917	1,259,924	4,599,929
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 418,088	\$ 3,612,367	\$ 1,274,886	\$ 5,305,341

FLOYD COUNTY, GEORGIA
*Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances*
Non-major Governmental Funds
For the Year Ended December 31, 2012

	Non-major Debt Service Fund	Non-major Special Revenue Funds	Non-major Capital Projects Funds	Total Non-major Governmental Funds
REVENUES				
Taxes	\$ -	\$ 1,246,338	\$ -	\$ 1,246,338
Intergovernmental	361,155	1,042,586	-	1,403,741
Charges for services	-	2,591,522	-	2,591,522
Fines and forfeitures	-	5,310	-	5,310
Interest earned	638	6,818	3,363	10,819
Miscellaneous	-	556,387	-	556,387
TOTAL REVENUES	361,793	5,448,961	3,363	5,814,117
EXPENDITURES				
Current:				
General government	2,154	21,504	-	23,658
Public safety	-	3,825,449	-	3,825,449
Public works	-	825,394	14,962	840,356
Health and welfare	-	928,100	-	928,100
Culture and recreation	-	231,862	-	231,862
Housing and development	-	249,300	-	249,300
Debt service:				
Principal	321,446	-	-	321,446
Interest	440,803	-	-	440,803
TOTAL EXPENDITURES	764,403	6,081,609	14,962	6,860,974
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(402,610)	(632,648)	(11,599)	(1,046,857)
OTHER FINANCING SOURCES (USES)				
Transfers in	639,500	953,507	-	1,593,007
Transfers out	(500,166)	(456,864)	-	(957,030)
TOTAL OTHER FINANCING SOURCES (USES)	139,334	496,643	-	635,977
NET CHANGE IN FUND BALANCES	(263,276)	(136,005)	(11,599)	(410,880)
FUND BALANCES - BEGINNING OF YEAR	681,364	3,057,922	1,271,523	5,010,809
FUND BALANCES - END OF YEAR	\$ 418,088	\$ 2,921,917	\$ 1,259,924	\$ 4,599,929

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of general long-term debt principal and interest.

FLOYD COUNTY, GEORGIA
Debt Service Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Intergovernmental	\$ 349,120	\$ 349,120	\$ 361,155	\$ 12,035
Interest earned	-	-	638	638
TOTAL REVENUES	<u>349,120</u>	<u>349,120</u>	<u>361,793</u>	<u>12,673</u>
EXPENDITURES				
Current:				
General government	-	2,200	2,154	46
Total general government	-	2,200	2,154	46
Debt service:				
Principal	748,860	321,450	321,446	4
Interest	440,210	440,810	440,803	7
Total debt service	<u>1,189,070</u>	<u>762,260</u>	<u>762,249</u>	<u>11</u>
TOTAL EXPENDITURES	<u>1,189,070</u>	<u>764,460</u>	<u>764,403</u>	<u>57</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	<u>(839,950)</u>	<u>(415,340)</u>	<u>(402,610)</u>	<u>12,730</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	811,920	791,920	639,500	(152,420)
Transfers out	-	(500,200)	(500,166)	34
TOTAL OTHER FINANCING SOURCES (USES)	<u>811,920</u>	<u>291,720</u>	<u>139,334</u>	<u>(152,386)</u>
NET CHANGE IN FUND BALANCES	(28,030)	(123,620)	(263,276)	(139,656)
FUND BALANCES - BEGINNING OF YEAR	<u>681,364</u>	<u>681,364</u>	<u>681,364</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 653,334</u>	<u>\$ 557,744</u>	<u>\$ 418,088</u>	<u>\$ (139,656)</u>

NON-MAJOR SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditures for particular purposes.

The County's Non-major Special Revenue Funds are as follows:

Floyd Against Drugs Fund

Prison Inmate Benefit Fund

Jail Inmate Benefit Fund

911 Fund

Law Library Fund

Animal Control Fund

Hotel/Motel Fund

Solid Waste Fund

Emergency Management Fund

Work Release Fund

CHIP (Community Housing Improvement Program) Grant Fund

Children and Families Grant Fund

Stadium Maintenance Fund

CDBG Mercy Senior Care Fund

Work Release Inmate Benefit Fund

800 MHz Communication Fund

FLOYD COUNTY, GEORGIA
 Combining Balance Sheet
 Non-major Special Revenue Funds
 December 31, 2012

	Floyd Against Drugs	Prison Inmate Benefit	Jail Inmate Benefit	911	Law Library	Animal Control	Hotel/Motel	Solid Waste	Emergency Management	Work Release	CHIP Grant	Children and Families Grant	Stadium Maintenance	CDBG Mercy Senior Care	Work Release Inmate Benefit	800 MHz Communication	Total Non-major Special Revenue Funds
ASSETS																	
Taxes receivable (net of allowance for uncollectibles)	\$ -	\$ 72,054	\$ 72,321	\$ 513,708	\$ 237,349	\$ 32,662	\$ -	\$ 1,378,638	\$ 195	\$ 253,649	\$ -	\$ -	\$ 495,638	\$ -	\$ 14,614	\$ 89	\$ 3,070,367
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-	-	-	6,585	154,829	-	-	-	-	-	-	-	-	161,414
Due from other funds	-	-	-	216,240	-	230	-	-	62,485	-	-	-	-	-	-	-	278,955
Due from other governments	-	-	-	24,056	-	-	18,415	-	-	22,516	1,900	23,348	-	-	-	-	64,987
Prepaid items	-	-	-	4,970	-	1,955	-	-	1,459	2,867	-	-	-	-	-	-	25,393
TOTAL ASSETS	\$ -	\$ 72,054	\$ 72,321	\$ 758,974	\$ 237,349	\$ 34,992	\$ 25,000	\$ 1,533,467	\$ 64,139	\$ 279,032	\$ 1,900	\$ 23,398	\$ 495,638	\$ -	\$ 14,614	\$ 89	\$ 3,612,367
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES																	
LIABILITIES																	
Accounts payable	\$ -	\$ -	\$ -	\$ 191,498	\$ 1,371	\$ 30,253	\$ 25,000	\$ 55,984	\$ 22,235	\$ 56,102	\$ -	\$ 16,663	\$ 60,616	\$ -	\$ 13,224	\$ 4,620	\$ 477,516
Accrued salaries and payroll taxes	-	-	-	22,685	-	4,421	-	4,492	1,742	13,911	-	-	-	-	-	785	48,036
Payroll withholdings payable	-	-	-	2,067	-	317	-	28	304	1,294	-	-	-	-	-	-	4,010
Due to other governments	-	414	-	-	-	-	-	-	-	20,423	-	-	-	-	-	-	20,837
Due to other funds	-	-	-	52	-	1,656	-	214	22,922	-	1,900	6,735	-	-	24,516	-	57,995
TOTAL LIABILITIES	-	414	-	216,302	1,371	36,647	25,000	60,668	47,203	91,730	1,900	23,398	60,616	-	13,224	29,921	608,394
DEFERRED INFLOWS OF RESOURCES																	
Unavailable revenues - property taxes	-	-	-	-	-	-	-	82,056	-	-	-	-	-	-	-	-	82,056
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-	82,056	-	-	-	-	-	-	-	-	82,056
FUND BALANCES																	
Nonspendable:																	
Prepaid items	-	-	-	4,970	-	1,955	-	-	1,459	2,867	-	-	-	-	-	-	11,251
Restricted:																	
Public safety activities	-	71,640	72,321	537,702	-	-	-	-	15,477	184,435	-	-	-	-	1,390	-	889,965
Law library operations	-	-	-	-	235,978	-	-	-	-	-	-	-	-	-	-	-	235,978
Committed:																	
Public works	-	-	-	-	-	-	-	1,390,743	-	-	-	-	-	-	-	-	1,390,743
Culture and recreation	-	-	-	-	-	(3,610)	-	-	-	-	-	-	434,422	-	-	-	434,422
Unassigned	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(29,832)	-	(33,442)
TOTAL FUND BALANCES	-	71,640	72,321	542,672	235,978	(1,655)	-	1,390,743	16,936	187,302	-	-	434,422	-	1,390	(29,832)	2,921,917
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ -	\$ 72,054	\$ 72,321	\$ 758,974	\$ 237,349	\$ 34,992	\$ 25,000	\$ 1,533,467	\$ 64,139	\$ 279,032	\$ 1,900	\$ 23,398	\$ 495,638	\$ -	\$ 14,614	\$ 89	\$ 3,612,367

FLOYD COUNTY, GEORGIA
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Non-major Special Revenue Funds
 For the Year Ended December 31, 2012

	Floyd Against Drugs	Prison Inmate Benefit	Jail Inmate Benefit	911	Law Library	Animal Control	Hotel/Motel	Solid Waste	Emergency Management	Work Release	CHIP Grant	Children and Families Grant	Stadium Maintenance	CDBG Mercy Senior Care	Work Release Inmate Benefit	800 MHz Communication	Total Non-major Special Revenue Funds
REVENUES																	
Taxes	-	-	-	-	-	-	92,504	\$ 1,153,834	\$ 97,868	-	176,800	173,092	-	463,138	-	-	1,246,338
Intergovernmental	-	-	-	131,688	-	-	-	-	-	-	-	-	-	-	-	-	1,042,886
Charges for services	75,137	170,635	1,599,646	40,171	29,081	5,310	-	-	663,765	-	-	-	-	-	13,087	-	2,591,522
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,310
Interest earned	7	73	152	1,476	563	115	-	2,159	72	473	-	-	1,682	-	-	6,818	
Miscellaneous	-	-	-	-	-	481	-	-	-	-	-	-	264,101	291,805	-	-	556,387
TOTAL REVENUES	7	75,210	170,787	1,732,810	40,734	34,987	92,504	1,155,993	97,940	664,238	176,800	173,092	265,785	754,943	13,087	46	5,448,861
EXPENDITURES																	
Current:																	
General government	-	-	-	-	21,504	-	-	-	-	-	-	-	-	-	-	-	21,504
Public safety	8,604	73,879	142,498	1,820,337	-	455,919	-	825,394	275,662	915,115	-	-	-	-	11,697	121,738	3,825,449
Public works	-	-	-	-	-	-	-	-	-	-	-	173,157	231,862	754,943	-	-	825,394
Health and welfare	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	928,100
Culture and recreation	-	-	-	-	-	-	72,500	-	-	-	176,800	-	-	-	-	-	231,862
Housing and development	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	299,300
TOTAL EXPENDITURES	8,604	73,879	142,498	1,820,337	21,504	455,919	72,500	825,394	275,662	915,115	176,800	173,157	231,862	754,943	11,697	121,738	6,081,609
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(8,597)	1,331	28,289	(87,527)	19,230	(420,932)	20,004	330,599	(177,722)	(250,877)	-	(65)	33,921	-	1,390	(121,692)	(632,648)
OTHER FINANCING SOURCES (USES)																	
Transfers in	-	-	-	-	-	396,290	-	-	161,860	294,900	-	-	-	-	-	91,860	953,507
Transfers out	-	-	-	(91,860)	-	-	(20,004)	(345,000)	-	-	-	-	-	-	-	-	(456,864)
TOTAL OTHER FINANCING SOURCES (USES)	8,597	-	-	(91,860)	-	396,290	(20,004)	(345,000)	161,860	294,900	-	-	-	-	-	91,860	496,643
NET CHANGE IN FUND BALANCES	-	1,331	28,289	(179,387)	19,230	(24,642)	-	(14,401)	(15,862)	44,023	-	(65)	33,921	-	1,390	(29,832)	(136,005)
FUND BALANCES - BEGINNING OF YEAR	-	70,309	44,032	722,059	216,748	22,087	-	1,405,144	32,798	143,279	-	65	400,501	-	-	-	3,057,922
FUND BALANCES (DEFICIT) - END OF YEAR	\$ -	\$ 71,640	\$ 72,321	\$ 542,672	\$ 235,978	\$ (1,655)	\$ -	\$ 1,390,743	\$ 16,936	\$ 187,302	\$ -	\$ -	\$ 434,422	\$ -	\$ 1,390	\$ (29,832)	\$ 2,921,917

FLOYD COUNTY, GEORGIA
Floyd Against Drugs Special Revenue Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Interest earned	\$ -	\$ -	\$ 7	\$ 7
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>7</u>	<u>7</u>
EXPENDITURES				
Current:				
Public safety	9,570	9,570	8,604	966
TOTAL EXPENDITURES	<u>9,570</u>	<u>9,570</u>	<u>8,604</u>	<u>966</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(9,570)	(9,570)	(8,597)	973
OTHER FINANCING SOURCES				
Transfers in	9,570	9,570	8,597	(973)
TOTAL OTHER FINANCING SOURCES	<u>9,570</u>	<u>9,570</u>	<u>8,597</u>	<u>(973)</u>
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES - BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

FLOYD COUNTY, GEORGIA
Prison Inmate Benefit Special Revenue Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Charges for services	\$ 100,000	\$ 100,000	\$ 75,137	\$ (24,863)
Interest earned	-	-	73	73
TOTAL REVENUES	<u>100,000</u>	<u>100,000</u>	<u>75,210</u>	<u>(24,790)</u>
EXPENDITURES				
Current:				
Public safety	<u>100,000</u>	<u>100,000</u>	<u>73,879</u>	<u>26,121</u>
TOTAL EXPENDITURES	<u>100,000</u>	<u>100,000</u>	<u>73,879</u>	<u>26,121</u>
NET CHANGE IN FUND BALANCES	-	-	1,331	1,331
FUND BALANCES - BEGINNING OF YEAR	<u>70,309</u>	<u>70,309</u>	<u>70,309</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 70,309</u>	<u>\$ 70,309</u>	<u>\$ 71,640</u>	<u>\$ 1,331</u>

FLOYD COUNTY, GEORGIA
Jail Inmate Benefit Special Revenue Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Charges for services	\$ 200,000	\$ 200,000	\$ 170,635	\$ (29,365)
Interest earned	-	-	152	152
TOTAL REVENUES	<u>200,000</u>	<u>200,000</u>	<u>170,787</u>	<u>(29,213)</u>
EXPENDITURES				
Current:				
Public safety	<u>200,000</u>	<u>200,000</u>	<u>142,498</u>	<u>57,502</u>
TOTAL EXPENDITURES	<u>200,000</u>	<u>200,000</u>	<u>142,498</u>	<u>57,502</u>
NET CHANGE IN FUND BALANCES	-	-	28,289	28,289
FUND BALANCES - BEGINNING OF YEAR	<u>44,032</u>	<u>44,032</u>	<u>44,032</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 44,032</u>	<u>\$ 44,032</u>	<u>\$ 72,321</u>	<u>\$ 28,289</u>

FLOYD COUNTY, GEORGIA
911 Special Revenue Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$ -	\$ 136,690	\$ 131,688	\$ (5,002)
Charges for services	1,827,100	1,747,100	1,599,646	(147,454)
Interest earned	2,300	1,500	1,476	(24)
TOTAL REVENUES	<u>1,829,400</u>	<u>1,885,290</u>	<u>1,732,810</u>	<u>(152,480)</u>
EXPENDITURES				
Current:				
Public safety	<u>1,692,140</u>	<u>1,917,705</u>	<u>1,820,337</u>	<u>97,368</u>
TOTAL EXPENDITURES	<u>1,692,140</u>	<u>1,917,705</u>	<u>1,820,337</u>	<u>97,368</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	137,260	(32,415)	(87,527)	(55,112)
OTHER FINANCING USES				
Transfers out	<u>(177,260)</u>	<u>(126,860)</u>	<u>(91,860)</u>	<u>35,000</u>
TOTAL OTHER FINANCING USES	<u>(177,260)</u>	<u>(126,860)</u>	<u>(91,860)</u>	<u>35,000</u>
NET CHANGE IN FUND BALANCES	(40,000)	(159,275)	(179,387)	(20,112)
FUND BALANCES - BEGINNING OF YEAR	<u>722,059</u>	<u>722,059</u>	<u>722,059</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 682,059</u>	<u>\$ 562,784</u>	<u>\$ 542,672</u>	<u>\$ (20,112)</u>

FLOYD COUNTY, GEORGIA
Law Library Special Revenue Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Charges for services	\$ 34,000	\$ 34,000	\$ 40,171	\$ 6,171
Interest earned	-	-	563	563
TOTAL REVENUES	<u>34,000</u>	<u>34,000</u>	<u>40,734</u>	<u>6,734</u>
EXPENDITURES				
Current:				
General government	<u>34,000</u>	<u>34,000</u>	<u>21,504</u>	<u>12,496</u>
TOTAL EXPENDITURES	<u>34,000</u>	<u>34,000</u>	<u>21,504</u>	<u>12,496</u>
NET CHANGE IN FUND BALANCES	-	-	19,230	19,230
FUND BALANCES - BEGINNING OF YEAR	<u>216,748</u>	<u>216,748</u>	<u>216,748</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 216,748</u>	<u>\$ 216,748</u>	<u>\$ 235,978</u>	<u>\$ 19,230</u>

FLOYD COUNTY, GEORGIA
Animal Control Special Revenue Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Charges for services	\$ 25,300	\$ 65,100	\$ 29,081	\$ (36,019)
Fines and forfeitures	5,000	6,000	5,310	(690)
Interest earned	200	200	115	(85)
Miscellaneous	3,000	1,000	481	(519)
TOTAL REVENUES	<u>33,500</u>	<u>72,300</u>	<u>34,987</u>	<u>(37,313)</u>
EXPENDITURES				
Current:				
Public safety	457,500	465,400	455,919	9,481
TOTAL EXPENDITURES	<u>457,500</u>	<u>465,400</u>	<u>455,919</u>	<u>9,481</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(424,000)	(393,100)	(420,932)	(27,832)
OTHER FINANCING SOURCES				
Transfers in	396,290	396,290	396,290	-
TOTAL OTHER FINANCING SOURCES	<u>396,290</u>	<u>396,290</u>	<u>396,290</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(27,710)	3,190	(24,642)	(27,832)
FUND BALANCES - BEGINNING OF YEAR	<u>22,987</u>	<u>22,987</u>	<u>22,987</u>	<u>-</u>
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ (4,723)</u>	<u>\$ 26,177</u>	<u>\$ (1,655)</u>	<u>\$ (27,832)</u>

FLOYD COUNTY, GEORGIA
Hotel/Motel Special Revenue Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Taxes	\$ 80,000	\$ 92,600	\$ 92,504	\$ (96)
TOTAL REVENUES	<u>80,000</u>	<u>92,600</u>	<u>92,504</u>	<u>(96)</u>
EXPENDITURES				
Current:				
Housing and development	<u>55,000</u>	<u>72,500</u>	<u>72,500</u>	<u>-</u>
TOTAL EXPENDITURES	<u>55,000</u>	<u>72,500</u>	<u>72,500</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	25,000	20,100	20,004	(96)
OTHER FINANCING USES				
Transfers out	<u>(25,000)</u>	<u>(20,100)</u>	<u>(20,004)</u>	<u>96</u>
TOTAL OTHER FINANCING USES	<u>(25,000)</u>	<u>(20,100)</u>	<u>(20,004)</u>	<u>96</u>
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES - BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

FLOYD COUNTY, GEORGIA
Solid Waste Special Revenue Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Taxes	\$ 1,128,650	\$ 1,128,650	\$ 1,153,834	\$ 25,184
Interest earned	4,000	4,000	2,159	(1,841)
TOTAL REVENUES	<u>1,132,650</u>	<u>1,132,650</u>	<u>1,155,993</u>	<u>23,343</u>
EXPENDITURES				
Current:				
Public works	<u>887,650</u>	<u>887,650</u>	<u>825,394</u>	<u>62,256</u>
TOTAL EXPENDITURES	<u>887,650</u>	<u>887,650</u>	<u>825,394</u>	<u>62,256</u>
EXCESS OF REVENUES OVER EXPENDITURES	245,000	245,000	330,599	85,599
OTHER FINANCING USES				
Transfers out	<u>(345,000)</u>	<u>(345,000)</u>	<u>(345,000)</u>	<u>-</u>
TOTAL OTHER FINANCING USES	<u>(345,000)</u>	<u>(345,000)</u>	<u>(345,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(100,000)	(100,000)	(14,401)	85,599
FUND BALANCES - BEGINNING OF YEAR	<u>1,405,144</u>	<u>1,405,144</u>	<u>1,405,144</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,305,144</u>	<u>\$ 1,305,144</u>	<u>\$ 1,390,743</u>	<u>\$ 85,599</u>

FLOYD COUNTY, GEORGIA
Emergency Management Special Revenue Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$ 108,240	\$ 108,240	\$ 97,868	\$ (10,372)
Interest earned	85	85	72	(13)
TOTAL REVENUES	<u>108,325</u>	<u>108,325</u>	<u>97,940</u>	<u>(10,385)</u>
EXPENDITURES				
Current:				
Public safety	<u>286,600</u>	<u>295,850</u>	<u>275,662</u>	<u>20,188</u>
TOTAL EXPENDITURES	<u>286,600</u>	<u>295,850</u>	<u>275,662</u>	<u>20,188</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(178,275)	(187,525)	(177,722)	9,803
OTHER FINANCING SOURCES				
Transfers in	<u>161,860</u>	<u>161,860</u>	<u>161,860</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES	<u>161,860</u>	<u>161,860</u>	<u>161,860</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(16,415)	(25,665)	(15,862)	9,803
FUND BALANCES - BEGINNING OF YEAR	<u>32,798</u>	<u>32,798</u>	<u>32,798</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 16,383</u>	<u>\$ 7,133</u>	<u>\$ 16,936</u>	<u>\$ 9,803</u>

FLOYD COUNTY, GEORGIA
Work Release Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Charges for services	\$ 763,825	\$ 653,825	\$ 663,765	\$ 9,940
Interest earned	-	-	473	473
TOTAL REVENUES	<u>763,825</u>	<u>653,825</u>	<u>664,238</u>	<u>10,413</u>
EXPENDITURES				
Current:				
Public safety	<u>917,825</u>	<u>925,025</u>	<u>915,115</u>	<u>9,910</u>
TOTAL EXPENDITURES	<u>917,825</u>	<u>925,025</u>	<u>915,115</u>	<u>9,910</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(154,000)	(271,200)	(250,877)	20,323
OTHER FINANCING SOURCES				
Transfers in	<u>154,000</u>	<u>294,900</u>	<u>294,900</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES	<u>154,000</u>	<u>294,900</u>	<u>294,900</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	23,700	44,023	20,323
FUND BALANCES - BEGINNING OF YEAR	<u>143,279</u>	<u>143,279</u>	<u>143,279</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 143,279</u>	<u>\$ 166,979</u>	<u>\$ 187,302</u>	<u>\$ 20,323</u>

FLOYD COUNTY, GEORGIA
CHIP Grant Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$ 100,000	\$ 176,800	\$ 176,800	\$ -
TOTAL REVENUES	<u>100,000</u>	<u>176,800</u>	<u>176,800</u>	<u>-</u>
EXPENDITURES				
Current:				
Housing and development	<u>100,000</u>	<u>176,800</u>	<u>176,800</u>	<u>-</u>
TOTAL EXPENDITURES	<u>100,000</u>	<u>176,800</u>	<u>176,800</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES - BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

FLOYD COUNTY, GEORGIA
Children and Families Grant Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Intergovernmental	\$ 211,250	\$ 211,250	\$ 173,092	\$ (38,158)
TOTAL REVENUES	<u>211,250</u>	<u>211,250</u>	<u>173,092</u>	<u>(38,158)</u>
EXPENDITURES				
Current:				
Health and welfare	<u>211,250</u>	<u>211,250</u>	<u>173,157</u>	<u>38,093</u>
TOTAL EXPENDITURES	<u>211,250</u>	<u>211,250</u>	<u>173,157</u>	<u>38,093</u>
NET CHANGE IN FUND BALANCES	-	-	(65)	(65)
FUND BALANCES - BEGINNING OF YEAR	<u>65</u>	<u>65</u>	<u>65</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 65</u>	<u>\$ 65</u>	<u>\$ -</u>	<u>\$ (65)</u>

FLOYD COUNTY, GEORGIA
Stadium Maintenance Special Revenue Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Interest earned	\$ 3,000	\$ 1,500	\$ 1,682	\$ 182
Miscellaneous	378,300	263,300	264,101	801
TOTAL REVENUES	381,300	264,800	265,783	983
EXPENDITURES				
Current:				
Culture and recreation	506,300	419,800	231,862	187,938
TOTAL EXPENDITURES	506,300	419,800	231,862	187,938
NET CHANGE IN FUND BALANCES	(125,000)	(155,000)	33,921	188,921
FUND BALANCES - BEGINNING OF YEAR	400,501	400,501	400,501	-
FUND BALANCES - END OF YEAR	\$ 275,501	\$ 245,501	\$ 434,422	\$ 188,921

FLOYD COUNTY, GEORGIA
CDBG - Mercy Senior Care Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$ 500,000	\$ 500,000	\$ 463,138	\$ (36,862)
Miscellaneous	300,000	300,000	291,805	(8,195)
TOTAL REVENUES	800,000	800,000	754,943	(45,057)
EXPENDITURES				
Current:				
Health and Welfare	800,000	800,000	754,943	45,057
TOTAL EXPENDITURES	800,000	800,000	754,943	45,057
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES - BEGINNING OF YEAR	-	-	-	-
FUND BALANCES - END OF YEAR	\$ -	\$ -	\$ -	\$ -

FLOYD COUNTY, GEORGIA
Work Release Inmate Benefit Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Charges for services	\$ -	\$ 15,000	\$ 13,087	\$ (1,913)
TOTAL REVENUES	<u>-</u>	<u>15,000</u>	<u>13,087</u>	<u>(1,913)</u>
EXPENDITURES				
Current:				
Public Safety	-	15,000	11,697	3,303
TOTAL EXPENDITURES	<u>-</u>	<u>15,000</u>	<u>11,697</u>	<u>3,303</u>
NET CHANGE IN FUND BALANCES	-	-	1,390	1,390
FUND BALANCES - BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,390</u>	<u>\$ 1,390</u>

FLOYD COUNTY, GEORGIA
800 MHz Communications Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Interest earned	\$ -	\$ -	\$ 46	\$ 46
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>46</u>	<u>46</u>
EXPENDITURES				
Current:				
Public Safety	120,620	124,460	121,738	2,722
TOTAL EXPENDITURES	<u>120,620</u>	<u>124,460</u>	<u>121,738</u>	<u>2,722</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(120,620)	(124,460)	(121,692)	2,768
OTHER FINANCING SOURCES				
Transfers in	177,260	126,860	91,860	(35,000)
TOTAL OTHER FINANCING SOURCES	<u>177,260</u>	<u>126,860</u>	<u>91,860</u>	<u>(35,000)</u>
NET CHANGE IN FUND BALANCES	56,640	2,400	(29,832)	(32,232)
FUND BALANCES - BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ 56,640</u>	<u>\$ 2,400</u>	<u>\$ (29,832)</u>	<u>\$ (32,232)</u>

NON-MAJOR CAPITAL PROJECTS FUNDS

The Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary or trust funds.

The County's Non-major Capital Projects Funds are as follows:

2003 Special Purpose Local Option Sales Tax Fund

1996 Special Purpose Local Option Sales Tax Fund

FLOYD COUNTY, GEORGIA

Combining Balance Sheet

Non-major Capital Projects Funds

December 31, 2012

	Special Purpose Local Option Sales Tax 2003	Special Purpose Local Option Sales Tax 1996	Total Non-major Capital Projects Funds
ASSETS			
Cash and equivalents	<u>\$ 536,692</u>	<u>\$ 738,194</u>	<u>\$ 1,274,886</u>
TOTAL ASSETS	<u><u>\$ 536,692</u></u>	<u><u>\$ 738,194</u></u>	<u><u>\$ 1,274,886</u></u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Due to other governments	<u>\$ 14,962</u>	<u>\$ -</u>	<u>\$ 14,962</u>
TOTAL LIABILITIES	<u>14,962</u>	<u>-</u>	<u>14,962</u>
FUND BALANCES			
Restricted:			
Capital construction	<u>521,730</u>	<u>738,194</u>	<u>1,259,924</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 536,692</u></u>	<u><u>\$ 738,194</u></u>	<u><u>\$ 1,274,886</u></u>

FLOYD COUNTY, GEORGIA

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Non-major Capital Projects Funds

For the Year Ended December 31, 2012

	Special Purpose Local Option Sales Tax 2003	Special Purpose Local Option Sales Tax 1996	Total Non-major Capital Projects Funds
REVENUES			
Interest earned	\$ 1,509	\$ 1,854	\$ 3,363
TOTAL REVENUES	<u>1,509</u>	<u>1,854</u>	<u>3,363</u>
EXPENDITURES			
Capital outlay:			
Public works	<u>14,962</u>	<u>-</u>	<u>14,962</u>
TOTAL EXPENDITURES	<u>14,962</u>	<u>-</u>	<u>14,962</u>
NET CHANGE IN FUND BALANCES	(13,453)	1,854	(11,599)
FUND BALANCES - BEGINNING OF YEAR	<u>535,183</u>	<u>736,340</u>	<u>1,271,523</u>
FUND BALANCES - END OF YEAR	<u>\$ 521,730</u>	<u>\$ 738,194</u>	<u>\$ 1,259,924</u>

FLOYD COUNTY, GEORGIA
2003 Special Purpose Local Option Sales Tax Capital Projects Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Interest earned	\$ 1,000	\$ 1,000	\$ 1,509	\$ 509
TOTAL REVENUES	<u>1,000</u>	<u>1,000</u>	<u>1,509</u>	<u>509</u>
EXPENDITURES				
Capital outlay:				
Public works	<u>284,600</u>	<u>284,600</u>	<u>14,962</u>	<u>269,638</u>
TOTAL EXPENDITURES	<u>284,600</u>	<u>284,600</u>	<u>14,962</u>	<u>269,638</u>
NET CHANGE IN FUND BALANCES	(283,600)	(283,600)	(13,453)	270,147
FUND BALANCES - BEGINNING OF YEAR	<u>535,183</u>	<u>535,183</u>	<u>535,183</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 251,583</u>	<u>\$ 251,583</u>	<u>\$ 521,730</u>	<u>\$ 270,147</u>

FLOYD COUNTY, GEORGIA
1996 Special Purpose Local Option Sales Tax Capital Projects Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2012

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Interest earned	\$ 2,500	\$ 2,500	\$ 1,854	\$ (646)
TOTAL REVENUES	<u>2,500</u>	<u>2,500</u>	<u>1,854</u>	<u>(646)</u>
EXPENDITURES				
Capital outlay:				
Public safety	<u>590,000</u>	<u>590,000</u>	<u>-</u>	<u>590,000</u>
TOTAL EXPENDITURES	<u>590,000</u>	<u>590,000</u>	<u>-</u>	<u>590,000</u>
NET CHANGE IN FUND BALANCES	(587,500)	(587,500)	1,854	589,354
FUND BALANCES - BEGINNING OF YEAR	<u>736,340</u>	<u>736,340</u>	<u>736,340</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 148,840</u>	<u>\$ 148,840</u>	<u>\$ 738,194</u>	<u>\$ 589,354</u>

INTERNAL SERVICE FUNDS

To account for the financing of goods or services provided by one department to other departments or agencies on a cost-reimbursed basis.

The County's Internal Service Funds are as follows:

Health Insurance Fund

Workers' Compensation Fund

FLOYD COUNTY, GEORGIA*Combining Statement of Net Position**Internal Service Funds**December 31, 2012*

	Health Insurance Fund	Workers' Compensation Fund	Total
ASSETS			
Cash	\$ 3,396,064	\$ -	\$ 3,396,064
Accounts receivable (net of allowance for uncollectibles)	3,504	-	3,504
Due from other funds	3,171	-	3,171
TOTAL ASSETS	<u>3,402,739</u>	<u>-</u>	<u>3,402,739</u>
LIABILITIES			
Accounts payable	216,504	-	216,504
Accrued salaries and payroll taxes	712	-	712
Claims payable	529,980	1,057,650	1,587,630
TOTAL LIABILITIES	<u>747,196</u>	<u>1,057,650</u>	<u>1,804,846</u>
NET POSITION (DEFICIT)			
Unrestricted	<u>2,655,543</u>	<u>(1,057,650)</u>	<u>1,597,893</u>
TOTAL NET POSITION (DEFICIT)	<u>\$ 2,655,543</u>	<u>\$ (1,057,650)</u>	<u>\$ 1,597,893</u>

FLOYD COUNTY, GEORGIA*Combining Statement of Revenues, Expenses and Changes in Net Position**Internal Service Funds**For the Year Ended December 31, 2012*

	Health Insurance Fund	Workers' Compensation Fund	Total
OPERATING REVENUES			
Charges for services	\$ 5,769,563	\$ 44,000	\$ 5,813,563
Other	-	99,740	99,740
TOTAL OPERATING REVENUES	<u>5,769,563</u>	<u>143,740</u>	<u>5,913,303</u>
OPERATING EXPENSES			
Personal services and employee benefits	53,327	-	53,327
Claims	4,163,712	1,111,169	5,274,881
Other	395,697	54,943	450,640
TOTAL OPERATING EXPENSES	<u>4,612,736</u>	<u>1,166,112</u>	<u>5,778,848</u>
OPERATING INCOME (LOSS)	<u>1,156,827</u>	<u>(1,022,372)</u>	<u>134,455</u>
NON-OPERATING INCOME			
Intergovernmental revenue	5,000	-	5,000
Interest earned	4,914	-	4,914
TOTAL NON-OPERATING INCOME	<u>9,914</u>	<u>-</u>	<u>9,914</u>
INCOME (LOSS) BEFORE TRANSFERS	1,166,741	(1,022,372)	144,369
Transfers in	-	598,178	598,178
CHANGE IN NET POSITION	1,166,741	(424,194)	742,547
NET POSITION (DEFICIT) - BEGINNING OF YEAR	<u>1,488,802</u>	<u>(633,456)</u>	<u>855,346</u>
NET POSITION (DEFICIT) - END OF YEAR	<u>\$ 2,655,543</u>	<u>\$ (1,057,650)</u>	<u>\$ 1,597,893</u>

FLOYD COUNTY, GEORGIA
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2012

	Health Insurance Fund	Workers' Compensation Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 5,769,312	\$ 144,196	\$ 5,913,508
Payments to employees	(53,778)	-	(53,778)
Payments to suppliers for services provided	(4,212,790)	(742,374)	(4,955,164)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>1,502,744</u>	<u>(598,178)</u>	<u>904,566</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Intergovernmental receipts	5,000	-	5,000
Transfer from other funds	-	598,178	598,178
NET CASH PROVIDED BY NON-CAPITAL FINANCING ACTIVITIES	<u>5,000</u>	<u>598,178</u>	<u>603,178</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	4,914	-	4,914
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>4,914</u>	<u>-</u>	<u>4,914</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,512,658	-	1,512,658
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>1,883,406</u>	<u>-</u>	<u>1,883,406</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 3,396,064</u>	<u>\$ -</u>	<u>\$ 3,396,064</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES			
Operating income (loss)	\$ 1,156,827	\$ (1,022,372)	\$ 134,455
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
(Increase) decrease:			
Receivables	(251)	456	205
Due from other funds	(3,171)	-	(3,171)
Increase (decrease):			
Claims payable	145,595	423,738	569,333
Accounts payable	204,195	-	204,195
Due to other funds	(451)	-	(451)
NET CASH PROVIDED BY(USED IN) OPERATING ACTIVITIES	<u>\$ 1,502,744</u>	<u>\$ (598,178)</u>	<u>\$ 904,566</u>

FIDUCIARY FUNDS

The Fiduciary Funds are used to account for assets held by the County in a fiduciary capacity.

The County's Fiduciary-Agency Funds are as follows:

Tax Commissioner

Superior Court Office of Receiver

Sheriff

Clerk of Superior Court

Magistrate Court

Juvenile Court

Probate Court

FLOYD COUNTY, GEORGIA
Combining Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2012

	Superior Court Office of Receiver	Sheriff	Clerk of Superior Court	Magistrate Court	Juvenile Court	Probate Court	Total
ASSETS							
Cash	\$ 2,967,473	\$ 192,310	\$ 748,242	\$ 33,974	\$ 215	\$ 43,362	\$ 4,059,839
Taxes receivable	21,830	-	-	-	-	-	21,830
Accounts receivable	-	4,948	45,044	-	-	-	49,992
TOTAL ASSETS	\$ 2,989,303	\$ 197,258	\$ 793,286	\$ 33,974	\$ 215	\$ 43,362	\$ 4,131,661
LIABILITIES							
Due to other governments and individuals	\$ 2,989,303	\$ 197,258	\$ 793,286	\$ 33,974	\$ 215	\$ 43,362	\$ 4,131,661
TOTAL LIABILITIES	\$ 2,989,303	\$ 197,258	\$ 793,286	\$ 33,974	\$ 215	\$ 43,362	\$ 4,131,661

FLOYD COUNTY, GEORGIA
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2012

<u>TAX COMMISSIONER</u>	Balance			Balance
	January 1, 2012	Additions	Deductions	December 31, 2012
ASSETS				
Cash	\$ 2,859,820	\$ 175,329,417	\$ 175,221,764	\$ 2,967,473
Taxes receivable	46,086	-	24,256	21,830
TOTAL ASSETS	\$ 2,905,906	\$ 175,329,417	\$ 175,246,020	\$ 2,989,303
LIABILITIES				
Due to other governments and individuals	\$ 2,905,906	\$ 175,329,417	\$ 175,246,020	\$ 2,989,303
TOTAL LIABILITIES	\$ 2,905,906	\$ 175,329,417	\$ 175,246,020	\$ 2,989,303
<u>SUPERIOR COURT OFFICE OF RECEIVER</u>	Balance			Balance
	January 1, 2012	Additions	Deductions	December 31, 2012
ASSETS				
Cash	\$ 65,401	\$ 1,037,114	\$ 1,028,252	\$ 74,263
TOTAL ASSETS	\$ 65,401	\$ 1,037,114	\$ 1,028,252	\$ 74,263
LIABILITIES				
Due to other governments and individuals	\$ 65,401	\$ 1,037,114	\$ 1,028,252	\$ 74,263
TOTAL LIABILITIES	\$ 65,401	\$ 1,037,114	\$ 1,028,252	\$ 74,263
<u>SHERIFF</u>	Balance			Balance
	January 1, 2012	Additions	Deductions	December 31, 2012
ASSETS				
Cash	\$ 212,621	\$ 1,488,742	\$ 1,509,053	\$ 192,310
Accounts receivable	3,202	4,948	3,202	4,948
TOTAL ASSETS	\$ 215,823	\$ 1,493,690	\$ 1,512,255	\$ 197,258
LIABILITIES				
Due to other governments and individuals	\$ 215,823	\$ 1,493,690	\$ 1,512,255	\$ 197,258
TOTAL LIABILITIES	\$ 215,823	\$ 1,493,690	\$ 1,512,255	\$ 197,258

FLOYD COUNTY, GEORGIA
Combining Statement of Changes in Assets and Liabilities
Agency Funds (Continued)
For the Year Ended December 31, 2012

CLERK OF SUPERIOR COURT	Balance January 1, 2012	Additions	Deductions	Balance December 31, 2012
ASSETS				
Cash	\$ 1,031,250	\$ 3,986,888	\$ 4,269,896	\$ 748,242
Accounts receivable	-	45,044	-	45,044
TOTAL ASSETS	\$ 1,031,250	\$ 4,031,932	\$ 4,269,896	\$ 793,286
LIABILITIES				
Due to other governments and individuals	\$ 1,031,250	\$ 4,031,932	\$ 4,269,896	\$ 793,286
TOTAL LIABILITIES	\$ 1,031,250	\$ 4,031,932	\$ 4,269,896	\$ 793,286
MAGISTRATE COURT	Balance January 1, 2012	Additions	Deductions	Balance December 31, 2012
ASSETS				
Cash	\$ 39,960	\$ 970,501	\$ 976,487	\$ 33,974
TOTAL ASSETS	\$ 39,960	\$ 970,501	\$ 976,487	\$ 33,974
LIABILITIES				
Due to other governments and individuals	\$ 39,960	\$ 970,501	\$ 976,487	\$ 33,974
TOTAL LIABILITIES	\$ 39,960	\$ 970,501	\$ 976,487	\$ 33,974
JUVENILE COURT	Balance January 1, 2012	Additions	Deductions	Balance December 31, 2012
ASSETS				
Cash	\$ 1,492	\$ 39,900	\$ 41,177	\$ 215
TOTAL ASSETS	\$ 1,492	\$ 39,900	\$ 41,177	\$ 215
LIABILITIES				
Due to other governments and individuals	\$ 1,492	\$ 39,900	\$ 41,177	\$ 215
TOTAL LIABILITIES	\$ 1,492	\$ 39,900	\$ 41,177	\$ 215

FLOYD COUNTY, GEORGIA
Combining Statement of Changes in Assets and Liabilities
Agency Funds (Continued)
For the Year Ended December 31, 2012

<u>PROBATE COURT</u>	Balance			Balance
	January 1, 2012	Additions	Deductions	December 31, 2012
ASSETS				
Cash	\$ 44,230	\$ 1,225,483	\$ 1,226,351	\$ 43,362
TOTAL ASSETS	\$ 44,230	\$ 1,225,483	\$ 1,226,351	\$ 43,362
LIABILITIES				
Due to other governments and individuals	\$ 44,230	\$ 1,225,483	\$ 1,226,351	\$ 43,362
TOTAL LIABILITIES	\$ 44,230	\$ 1,225,483	\$ 1,226,351	\$ 43,362
<u>TOTAL</u>	Balance			Balance
	January 1, 2012	Additions	Deductions	December 31, 2012
ASSETS				
Cash	\$ 4,254,774	\$ 184,078,045	\$ 184,272,980	\$ 4,059,839
Taxes receivable	46,086	-	24,256	21,830
Accounts receivable	3,202	49,992	3,202	49,992
TOTAL ASSETS	\$ 4,304,062	\$ 184,128,037	\$ 184,300,438	\$ 4,131,661
LIABILITIES				
Due to other governments and individuals	\$ 4,304,062	\$ 184,128,037	\$ 184,300,438	\$ 4,131,661
TOTAL LIABILITIES	\$ 4,304,062	\$ 184,128,037	\$ 184,300,438	\$ 4,131,661

SPECIAL REPORT

The Special Report is applicable to the 1996, 2003, 2006 and 2009 Special 1 Percent Sales and Use Tax required by the State of Georgia.

FLOYD COUNTY, GEORGIA
Schedule of Projects Constructed with Special Purpose
Local Option Sales Tax Proceeds
For the Year Ended December 31, 2012

<u>PROJECTS</u>	<u>ORIGINAL ESTIMATED COST</u>	<u>REVISED ESTIMATED COST</u>	<u>PRIOR YEARS</u>	<u>CURRENT YEAR</u>	<u>TOTAL</u>	<u>ESTIMATED PERCENTAGE OF COMPLETION</u>
1996:						
Jail Expansion	\$ 20,298,378	\$ 20,439,500	\$ 20,439,437	\$ -	\$ 20,439,437	100%
Fire Stations	2,000,000	3,256,170	2,517,568	-	2,517,568	77%
Law Enforcement Center	10,760,000	10,850,000	10,832,221	-	10,832,221	100%
Debt Service	24,500,000	24,500,000	24,341,712	-	24,341,712	100%
General and Administrative	494,000	160,630	90,840	-	90,840	
TOTAL 1996	58,052,378	59,206,300	58,221,778	-	58,221,778	
2003:						
Blacks Bluff Road Sewer Treatment Plant	8,170,000	8,160,000	8,160,000	-	8,160,000	100%
Old Dalton Road Sewer	3,000,000	3,000,000	3,000,000	-	3,000,000	100%
Cave Spring Sewer Plant	900,000	900,000	900,000	-	900,000	100%
New Health Department	9,500,000	8,765,000	8,764,365	-	8,764,365	100%
4th Ave & New Courthouses	2,000,000	2,670,000	2,670,261	-	2,670,261	100%
Burnett Ferry Road ROW	300,000	346,635	-	14,962	14,962	4%
Old Dalton Road ROW	350,000	750,000	748,500	-	748,500	100%
Chulio Road ROW	300,000	1,128,315	954,209	-	954,209	85%
Resurfacing Projects	190,000	680,000	679,099	-	679,099	100%
North Floyd Park	1,150,000	1,400,000	1,399,919	-	1,399,919	100%
Midway Park	250,000	404,000	403,944	-	403,944	100%
Shannon Park	80,000	83,000	82,879	-	82,879	100%
Crane Street Park	110,000	94,380	94,376	-	94,376	100%
Parks Hoke Park	70,000	59,000	58,948	-	58,948	100%
Cave Spring Park	30,000	31,370	31,369	-	31,369	100%
General and Administrative	27,194	19,415	14,655	-	14,655	
Debt Service	10,122,806	10,570,175	10,570,175	-	10,570,175	100%
Transfer to General Fund	-	2,000,000	2,000,000	-	2,000,000	100%
Transfer to Capital Projects	-	193,000	193,000	(1)	193,000	100%
TOTAL 2003	36,550,000	41,254,290	40,725,699	14,962	40,740,661	
2006:						
North Floyd Park	3,000,000	2,919,045	2,919,045	-	2,919,045	100%
Shannon Park	927,000	1,284,230	1,284,224	-	1,284,224	100%
Wolfe Park Improvements	200,000	260,000	259,378	-	259,378	100%
Practice Fields Renovations	850,000	755,570	750,782	-	750,782	100%
Tennis Courts	600,000	600,000	115,281	-	115,281	19%
North Rome Swim Center Renovations	530,000	512,620	512,620	-	512,620	100%
Town Green	1,690,000	1,690,000	1,684,817	-	1,684,817	100%
Historic Courthouse Parking Deck	1,540,000	610,000	583,429	3,100	586,529	96%
Work Release Center	1,750,000	3,000,000	2,999,792	-	2,999,792	100%
Cave Spring Sr/Community Center	850,000	850,000	850,000	-	850,000	100%
South Rome Youth Center	2,000,000	2,125,800	2,125,800	-	2,125,800	100%
Marine Armory Renovations	1,600,000	2,400,000	1,986,329	301,369	2,287,698	95%
City Hall/Carnegie Building Renovations	1,500,000	1,500,000	1,078,253	47,616	1,125,869	100%
Wastewater Treatment Plant Upgrade	5,200,000	4,991,755	4,991,755	-	4,991,755	100%
River Education Building	834,825	925,000	917,605	-	917,605	100%
General and Administrative Expenses	50,000	50,000	29,298	-	29,298	
US 411 Right of Way	3,300,000	2,400,000	2,258,496	-	2,258,496	94%
Armuchee Connector Road	12,000,000	12,000,000	8,481,244	2,519,577	11,000,821	92%
Huffaker Road Right of Way	1,250,000	1,250,000	1,049,015	-	1,049,015	84%
Heritage Park / Levee Gate	1,955,000	2,055,000	2,026,068	-	2,026,068	100%
T McCall / N5th Ave Intersection	550,000	550,000	534,859	198	535,057	97%
Rome High / Middle School Access Road	2,900,000	2,900,000	1,905,159	766	1,905,925	100%
Shorter Ave / Redmond Circle Intersection	1,470,000	1,470,000	1,009,326	67,654	1,076,980	100%
N Broad / Turner McCall Turn Lane	330,000	214,645	214,645	-	214,645	100%
Turner McCall Bridge	2,000,000	736,000	-	-	-	0%

(Continued)

FLOYD COUNTY, GEORGIA
Schedule of Projects Constructed with Special Purpose
Local Option Sales Tax Proceeds
For the Year Ended December 31, 2012

<u>PROJECTS</u>	<u>ORIGINAL ESTIMATED COST</u>	<u>REVISED ESTIMATED COST</u>	<u>PRIOR YEARS</u>	<u>CURRENT YEAR</u>	<u>TOTAL</u>	<u>ESTIMATED PERCENTAGE OF COMPLETION</u>
S Broad Sidewalk / Corridor Improvements	\$ 2,000,000	\$ 2,100,000	\$ 2,069,270	\$ 59,078	\$ 2,128,348	100%
Fire Stations Renovations	410,000	578,600	578,603	-	578,603	100%
Fire Training Facilities	500,000	547,560	547,555	-	547,555	100%
Cave Spring Fire Station and Equipment	1,200,000	1,199,830	1,017,957	-	1,017,957	85%
Debt Service	22,063,000	22,062,535	22,062,535	-	22,062,535	100%
TOTAL 2006	<u>75,049,825</u>	<u>74,538,190</u>	<u>66,843,140</u>	<u>2,999,358</u>	<u>69,842,498</u>	
2009:						
Economic Development	5,983,500	5,983,500	3,198,189	2,971,383	6,169,572	100%
Communications System	26,696,250	26,696,250	4,692,807	13,004,086	17,696,893	66%
Barron Stadium	3,369,000	4,000,000	3,995,435	-	3,995,435	100%
Northwest Georgia RDC	1,899,630	1,899,630	1,058,544	243,860	1,302,404	69%
Renovations/Construction Fire and Emergency Management Operations Center	4,000,000	4,000,000	1,169,782	2,704,028	3,873,810	97%
Cave Spring Water	350,000	350,000	350,000	-	350,000	100%
Debt Service	22,000,000	22,000,000	7,922,157	7,161,625	15,083,782	69%
General and Administrative	-	15,000	7,477 (1)	1,771	9,248	
TOTAL 2009	<u>64,298,380</u>	<u>64,944,380</u>	<u>22,394,391</u>	<u>26,086,753</u>	<u>48,481,144</u>	
TOTAL 1996, 2003, 2006 and 2009	<u>\$ 233,950,583</u>	<u>\$ 239,943,160</u>	<u>\$ 188,185,008</u>	<u>\$ 29,101,073</u>	<u>\$ 217,286,081</u>	

Reconciliation to Statement of Revenues, Expenditures, and Changes in Fund Balances:

1996 SPLOST Fund	\$ -
2003 SPLOST Fund	14,962
2006 SPLOST Fund	2,999,358
2009 SPLOST Fund	26,086,753
	<u>\$ 29,101,073</u>

(1) During fiscal year 2012, the County determined that additional SPLOST expenditures for these line items were actually made in prior years and therefore, these amounts have been adjusted to reflect the actual prior years' cost incurred.

OTHER SUPPLEMENTAL INFORMATION

Other Supplemental Information is used to present additional information for the component units.

Governmental Fund Types

*Development Authority of Floyd County
Rome-Floyd Parks and Recreation Authority*

Proprietary Fund Types

Richard B. Russell Regional Airport

FLOYD COUNTY, GEORGIA*Balance Sheet**Component Units - Governmental Fund Types**For the Year Ended December 31, 2012*

	Development Authority of Floyd County	Rome-Floyd Parks and Recreation Authority
ASSETS		
Cash and cash equivalents	\$ 258,728	\$ 445,668
Accounts receivable, net of allowance	-	5,570
Inventory	-	3,490
Prepaid items	-	36,412
TOTAL ASSETS	\$ 258,728	\$ 491,140
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable	\$ -	\$ 52,033
Accrued salaries and payroll taxes	-	38,729
Other accrued expenses	-	2,497
Due to other governments	119,230	13,053
Due to primary government	-	95
Unearned revenue	1,655	123,261
TOTAL LIABILITIES	120,885	229,668
FUND BALANCES		
Nonspendable:		
Prepaid items	-	36,412
Inventory	-	3,490
Assigned:		
Housing and development	137,843	-
Culture and recreation	-	221,570
TOTAL FUND BALANCES	137,843	261,472
TOTAL LIABILITIES AND FUND BALANCES	\$ 258,728	\$ 491,140

FLOYD COUNTY, GEORGIA
Statement of Revenues, Expenditures and Changes in Fund Balances
Component Units - Governmental Fund Types
For the Year Ended December 31, 2012

	Development Authority of Floyd County	Rome-Floyd Parks and Recreation Authority
REVENUES		
Charges for services	\$ 19,863	\$ 1,525,237
Investment income	75	1,138
Miscellaneous	782	12,520
TOTAL REVENUES	<u>20,720</u>	<u>1,538,895</u>
EXPENDITURES		
Current:		
Culture and recreation	-	3,668,024
Housing and development	61,351	-
Debt Service:		
Principal	172,500	-
Interest	146,898	-
TOTAL EXPENDITURES	<u>380,749</u>	<u>3,668,024</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(360,029)	(2,129,129)
OTHER FINANCING SOURCES		
Payments from primary government	316,770	1,958,400
Total other financing sources	<u>316,770</u>	<u>1,958,400</u>
NET CHANGE IN FUND BALANCES	(43,259)	(170,729)
FUND BALANCES - BEGINNING OF YEAR	<u>181,102</u>	<u>432,201</u>
FUND BALANCES - END OF YEAR	<u>\$ 137,843</u>	<u>\$ 261,472</u>

FLOYD COUNTY, GEORGIA
Statement of Cash Flows
Component Unit - Proprietary Fund Types
For the Year Ended December 31, 2012

	Component Unit
	Richard B. Russell Regional Airport
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 1,657,042
Cash payments to employees for services	(219,061)
Cash paid for operations	(1,261,081)
NET CASH PROVIDED BY OPERATING ACTIVITIES	176,900
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Capital asset additions	(25,349)
NET CASH USED IN CAPITAL AND RELATED FINANCING ACTIVITIES	(25,349)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest earned	1,393
NET CASH PROVIDED BY INVESTING ACTIVITIES	1,393
NET INCREASE IN CASH AND CASH EQUIVALENTS	152,944
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	613,281
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 766,225

FLOYD COUNTY, GEORGIA

Statement of Cash Flows

Component Unit - Proprietary Fund Types (Continued)

For the Year Ended December 31, 2012

	<u>Component Unit</u>
	Richard B. Russell Regional Airport
RECONCILIATION OF OPERATING (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating (loss)	\$ (533,886)
Adjustments:	
Depreciation	698,551
(Increase) decrease in assets:	
Accounts receivable	(24,952)
Inventory held for resale	(5,828)
Prepaid expenses	(283)
Increase (decrease) in liabilities:	
Accounts payable	37,557
Accrued salaries and payroll taxes	1,023
Unearned revenue	(9,259)
Compensated absences	2,525
Due to primary governments	<u>11,452</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 176,900</u>
Non cash: Contributed by primary government	<u>\$ 584,440</u>

STATISTICAL SECTION

This part of Floyd County'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 County's overall financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Floyd County, Georgia
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental Activities										
Net Investment in Capital Assets	\$ 228,829,119	\$ 220,168,507	\$ 218,253,854	\$ 229,449,026	\$ 209,668,599	\$ 213,021,848	\$ 214,244,447	\$ 193,986,604	\$ 214,821,279	\$ 229,093,940
Restricted	6,900,769	16,944,116	11,040,173	7,313,444	32,309,851	37,433,280	26,849,286	45,228,105	31,552,507	18,505,062
Unrestricted	17,371,959	20,505,840	28,111,804	18,964,994	18,906,759	11,228,037	19,070,570	17,184,745	7,726,334	17,181,971
Total governmental activities net position	\$ 253,101,847	\$ 257,618,463	\$ 257,405,831	\$ 255,727,464	\$ 260,885,209	\$ 261,683,165	\$ 260,164,303	\$ 256,399,454	\$ 254,100,120	\$ 264,780,973
Business-type activities										
Net Investment in Capital Assets	\$ 23,935,087	\$ 27,047,480	\$ 28,059,494	\$ 28,592,018	\$ 29,508,424	\$ 30,808,361	\$ 31,039,537	\$ 28,911,250	\$ 31,172,664	\$ 33,225,562
Restricted	2,302,427	1,137,943	733,940	1,935,910	3,739,425	2,419,335	3,326,733	5,996,051	4,184,513	3,074,502
Unrestricted	2,238,946	3,266,825	3,123,774	2,469,171	1,191,664	1,966,300	1,761,777	2,177,634	3,203,599	3,906,165
Total business-type activities net position	\$ 28,476,460	\$ 31,452,248	\$ 31,917,208	\$ 32,997,099	\$ 34,439,513	\$ 35,193,996	\$ 36,128,047	\$ 37,084,935	\$ 38,560,776	\$ 40,206,229
Primary government										
Net Investment in Capital Assets	\$ 252,764,206	\$ 247,215,987	\$ 246,313,348	\$ 258,041,044	\$ 239,177,023	\$ 243,830,209	\$ 245,283,984	\$ 222,897,854	\$ 245,993,943	\$ 262,319,502
Restricted	9,203,196	18,082,059	11,774,113	9,249,354	36,049,276	39,852,615	30,176,019	51,224,156	35,737,020	21,579,564
Unrestricted	19,610,905	23,772,665	31,235,578	21,434,165	20,098,423	13,194,337	20,832,347	19,362,379	10,929,933	21,088,136
Total primary government net position	\$ 281,578,307	\$ 289,070,711	\$ 289,323,039	\$ 288,724,563	\$ 295,324,722	\$ 296,877,161	\$ 296,292,350	\$ 293,484,389	\$ 292,660,896	\$ 304,987,202

Note: The county began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003.

Floyd County, Georgia
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses										
Governmental Activities:										
General government	\$ 6,272,086	\$ 7,979,725	\$ 15,868,218	\$ 7,465,348	\$ 8,640,522	\$ 12,452,278	\$ 11,328,761	\$ 9,534,638	\$ 7,339,228	\$ 8,565,430
Judicial	5,533,259	5,978,935	4,622,240	5,600,333	5,692,065	6,030,888	5,705,237	5,688,404	5,911,656	5,728,558
Public safety	25,117,537	24,750,467	24,613,593	26,172,727	27,781,636	30,308,540	29,588,983	29,220,951	31,429,776	33,211,555
Public works	12,926,206	13,741,570	10,711,588	17,260,898	15,218,657	14,512,552	13,306,668	16,169,450	15,198,489	10,752,690
Health and welfare	1,143,732	1,460,651	694,927	1,408,770	1,543,944	2,072,196	1,818,709	1,761,492	1,944,332	1,866,257
Culture and recreation	605,333	4,171,599	7,004,623	2,733,899	4,936,827	9,103,123	9,714,095	8,154,602	7,392,537	4,481,156
Housing and development	3,365,811	582,613	609,805	680,140	612,447	626,987	796,424	2,675,108	4,869,790	4,008,113
Interest on long-term debt	200,889	252,475	81,588	195,589	766,184	973,958	692,910	1,151,089	633,104	460,440
Total governmental activities expenses	\$ 55,164,853	\$ 58,918,035	\$ 64,206,582	\$ 61,517,704	\$ 65,192,282	\$ 76,080,522	\$ 72,951,787	\$ 74,355,734	\$ 74,718,912	\$ 69,074,199
Business-type activities:										
Water	4,550,450	4,226,757	4,632,315	5,387,797	5,685,983	5,999,717	5,744,579	6,225,460	6,166,178	6,216,290
Solid Waste	108,521	-	1,232,034	-	-	-	-	-	-	-
Forum	748,420	787,507	786,682	849,281	870,300	983,583	957,094	972,475	910,977	857,060
Recycling	694,853	712,855	703,172	711,082	691,387	696,959	485,282	471,827	632,436	638,480
Total business-type activities expenses	\$ 6,102,244	\$ 5,727,119	\$ 7,354,203	\$ 6,948,160	\$ 7,247,670	\$ 7,680,259	\$ 7,186,955	\$ 7,669,762	\$ 7,709,591	\$ 7,711,830
Total primary government expenses	\$ 61,267,097	\$ 64,645,154	\$ 71,560,785	\$ 68,465,864	\$ 72,439,952	\$ 83,760,781	\$ 80,138,742	\$ 82,025,496	\$ 82,428,503	\$ 76,786,029
Program Revenues										
Governmental Activities:										
Charges for Service:										
General Government	\$ 944,981	\$ 1,378,448	\$ 1,313,763	\$ 1,521,819	\$ 1,708,800	\$ 1,449,030	\$ 1,530,922	\$ 1,460,874	\$ 1,601,384	\$ 2,883,612
Judicial	1,340,777	2,748,162	2,446,950	2,458,985	2,719,670	2,635,327	2,000,302	1,992,720	2,179,364	2,208,817
Public safety	5,897,507	3,633,313	3,897,987	3,678,065	4,011,246	4,277,011	3,665,465	3,561,008	3,983,379	3,792,313
Public works	-	274,488	120,777	119,140	141,635	144,941	126,601	123,476	130,181	125,356
Culture and recreation	-	128,286	-	-	-	-	-	-	-	-
Operating grants and contributions	3,285,345	3,133,986	2,415,766	3,011,336	2,887,740	3,097,583	2,915,861	4,022,530	4,118,086	4,600,735
Capital grants and contributions	1,051,284	363,248	2,379,484	7,633,160	4,088,235	5,561,409	4,874,490	2,471,664	3,262,970	6,696,262
Total governmental activities program revenues	\$ 12,519,894	\$ 11,659,931	\$ 12,574,727	\$ 18,422,505	\$ 15,557,326	\$ 17,165,301	\$ 15,113,641	\$ 13,632,272	\$ 15,275,364	\$ 20,307,095
Business-type activities:										
Charges for services:										
Water	5,262,744	5,537,836	5,868,044	6,229,476	6,162,822	5,920,291	6,640,697	6,954,639	6,910,420	6,790,145
Forum	184,993	270,176	239,134	290,266	278,075	293,535	290,107	363,912	289,097	249,571
Recycling	464,906	614,907	619,992	656,482	598,219	651,117	499,693	698,847	862,254	700,452
Operating grants and contributions	219,564	-	-	75,614	60,000	87,387	70,989	107,191	186,271	185,753
Capital grants and contributions	62,876	320,000	511,409	193,482	1,052,070	1,128,225	261,038	29,740	399,201	1,924,896
Total business-type activities program revenues	\$ 6,195,083	\$ 6,742,919	\$ 7,238,579	\$ 7,445,320	\$ 8,151,186	\$ 8,080,555	\$ 7,762,524	\$ 8,154,329	\$ 8,647,243	\$ 9,850,817
Total primary government program revenues	\$ 18,714,977	\$ 18,402,850	\$ 19,813,306	\$ 25,867,825	\$ 23,708,512	\$ 25,245,856	\$ 22,876,165	\$ 21,786,601	\$ 23,922,607	\$ 30,157,912

(1) - New SPOST sales tax issued.
(2) - Re-class of charges for services in public safety.

Floyd County, Georgia
Changes in Net Position
Last Ten Fiscal Years

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Net (Expense)/Revenue										
Governmental activities	\$ (42,644,959)	\$ (47,258,104)	\$ (51,631,855)	\$ (43,095,199)	\$ (49,634,956)	\$ (58,915,221)	\$ (57,838,146)	\$ (60,356,613)	\$ (59,443,548)	\$ (48,767,104)
Business-type activities	92,839	1,015,800	(115,624)	497,160	903,516	400,296	575,569	484,567	937,652	2,138,987
Total primary government net expense	\$ (42,552,120)	\$ (46,242,304)	\$ (51,747,479)	\$ (42,598,039)	\$ (48,731,440)	\$ (58,514,925)	\$ (57,262,577)	\$ (59,872,046)	\$ (58,505,896)	\$ (46,628,117)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	\$ 24,677,529	\$ 24,062,742	\$ 22,626,414	\$ 22,024,383	\$ 24,615,573	\$ 25,533,369	\$ 29,265,158	\$ 29,446,335	\$ 29,574,307	\$ 29,469,843
Sales taxes	17,617,937	22,919,103	21,061,271	9,970,507	20,867,152	24,878,639	22,502,718	23,110,883	23,151,931	23,371,579
Hotel/motel tax	43,228	-	-	-	-	-	-	80,419	80,111	92,504
Insurance premium tax	2,081,830	2,252,580	2,405,479	2,520,870	2,650,727	2,715,337	2,676,403	2,602,995	2,459,991	2,628,049
Other taxes	860,468	2,078,544	4,319,056	5,151,389	4,545,232	4,588,733	1,404,169	1,278,783	1,234,254	1,331,456
Interest Earned	253,200	260,193	873,287	1,405,059	1,979,634	1,566,603	264,922	161,033	69,162	69,392
Gain (loss) on sale of capital assets	-	(250,543)	-	-	-	18,769	(502,385)	-	-	-
Miscellaneous	1,635,906	859,649	637,515	665,632	392,883	650,727	513,414	716,665	1,089,008	2,265,060
Transfers	(532,021)	(365,776)	(405,512)	(321,008)	(258,500)	(239,000)	(307,500)	(438,500)	(514,550)	317,500
Total governmental activities	46,638,077	51,816,492	51,517,510	41,416,832	54,792,701	59,713,177	55,816,899	56,958,613	57,144,214	59,545,383
Business-type activities										
Property taxes	-	50,183	-	-	-	-	-	-	-	-
Hotel/motel	65,000	-	-	-	-	-	-	-	-	-
Interest Earned	86,618	44,143	175,072	247,423	280,398	115,187	50,982	33,821	23,639	27,473
Gain (loss) on sale of capital assets	-	21,445	-	14,300	-	-	-	-	-	100
Miscellaneous	31,264	539,808	-	-	-	-	-	-	-	-
Transfers	532,021	365,776	405,512	321,008	258,500	239,000	307,500	438,500	514,550	(317,500)
Total business-type activities	714,903	1,021,355	580,584	582,731	538,898	354,187	358,482	472,321	538,189	(289,927)
Total primary government	\$ 47,352,980	\$ 52,837,847	\$ 52,098,094	\$ 41,999,563	\$ 55,331,599	\$ 60,067,364	\$ 56,175,381	\$ 57,430,934	\$ 57,682,403	\$ 59,255,456
Change in Net Position										
Governmental activities	\$ (4,839,223)	\$ 6,710,844	\$ 3,404,104	\$ (1,678,367)	\$ 5,157,745	\$ 797,956	\$ (1,518,862)	\$ (3,764,849)	\$ (2,299,334)	\$ 10,778,279
Business-type activities	70,179	394,512	426,623	1,079,891	1,442,414	754,483	934,051	956,888	1,475,841	1,849,060
Total primary government	\$ (4,769,044)	\$ 7,105,356	\$ 3,830,727	\$ (598,476)	\$ 6,600,159	\$ 1,552,439	\$ (584,811)	\$ (2,807,961)	\$ (823,493)	\$ 12,627,339

Note: The County began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003

Floyd County, Georgia
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund										
Reserved	\$ 291,511	\$ 705,888	\$ 666,197	\$ 1,159,672	\$ 1,220,539	\$ 1,200,064	\$ 1,472,670	\$ 1,689,294	\$ -	\$ -
Unreserved	17,205,499	16,999,727	16,939,083	15,546,970	14,905,767	14,624,172	14,020,081	12,216,863	-	-
Non Spendable	-	-	-	-	-	-	-	-	321,264	277,721
Restricted	-	-	-	-	-	-	-	-	795,526	565,442
Unassigned	-	-	-	-	-	-	-	-	12,103,668	14,441,827
Total General Fund	\$ 17,497,010	\$ 17,705,615	\$ 17,605,280	\$ 16,706,642	\$ 16,126,306	\$ 15,824,236	\$ 15,492,751	\$ 13,906,157	\$ 13,220,458	\$ 15,284,990
All Other Governmental Funds										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,555	\$ 8,168	\$ 13,467	\$ -	\$ -
Unreserved, reported in:										
Debt Service Funds	-	4,599,981	5,283,089	73,598	75,580	87,373	392,198	991,167	-	-
Special Revenue Funds	2,328,345	3,239,199	4,377,322	4,680,182	5,261,401	5,372,395	5,807,558	5,548,269	-	-
Capital Projects Funds	15,076,755	13,348,960	13,600,072	7,313,444	32,309,851	37,182,684	26,698,492	45,160,882	-	-
Non Spendable	-	-	-	-	-	-	-	-	11,021	11,251
Restricted	-	-	-	-	-	-	-	-	30,757,046	17,939,620
Committed	-	-	-	-	-	-	-	-	3,881,722	3,702,280
Unassigned	-	-	-	-	-	-	-	-	-	(33,442)
Total all other governmental funds	\$ 17,405,100	\$ 21,188,140	\$ 23,260,483	\$ 12,067,224	\$ 37,646,832	\$ 42,647,007	\$ 32,906,416	\$ 51,713,785	\$ 34,649,789	\$ 21,619,709

Floyd County, Georgia
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues										
Taxes	\$ 45,630,364	\$ 51,325,510	\$ 49,768,592	\$ 40,309,285	\$ 52,673,879	\$ 57,694,920	\$ 55,662,143	\$ 56,183,938	\$ 56,444,651	\$ 57,144,667
Licenses and permits	213,113	244,122	243,413	239,765	220,113	210,657	193,847	192,211	198,645	198,957
Intergovernmental	4,336,629	3,497,234	4,795,250	4,263,040	5,894,656	5,028,171	6,103,516	6,527,971	5,918,024	7,958,874
Charges for services	6,594,768	6,070,026	6,078,012	6,028,779	6,507,174	6,501,034	6,084,724	5,749,716	6,515,787	7,661,725
Fines and forfeitures	1,375,384	1,504,763	1,322,413	1,369,313	1,690,601	1,566,603	1,061,419	1,082,433	1,179,876	1,149,416
Interest Income	253,200	260,193	873,287	1,405,059	1,979,634	1,569,716	264,922	161,033	133,450	124,437
Other Revenues	1,635,906	1,196,378	773,154	805,784	556,346	885,637	625,094	830,383	966,867	2,025,582
Total Revenues	60,039,364	64,098,226	63,854,121	54,421,025	69,522,403	73,456,738	69,995,665	70,727,685	71,357,300	76,263,658
Expenditures										
General government	5,940,960	7,161,158	14,559,932	6,682,873	6,855,398	7,513,887	6,863,905	7,321,543	7,438,072	7,115,323
Judicial	5,116,382	5,274,330	5,478,154	5,562,022	5,672,632	6,018,209	5,685,755	5,677,904	5,804,900	5,713,876
Public safety	23,428,104	22,904,238	23,651,700	26,073,479	25,818,483	26,897,381	26,226,340	27,520,614	28,185,536	28,722,331
Public works	6,015,907	6,436,774	5,864,204	6,717,944	7,175,588	7,009,470	5,310,536	5,551,060	5,872,942	6,758,693
Health and welfare	1,135,424	1,167,576	1,190,878	1,249,742	1,286,151	1,424,387	1,215,586	1,175,159	1,439,758	1,875,928
Culture and recreation	1,119,038	3,530,000	6,854,780	3,978,458	4,187,370	4,157,000	4,045,000	4,064,765	4,028,550	3,654,532
Housing and development	598,839	582,101	609,578	677,927	611,837	625,377	795,917	596,810	719,771	792,870
Capital outlay (1)	11,983,147	12,178,082	1,692,082	9,223,452	11,364,647	18,004,751	21,592,600	6,052,498	11,403,555	18,081,779
Debt service										
Principal	1,752,722	-	4,465,000	5,134,351	-	1,064,237	6,288,974	6,677,519	13,397,117	6,981,446
Interest	122,523	231,435	207,825	195,589	362,084	86,088	993,902	1,566,300	1,418,598	942,428
Bond issuance cost	168,458	-	-	-	280,259	-	-	190,880	-	-
Intergovernmental	2,100,000	-	-	-	-	-	-	8,008,243	8,582,144	6,395,952
Total Expenditures	59,481,504	59,465,694	64,574,133	65,495,837	63,614,449	72,800,787	79,018,515	74,403,295	88,290,943	87,035,158
Excess (Deficiency) of Revenues over (under) Expenditures	557,860	4,632,532	(720,012)	(11,074,812)	5,907,954	655,951	(9,022,850)	(3,675,610)	(16,933,643)	(10,771,500)
Other Financing Sources (Uses)										
Transfers in	2,718,986	6,495,873	6,305,750	2,126,158	4,528,248	5,065,313	3,585,434	5,907,658	3,897,627	4,548,068
Transfers out	(3,866,008)	(7,625,149)	(6,711,262)	(3,197,166)	(5,670,489)	(6,262,037)	(4,683,526)	(6,677,792)	(4,766,058)	(4,828,746)
Bonds issued	9,500,000	-	-	-	19,490,000	-	-	20,000,000	-	-
Premium on bonds issued	195,289	-	-	-	509,719	-	-	1,638,591	-	-
Capital leases	-	474,494	-	-	-	5,220,000	-	-	-	-
Sale of capital assets	390,905	55,667	635,920	53,923	233,840	18,878	48,866	27,928	52,379	86,630
Total Other Financing Sources (Uses)	8,939,172	(599,115)	230,408	(1,017,085)	19,091,318	4,042,154	(1,049,226)	20,896,385	(816,052)	(194,048)
Net Change in Fund Balances	\$ 9,497,032	\$ 4,033,417	\$ (489,604)	\$ (12,091,897)	\$ 24,999,272	\$ 4,698,105	\$ (10,072,076)	\$ 17,220,775	\$ (17,749,695)	\$ (10,965,548)
Debt service as a percentage of noncapital expenditures	4%	0%	7%	9%	1%	2%	13%	12%	19%	11%

(1) - Increase in capital outlay due to SPLOST projects.

Floyd County, Georgia
Tax Revenue by Source, Governmental Funds
Last Ten Fiscal Years

Fiscal Year	Property Tax	Motor Vehicles & Mobile Homes Tax	Local Option Sales Tax	Special Purpose Local Option Sales Tax	Alcoholic Beverage Excise Tax	Insurance Premium Tax	Other Taxes	Total Taxes
2003	22,861,929	2,164,972	7,567,755	10,050,182	427,431	2,081,830	476,265	45,630,364
2004	22,526,061	2,479,101	8,365,138	14,553,965	416,172	2,252,580	732,493	51,325,510
2005	23,065,689	2,248,811	8,784,639	12,276,632	387,245	2,405,479	600,097	49,768,592
2006	22,666,519	2,256,997	9,438,666	531,841	407,675	2,520,870	2,486,717	40,309,285
2007	24,615,573	2,368,191	9,174,569	11,692,583	419,903	2,650,727	1,752,333	52,673,879
2008	25,533,369	2,215,321	9,015,502	15,863,137	427,598	2,715,337	1,924,656	57,694,920
2009	26,299,374	2,160,004	8,119,502	14,383,216	416,255	2,676,403	1,607,389	55,662,143
2010	26,314,760	2,005,621	8,345,136	14,765,747	396,795	2,602,995	1,752,884	56,183,938
2011	26,910,842	2,533,908	8,355,803	14,796,128	387,457	2,459,991	1,000,522	56,444,651
2012	27,055,198	2,566,642	8,443,300	14,928,279	371,554	2,628,049	1,151,645	57,144,667

Floyd County, Georgia
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year	Real and Personal	Public Utilities	Motor Vehicles/ Mobile Homes	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2003	1,994,035,871	361,957,736	231,621,029	(228,299,467)	2,359,315,169	10.900	5,898,287,923	40%
2004	2,097,913,642	351,960,365	232,778,612	(257,164,528)	2,425,488,091	10.845	6,063,720,228	40%
2005	2,241,478,961	360,948,132	229,901,998	(307,683,654)	2,524,645,437	10.515	6,311,613,593	40%
2006	2,420,459,021	366,680,707	217,392,090	(354,409,346)	2,650,122,472	10.433	6,625,306,180	40%
2007	2,524,781,723	359,420,546	236,085,298	(375,895,657)	2,744,391,910	10.433	6,860,979,775	40%
2008	2,610,665,568	356,328,234	242,542,113	(380,845,097)	2,828,690,818	11.100	7,071,727,045	40%
2009	2,630,556,338	366,844,906	248,815,870	(372,361,145)	2,873,855,969	11.100	7,184,639,923	40%
2010	2,573,668,364	364,629,124	220,011,639	(334,256,797)	2,824,052,330	11.100	7,060,130,826	40%
2011	2,543,636,292	358,871,851	218,361,076	(320,299,000)	2,800,570,219	11.100	7,001,425,548	40%
2012	2,500,854,725	385,200,848	222,376,129	(309,723,544)	2,798,708,158	11.100	6,996,770,396	40%

Source: Tax Digest

Floyd County, Georgia
Property Tax Rates - Direct and Overlapping Governments
Per \$1,000 Assessed Value
Last Ten Fiscal Years

City of Rome							
Fiscal Year	County		General Fund	Debt Service Fund	City	State	Total
	General Fund	Special Revenue Funds					
2003	8.200	-	-	-	24.600	0.25	33.050
2004	8.200	-	-	-	24.700	0.25	33.150
2005	7.968	-	-	-	24.580	0.25	32.798
2006	7.968	-	-	-	24.450	0.25	32.668
2007	8.100	-	-	-	24.430	0.25	32.780
2008	8.767	-	-	-	24.430	0.25	33.447
2009	8.767	-	-	-	24.420	0.25	33.437
2010	8.767	-	-	-	26.150	0.25	35.167
2011	8.767	-	-	-	26.150	0.25	35.167
2012	8.767	-	-	-	26.150	0.20	35.117
City of Cave Spring							
Fiscal Year	County		County School District		City	State	Total
	General Fund	Special Revenue Funds	General Fund	Debt Service Fund			
2003	8.200	-	17.691	-	-	0.25	26.141
2004	8.200	-	17.691	-	-	0.25	26.141
2005	7.968	-	18.996	-	-	0.25	27.214
2006	7.968	-	18.996	-	-	0.25	27.214
2007	8.100	-	18.676	-	-	0.25	27.026
2008	8.767	-	18.588	-	-	0.25	27.605
2009	8.767	-	18.588	-	-	0.25	27.605
2010	8.767	-	18.588	-	-	0.25	27.605
2011	8.767	-	18.588	-	-	0.25	27.605
2012	8.767	-	18.588	-	-	0.20	27.555
Floyd County (Unincorporated)							
Fiscal Year	County		County School District		City	State	Total
	General Fund	Special Revenue Funds	General Fund	Debt Service Fund			
2003	8.200	2.700	17.691	-	-	0.25	28.841
2004	8.200	2.645	17.691	-	-	0.25	28.786
2005	7.968	2.547	18.996	-	-	0.25	29.761
2006	7.968	2.465	18.996	-	-	0.25	29.679
2007	8.100	2.333	18.676	-	-	0.25	29.359
2008	8.767	2.333	18.588	-	-	0.25	29.938
2009	8.767	2.333	18.588	-	-	0.25	29.938
2010	8.767	2.333	18.588	-	-	0.25	29.938
2011	8.767	2.333	18.588	-	-	0.25	29.938
2012	8.767	2.333	18.588	-	-	0.20	29.888

Floyd County, Georgia
Principal Property Taxpayers
Current Year and Ten Years Ago

	2012			2003		
	Assessed Value	Rank	% of Total Assessed Value	Assessed Value	Rank	% of Total Assessed Value
Georgia Power	\$ 205,712,386	1	7.35%	\$ 125,637,642	2	5.34%
Oglethorpe Power	125,717,571	2	4.49%	179,097,019	1	7.61%
Crown Pine Timber (Temple Inland)	78,297,241	3	2.80%	73,313,963	3	3.12%
Rome Surgery Center	30,335,811	4	1.08%			
Ball Container LLC (Metal Container)	28,644,128	5	1.02%	12,949,210	5	0.55%
Larry C Martin	20,874,020	6	0.75%			
F & P Georgia	19,670,548	7	0.70%			
Norfolk Southern Corp.	17,994,737	8	0.64%			
Harbin Properties	17,177,203	9	0.61%			
Berry Schools	17,078,804	10	0.61%	11,669,280	6	0.50%
Aladdin Manufacturing Corp.				18,571,872	4	0.79%
Southern Bell Telephone				6,283,863	9	0.27%
Advanced Steel Technology				10,738,753	7	0.46%
Georgia Transmission Corp.				6,240,931	10	0.27%
Galey & Lord, Inc.				8,239,530	8	0.35%
	<u>\$ 561,502,449</u>		<u>20.06%</u>	<u>\$ 452,742,063</u>		<u>19.25%</u>

Floyd County, Georgia
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended Dec-31	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2003	20,463,584	17,835,932	87.16%	1,687,432	19,523,364	95.41%
2004	22,301,790	19,941,225	89.42%	1,330,208	21,271,433	95.38%
2005	23,012,274	18,386,339	79.90%	2,877,529	21,263,868	92.40%
2006	23,101,585	17,496,750	75.74%	4,027,339	21,524,089	93.17%
2007	23,771,863	22,300,872	93.81%	1,084,076	23,384,948	98.37%
2008	24,604,063	20,849,262	84.74%	2,900,960	23,750,222	96.53%
2009	25,102,896	17,487,274	69.66%	5,414,716	22,901,990	91.23%
2010	26,507,963	17,434,121	65.77%	5,430,580	22,864,701	86.26%
2011	27,247,652	23,777,041	87.26%	1,508,197	25,285,238	92.80%
2012	26,057,852	23,172,176	88.93%	-	23,172,176	88.93%

Floyd County, Georgia
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-Type Activities		Total Primary Government	Percentage of Personal Income ¹	Per Capita ¹
	G.O. Bonds	COPS	Capital Leases	Revenue Bonds	Notes Payable			
2003	9,500,000	-	191,325	11,670,000	-	21,361,325	0.86%	229
2004	9,500,000	-	217,101	10,725,000	-	20,442,101	0.78%	217
2005	5,035,000	2,777,000	-	9,750,000	-	17,562,000	0.65%	186
2006	-	2,777,000	-	8,755,000	-	11,532,000	0.41%	121
2007	19,490,000	2,777,000	-	7,750,000	1,296,333	31,313,333	1.06%	327
2008	19,490,000	2,777,000	5,133,912	6,710,000	1,228,958	35,339,870	1.14%	368
2009	33,290,000	2,777,000	5,044,882	6,710,000	1,158,698	48,980,580	1.60%	509
2010	26,800,000	2,777,000	4,857,363	9,220,000	1,085,431	44,739,794	1.44%	465
2011	13,715,000	2,777,000	4,661,481	8,110,000	1,009,025	30,272,506	0.95%	315
2012	7,055,000	2,777,000	4,461,712	6,975,000	929,349	22,198,061	0.68%	231 *

Notes: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

¹ See the Schedule of Demographic and Economic Statistics for personal income and population data.

* Estimate

Floyd County, Georgia
Ratio of Net General Bonded Debt
Last Ten Fiscal Years

Fiscal Year	G.O. Bonds	Total Primary Government	Percentage of Actual Value of Property	Per Capita¹	Population	Actual Property Value
2003	9,500,000	9,500,000	0.16%	102	93,368	5,898,287,923
2004	9,500,000	9,500,000	0.16%	101	94,009	6,063,720,228
2005	5,035,000	5,035,000	0.08%	53	94,198	6,311,613,593
2006	-	-	0.00%	-	95,322	6,625,306,180
2007	19,490,000	19,490,000	0.28%	204	95,618	6,860,979,775
2008	19,490,000	19,490,000	0.28%	203	95,980	7,071,727,045
2009	33,290,000	33,290,000	0.46%	346	96,250	7,184,639,923
2010	26,800,000	26,800,000	0.38%	278	96,317	7,060,130,826
2011	13,715,000	13,715,000	0.20%	143	95,989	7,001,425,548
2012	7,055,000	7,055,000	0.10%	73 *	96,177 *	6,996,770,396

Notes: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

¹ See the Schedule of Demographic and Economic Statistics for personal income and population data.

* Estimates

Floyd County, Georgia
Legal Debt Margin Information
Last Ten Fiscal Years

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Debt limit	\$ 258,761,464	\$ 268,265,262	\$ 283,232,909	\$ 300,453,182	\$ 312,028,757	\$ 320,953,592	\$ 324,621,711	\$ 315,881,109	\$ 312,086,922	\$ 310,843,170
Total net debt applicable to limit	9,500,000	9,500,000	5,035,000	-	19,490,000	19,490,000	33,290,000	26,800,000	13,715,000	7,055,000
Legal debt margin	\$249,261,464	\$258,765,262	\$278,197,909	\$300,453,182	\$292,538,757	\$301,463,592	\$291,331,711	\$289,081,109	\$298,371,922	\$303,788,170
Total net debt applicable to the limit as a % of debt limit	3.67%	3.54%	1.78%	0.00%	6.25%	6.07%	10.26%	8.48%	4.39%	2.27%

Legal Debt Margin Calculation for Fiscal Year 2012

Assessed value	\$2,798,708,158
Add back exempt real property	309,723,544
Total assessed value	<u>3,108,431,702</u>
Debt limit (10% of total assessed value)	310,843,170
Debt applicable to limit:	
General obligation bonds	7,055,000
Less: Amount set aside for repayment of general obligation debt	-
Total net debt applicable to limit	<u>7,055,000</u>
Legal debt margin	<u>\$ 303,788,170</u>

Floyd County, Georgia
Computation of Direct and Overlapping Bonded Debt
General Obligation Bonds
December 31, 2012

<u>Jurisdiction</u>	<u>Net General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to Government</u>	<u>Amount Applicable to Government</u>
Direct:			
General Obligation Bonds of Floyd County	\$ 7,055,000	100%	\$ 7,055,000
Capital Leases	7,238,712	100%	7,238,712
Intergovernmental Contracts			
Downtown Parking Deck	7,490,000	50%	3,745,000
Avionics Hangar	<u>1,959,484</u>	47%	<u>916,878</u>
Total Direct Debt	<u>23,743,196</u>		<u>18,955,590</u>
Overlapping:			
Floyd County School District:			
General Obligation Bonds	20,000,000	100%	20,000,000
Capital Leases	4,553,916	100%	4,553,916
City of Rome:			
Capital Leases	4,527,000	38%	1,720,260
Intergovernmental Contracts	3,645,000	38%	1,385,100
Rome School District:			
General Obligation Bonds	2,000,000	38%	760,000
City of Cave Spring:			
Capital Leases	33,136	1%	331
Total Overlapping Debt	<u>34,759,052</u>		<u>28,419,608</u>
Total Direct and Overlapping Debt			<u>\$ 47,375,198</u>

Note: Percentage applicable to government is based upon population percentage for Overlapping Section. Percentage for Intergovernmental Contracts is computed based on the amount of debt directly payable by Floyd County vs. all intergovernmental debt.

Floyd County, Georgia
Pledged Revenue Coverage
Water System Bonds
Last Ten Fiscal Years

Water Revenue Bonds							
Fiscal Year	Operating Revenue	(1) Direct Operating Expenses	Net Revenue Available For Debt Service	Debt Service Requirements			Times Coverage
				Principal	Interest	Total	
2003	5,262,744	2,923,141	2,339,603	1,100,000	477,410	1,577,410	1.48
2004	5,537,836	2,927,040	2,610,796	975,000	350,175	1,325,175	1.97
2005	5,868,044	3,179,412	2,688,632	975,000	358,058	1,333,058	2.02
2006	6,229,476	3,838,968	2,390,508	995,000	339,650	1,334,650	1.79
2007	6,162,822	3,982,544	2,180,278	1,005,000	316,183	1,321,183	1.65
2008	5,920,291	4,270,519	1,649,772	1,040,000	289,610	1,329,610	1.24
2009	6,640,697	3,987,916	2,652,781	1,105,000	224,245	1,329,013	2.00
2010	6,954,639	4,363,193	2,591,446	1,185,000	193,853	1,378,853	1.88
2011	6,910,420	4,251,064	2,659,356	1,110,000	268,167	1,378,167	1.93
2012	6,790,145	4,319,480	2,470,665	1,135,000	231,807	1,366,807	1.81

NOTE: (1) Direct operating expenses excludes depreciation

Floyd County, Georgia
Top Ten Water Customers
For Fiscal Year 2012

	Gallons Used	% of Total Gallons	Amount	% of Total Billed
Temple-Inland	76,123,000	5.7%	\$ 243,372	3.8%
Ball Container LLC	51,442,000	3.9%	162,437	2.5%
Floyd County Board of Education	28,203,000	2.1%	131,668	2.0%
Marglen Industries	19,702,000	1.5%	64,258	1.0%
Stonebridge Golf Club	17,742,000	1.3%	64,758	1.0%
US BioFuels	13,416,000	1.0%	43,115	0.7%
Georgia Power	11,162,000	0.8%	40,991	0.6%
Pirelli Tire North America	10,454,000	0.8%	35,362	0.5%
Rome Floyd Parks & Recreation	10,013,000	0.7%	41,232	0.6%
Swan Lake Mobile Homes	9,516,000	0.7%	31,443	0.5%
	<u>247,773,000</u>	<u>18.5%</u>	<u>\$ 858,635</u>	<u>13.3%</u>

Floyd County, Georgia
Water Customers
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Number of Customers</u>	<u>Number Increase (Decrease)</u>	<u>% Increase (Decrease)</u>
2003	15,252	126	0.8%
2004	15,489	237	1.6%
2005	15,635	146	0.9%
2006	15,894	259	1.7%
2007	15,920	26	0.2%
2008	15,940	20	0.1%
2009	15,848	(92)	-0.6%
2010	15,840	(8)	-0.1%
2011	15,566	(274)	-1.7%
2012	15,627	61	0.4%

Floyd County, Georgia
Water Rates and Fees
Last Eight Fiscal Years

Meter Size	Meter Charge				Base Charge				Deposit							
	3/1/05	3/1/06	7/1/07	4/1/08	1/1/09	1/1/10	6/1/11	1/1/12	3/1/05	3/1/06	7/1/07	4/1/08	1/1/09	1/1/10	6/1/11	1/1/12
5/8 inch	\$ 900	\$ 1,200	\$ 1,200	\$ 1,200	\$ 1,600	\$ 1,600	\$ 1,600	\$ 1,600	\$ 107.1	\$ 110.3	\$ 110.3	\$ 113.6	\$ 140.0	\$ 140.0	\$ 144.2	\$ 144.2
1 inch	1,100	1,100	1,400	1,400	1,800	1,800	1,800	1,800	13.84	14.26	14.26	14.69	18.06	18.06	18.06	18.06
1 1/2 inch									24.98	25.73	25.73	26.50	32.59	32.59	32.59	32.59
2 inch									40.50	41.72	41.72	42.97	52.85	52.85	52.85	52.85
3 inch									73.41	75.61	75.61	77.88	95.79	95.79	95.79	95.79
4 inch									121.56	125.21	125.21	128.97	158.63	158.63	158.63	158.63
6 inch									235.42	242.48	242.48	249.75	307.19	307.19	307.19	307.19
8 inch									419.42	432.00	432.00	444.96	547.30	547.30	547.30	547.30
10 inch									603.52	621.63	621.63	640.28	787.53	787.53	787.53	787.53

Meter Size	Rates				Rate Structure changed to promote water conservation			
	3/1/05	3/1/06	7/1/07	4/1/08	Effective 1/1/2009	Effective 7/1/2009	Effective 7/1/2009	Effective 7/1/2009
0 - 2,999 gallons	\$ 4.02	\$ 4.14	\$ 4.14	\$ 4.26	5/8" & 3/4"	5/8" & 3/4"	5/8" & 3/4"	5/8" & 3/4"
3,000 - 25,999 gallons	3.29	3.39	3.39	3.49	\$4.26	\$4.26	\$4.26	\$4.26
26,000 - 100,000 gallons	2.59	2.67	2.67	3.00	3.49	3.55	3.55	3.55
over 100,000 gallons	2.38	2.45	2.45	3.00	3.00	3.00	3.00	3.00
Actual Installation Cost					1" and Above	1" & 1 1/2"	1" & 1 1/2"	1" & 1 1/2"
					\$4.26	\$3.55	\$3.55	\$3.55
					3.49			
					2.75			
					2.52			

Penalty and Enforcement Practices
 After the due date the county imposes a 10% penalty on all unpaid bills. Disconnection of service occurs with respect to any bill that is 30 days past due. A reconnection fee of \$50.00 is charged to resume service.

Note: Information prior to 2005 is not readily available.

Floyd County, Georgia
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population¹	Personal Income (in thousands)²	Per Capita Personal Income²	Median Age¹	School Enrollment³	Unemployment Rate⁴
2003	93,368	2,496,381	26,710	(1)	9,846	4.3%
2004	94,009	2,635,174	28,074	34	10,105	4.4%
2005	94,198	2,685,536	28,521	36	10,302	5.3%
2006	95,322	2,811,104	29,599	36	10,321	4.3%
2007	95,618	2,958,949	31,109	36	10,275	4.6%
2008	95,980	3,087,159	32,260	37	10,125	8.0%
2009	96,250	3,064,620	31,840	36	10,066	10.9%
2010	96,317	3,113,083	32,331	38	10,059	11.0%
2011	95,989	3,182,913	33,159	38	10,392	10.4%
2012	96,177	* 3,246,571 *	33,756 *	37	10,392	8.9%

Data sources

(1) Information not readily available

¹US Bureau of Census

²US Department of Commerce, Bureau of Economic Analysis

³Floyd County Board of Education

⁴Georgia Department of Labor

* Estimates

Floyd County, Georgia
Principal Employers
Current Year and Nine Years Ago

Employer	2012			2003**		
	Employees	Rank	% of Total County Employment	Employees	Rank	% of Total County Employment
Floyd Medical Center	2,400	1	5.5%			
Floyd County Schools	1,690	2	3.8%			
Harbin Clinic	1,195	3	2.7%			
Redmond Regional Medical Center	1,187	4	2.7%			
Floyd County Government	800	5	1.8%			
Rome City Schools	743	6	1.7%			
City of Rome Government	629	7	1.4%			
Kellogg	558	8	1.3%			
Berry College	535	9	1.2%			
International Paper	441	10	1.0%			
Total	10,178		23.2%	-		0.00%

Sources: Chamber of Commerce and Georgia Department of Labor

** Prior information not readily available.

Floyd County, Georgia
Full-time-Equivalent County Government Employees by Function/Program
Last Ten Fiscal Years

Function/Program	Full-time Employees as of December 31,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General government:	185	190	194	174	167	164	172	172	173	166
Public Safety:										
Police & Sheriff										
Officers	189	200	204	197	210	206	214	214	212	201
Civilians	51	59	59	58	58	53	58	58	54	52
Corrections	54	55	55	54	53	55	66	68	73	74
Water	35	35	35	35	38	38	39	39	36	36
Engineering	4	3	3	3	3	4	4	4	4	4
Maintenance	83	93	85	80	80	78	78	78	78	72
Airport	4	4	4	4	4	4	4	4	4	4
Total	605	639	639	605	613	602	635	637	634	609

Source: Human Resources Department.

Floyd County, Georgia
Operating Indicators by Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Police										
Citations	7,572	7,267	6,090	11,406	13,078	8,791	8,123	7,515	9,187	9,750
Parking violations	-	5	9	6	-	-	-	-	-	-
Fire										
Calls answered	4,236	4,651	4,394	4,705	4,791	4,294	4,275	4,310	4,604	4,483
Emergency medical calls	1,180	1,285	1,255	1,506	1,380	1,242	1,318	1,253	1,181	1,178
Inspections	660	1,321	1,563	1,584	1,424	971	911	1,045	1,206	1,915
Highways and streets										
Street resurfacing (miles)	28	37	44	46	44	25	-	4	10	23

Sources: Various county and city departments.

Floyd County, Georgia
Capital Asset Statistics by Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Total vehicles	62	58	62	63	72	82	76	80	75	78
Patrol zones	5	5	5	5	5	5	5	5	5	5
Fire Stations	10	10	10	10	10	10	10	10	10	10
Public Works										
Streets (miles)	725	723	728	730	726	733	733	733	735	738
Culture and Recreation										
Number of parks	28	28	28	28	28	28	28	29	29	29
Park acreage	831	831	831	831	831	839	839	871	871	871
Playgrounds	27	27	27	27	28	28	28	28	21	21
Recreation centers	16	16	16	16	16	16	16	16	17	17
Baseball/softball diamonds	38	38	38	38	38	38	38	41	41	41
Soccer/football fields	13	13	13	13	15	13	10	10	10	10
Tennis courts	53	53	53	53	47	49	49	49	49	47

Sources: Various county and city departments.

Floyd County, Georgia
Insurance in Force
For the Year Ended December 31, 2012

Property Coverage:	
Buildings, contents, EDP, and mobile equipment	\$ 214,133,400
Automobile Liability-All (General and Water System):	
Bodily injury per person per occurrence	500,000
Bodily injury aggregate per occurrence	700,000
Property damage per occurrence	50,000
Airport Liability:	
Products-Completed operations aggregate limit	3,000,000
Hangar keepers liability (per aircraft/ per occurrence)	500,000/ 1,000,000
Comprehensive General Liability:	
Per occurrence limit	1,000,000
Law Enforcement Liability:	
Per occurrence limit	1,000,000
Public officials Errors and Omissions Liability:	
Per wrongful act/ aggregate	1,000,000/ 2,000,000
Crime coverage:	
Blanket employee dishonesty and faithful performance (per employee)	50,000
Statutory bonds	As required/various limits

Floyd County, Georgia
Miscellaneous Statistical Information

Floyd County was created by Legislative Act in 1832.

Form of Government-Board of Commissioners consisting of five members.

Area-Square Miles	513
-------------------	-----

Building Permits:

Issued	55
--------	----

Estimated Cost	\$ 10,407,565
----------------	---------------

Registered Voters	54,214
-------------------	--------