

# **Floyd County, Georgia**



## **Comprehensive Annual Financial Report**

**For Fiscal Year Ended  
December 31, 2007**

# **FLOYD COUNTY, GEORGIA**

*Comprehensive Annual Financial Report*

*For the Year Ended*

*December 31, 2007*

*Prepared by:*

*Finance Department*



**FLOYD COUNTY, GEORGIA  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED DECEMBER 31, 2007**

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**FLOYD COUNTY, GEORGIA  
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## **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 organization chart, and a list of principal officials.*



# FLOYD COUNTY, GEORGIA

## BOARD OF COMMISSIONERS

June 30, 2008

### BOARD OF COMMISSIONERS

**JERRY JENNINGS, Ph.D.**  
CHAIRMAN

**EDDIE LUMSDEN**  
VICE-CHAIRMAN

**GARRY FRICKS**

**JOHN MAYES**

**CHAD WHITEFIELD**

### DEPARTMENTS

**KEVIN POE**  
COUNTY MANAGER

**BLAINE WILLIAMS**  
ASSISTANT COUNTY MANAGER

**KATHY ARP**  
CLERK, BOARD OF COMMISSIONERS

**MCRAE, STEGALL, PEEK, HARMAN,  
SMITH AND MANNING, LLP**  
COUNTY ATTORNEY

**MIKE MATHEWS**  
MANAGER, AIRPORT

**PATRICIA SMITH**  
DIRECTOR, E911

**SCOTTY HANCOCK**  
DIRECTOR, EMERGENCY MANAGEMENT

**EVON BILLUPS**  
CHIEF CLERK, ELECTIONS & REGISTRATION

**JOHN MAYS**  
MANAGER, FACILITIES MANAGEMENT

**GARY BURKHALTER**  
COMPTROLLER, FINANCE DIRECTOR

**BRENT POPLIN**  
MANAGER, THE FORUM

**LARRY JOHNSON**  
DIRECTOR, HUMAN RESOURCES

**LASONJA HOLCOMB**  
DIRECTOR, MIS

**BILL SHIFLETT**  
CHIEF OF POLICE

**ANNE BRINKLEY**  
WARDEN, COUNTY PRISON

**MICHAEL SKEEN**  
DIRECTOR, PUBLIC WORKS

**NANCY LAM**  
DIRECTOR, PURCHASING

**BILL MCWHORTER**  
CHIEF TAX ASSESSOR

**STEVE HULSEY**  
UTILITIES ADMINISTRATOR, WATER

The Honorable Jerry Jennings, PhD 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, 2007.

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 Floyd County comprehensive framework of internal controls has 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 Floyd County 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 Floyd County for the fiscal year ended December 31, 2007, 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 Floyd County financial statements for the fiscal year ended December 31, 2007, 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.

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 Floyd 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 Floyd County 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 to be the economic hub of this region. Floyd County occupies a land area of 514 square miles and serves a population of 95,618. Floyd 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. Floyd 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 Government 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 mainly by Floyd County Government. 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 Floyd County Government are required to submit requests for appropriation to the government’s 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 31<sup>st</sup>. The appropriated budget is prepared by fund and department. Department heads may make transfers of appropriations within a department with the exception of salaries and equipment. Transfers of appropriations from salary or equipment line items or between departments, however, require the special approval of the governing board. Budget-to-actual comparisons are provided in this 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.** Because of the diversity of the local economy which includes healthcare, education, retail, government and industry sectors, Floyd County has been able to continue to operate under stable economic conditions although the economy in general throughout the year began to show signs of a slowdown. Several industrial operations scaled back along with one plant closure and sales tax collections were less than the previous year's. However, there were several business and plant expansions throughout the year that helped off-set the loss of jobs. Additionally, a total of \$16.5 million in capital investments from primary employers kept the local economy stable.

In 2007, VT Industries, the world's largest supplier of kitchen countertops, announced it will expand the line of products produced at its Rome, Georgia plant, a move that will result in a \$5 million investment in the facility and the addition of approximately 20 jobs in the community. For the fourth time in as many years, F & P Georgia, which manufactures suspension systems and other metal parts for automakers Honda and Nissan, is now the sixth largest manufacturer in Floyd County and total investments for the facility since it started operating in 2002 are over \$70 million.

The Kellogg Company invested \$35 million dollars to upgrade its Rome manufacturing plant during 2007. Kellogg employs more than 600 people in its Rome plant, which is one of the world's leading producers of Rice Krispie Treats and other snacks. Agribusiness, food processing and food-related industries have long been a staple of Floyd County's economy. Kellogg's decision for this major reinvestment reinforces the viability of these types of industries in Rome and Floyd County.

During 2007, the Harbin Clinic, Georgia's largest privately-owned multi-specialty clinic, opened its new \$17 million ultra-modern 75,000-square-foot facility that houses such specialties as a neurosciences practice, a plastic surgery center, an eye care center and vascular lab. Additionally, Scott Logistic Corporation, which provides transportation logistic services, opened its new 24,000 square foot state-of-the-art headquarters facility. The company now employs over 150 employees and has annual revenue of over \$40 million.

Both the Rome and Floyd County school systems are winding down their Special Purpose Local Option Sales Tax (SPLOST) program which is being used to upgrade, renovate, expand and replace schools throughout the county. Also, the cities of Rome and Cave Spring and Floyd County have started a new SPLOST program, which was approved by the voters in November of 2006. The 39 month SPLOST is projected to raise nearly \$53 million to support transportation, recreation and facility improvements throughout the community.

For the first time in a number of years, there was a decrease in the amount of local option sales tax collected. Unemployment rates increased slightly but were still better than the national and state unemployment rates. Both these indicators, however; show that there is a downturn in the local economy which follows the state and national trend.

**Long-Term Outlook.** It is anticipated that Floyd County will continue to experience a slowdown in the local economy, however, it is anticipated the state and local economy will perform better than the national economy. Floyd County continues to have a robust healthcare industry and a diverse industrial base. Additionally, the retail sector continues to invest in the community and the local governments, primarily with the help of ongoing Special Purpose Local Option Sales Tax (SPLOST) programs, continue to invest in local infrastructure and facilities which helps to stimulate the local economy. Projections are that the local economy will be sluggish throughout 2008 and into early 2009 at a minimum.

Housing starts are expected to be slower than normal in the near future but other initiatives being undertaken will hopefully help the local construction industry. During 2008, significant dollars will continue to be spent on SPLOST projects. Additionally, Floyd County has teamed with Coosa Valley Technical College (CVTC) to build a new facility at the Richard B. Russell Airport to start an Aviation/Avionics program. Along with completing other improvements to the airport, the County is hoping to capitalize on attracting aviation related business to the airport.

The Georgia Department of Transportation will begin work on completing the bypass around Rome which will create jobs in the construction sector and eventually improve the transportation network throughout the county.

The City of Rome and Floyd County are teaming up to construct a new 380 space \$7 million parking deck along the river in downtown Rome adjacent to the County's convention center known as The Forum. With completion of a pedestrian bridge, which the City and County also collaborated on, and other improvements planned along the riverfront and around The Forum, it is anticipated that additional private sector investment will follow in the downtown area and across the river.

Tourism continues to have a positive impact on the local economy. State and national sports tournaments are routinely held in Floyd County, along with annual events, such as the Atlanta Steeplechase and Air Show, which draw thousands of spectators. New in 2008 will be the NAIA National Football Championship which will be held at the City of Rome's Barron

Stadium. This will be a weeklong event that will bring in numerous visitors throughout the country to our community.

### **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 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, 2006. 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.

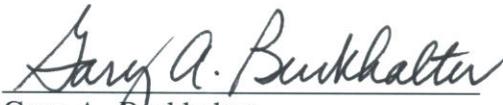
### **Acknowledgments**

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 of 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. Without their guidance and leadership, preparation of this report would not have been possible.

Respectfully Submitted,

  
\_\_\_\_\_  
Kevin Poe  
County Manager

  
\_\_\_\_\_  
Gary A. Burkhalter  
Comptroller/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, 2006

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



*Oliver S. Cox*

President

*Jeffrey R. Emen*

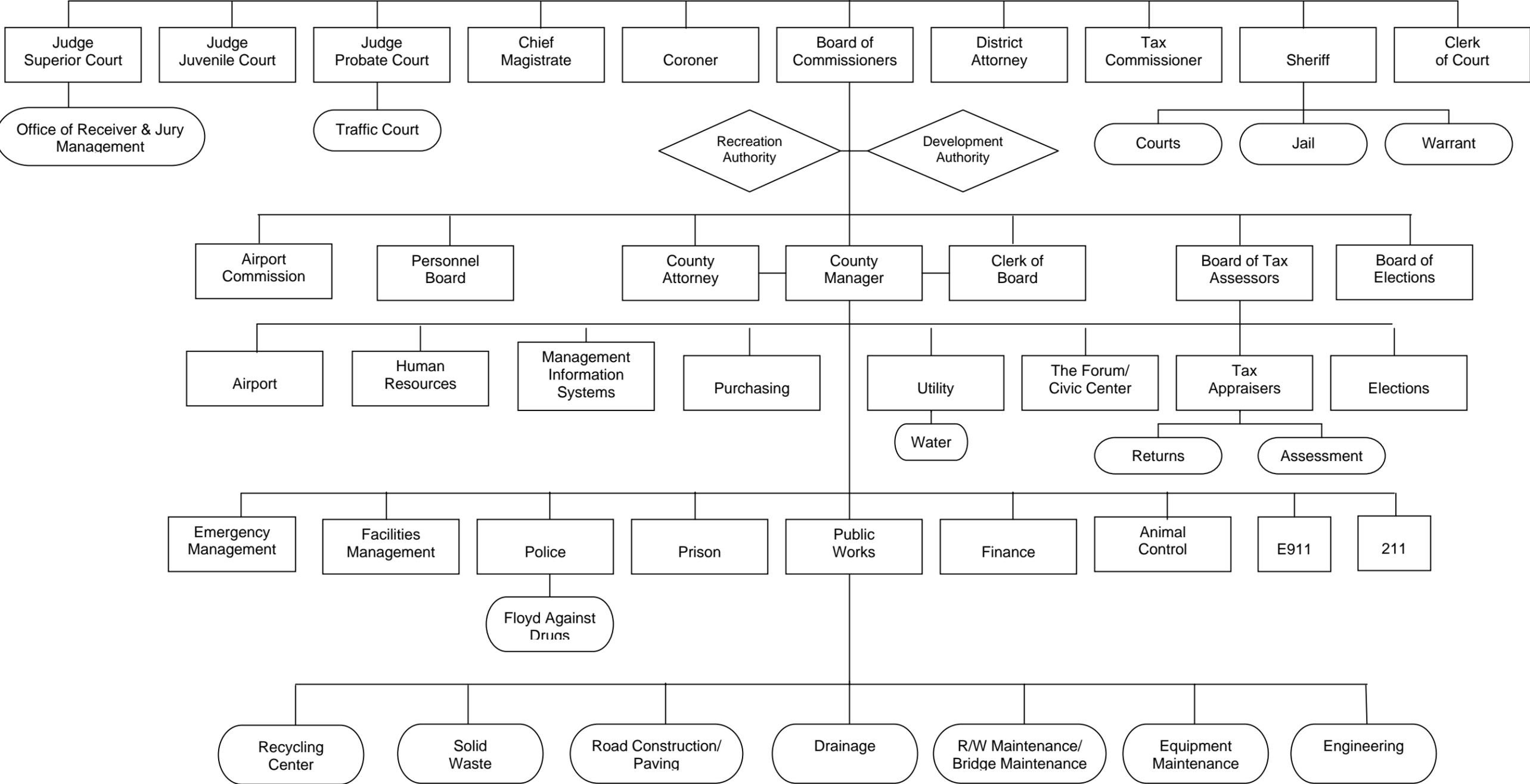
Executive Director



# FLOYD COUNTY, GEORGIA



Floyd County Citizens



**FLOYD COUNTY, GEORGIA**  
*LIST OF PRINCIPAL OFFICIALS*  
*December 31, 2007*

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**2007**

BOARD OF COMMISSIONERS

|                       |               |
|-----------------------|---------------|
| Jerry Jennings, Ph.D. | Chairman      |
| John Mayes            | Vice-Chairman |
| Garry Fricks          | At-Large      |
| Eddie Lumsden         | At-Large      |
| Chad Whitefield       | At-Large      |

COUNTY ADMINISTRATION

|  |                              |
|--|------------------------------|
| Kevin C. Poe                                       | County Manager               |
| Blaine H. Williams                                 | Assistant County Manager     |
| McRae, Stegall, Peek, Harman, Smith & Manning, LLP | County Attorney              |
| Kathy Arp  | County Clerk                 |
| Gary A. Burkhalter, CGFM                           | Comptroller/Finance Director |
| Susie Gass, CPA                                    | Assistant Finance Director   |

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**2008**

BOARD OF COMMISSIONERS

|                       |               |
|-----------------------|---------------|
| Jerry Jennings, Ph.D. | Chairman      |
| Eddie Lumsden         | Vice-Chairman |
| Garry Fricks          | At-Large      |
| John Mayes            | At-Large      |
| Chad Whitefield       | At-Large      |

COUNTY ADMINISTRATION

|  |                              |
|--|------------------------------|
| Kevin C. Poe                                       | County Manager               |
| Blaine H. Williams                                 | Assistant County Manager     |
| McRae, Stegall, Peek, Harman, Smith & Manning, LLP | County Attorney              |
| Kathy Arp  | County Clerk                 |
| Gary A. Burkhalter, CGFM                           | Comptroller/Finance Director |
| Susie Gass, CPA                                    | 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

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### To the Board of Commissioners Floyd County, Georgia

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, 2007, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the Floyd County Health Department, which represents 23% and 70% respectively, of the assets and revenue of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose report thereon 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. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of 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, 2007 and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the General Fund and the Fire Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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In accordance with *Government Auditing Standards*, we have also issued our report dated June 28, 2008 on our consideration of the County'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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis, Schedules of Funding Progress, and the Schedules of Employer Contributions (on page 3 through 14 and page 56 through 58, respectively) are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and statistical section, as listed in the accompanying table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of special purpose local option sales tax proceeds is presented for purposes of additional analysis as required by the Official Code of Georgia Annotated 48-8-121, and is not a required part of the basic financial statements. The combining and individual fund financial statements and schedules and the schedule of expenditures of special purpose local option sales tax proceeds have been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, in our opinion, based on our audit and the report of other auditors, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. 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 express no opinion on them.

*Mauldin & Jenkins, LLC*

Atlanta, Georgia  
June 28, 2008

## **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, 2007*

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**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, 2007. 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 \$295,324,722 (net assets) for the fiscal year reported. This compares to the previous year when total assets exceeded total liabilities by \$288,724,563.
- Total net assets are comprised of the following:
  - (1) Capital assets, net of related debt, of \$239,177,023 include property and equipment, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of capital assets.
  - (2) Net assets of \$36,049,276 are restricted by constraints imposed from outside the County such as debt covenants, grantors, laws, or regulations.
  - (3) Unrestricted net assets of \$20,098,423 represent 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 \$53,773,138 this year. This compares to the prior year ending fund balance of \$28,773,866 showing an increase of \$24,999,272 during the current year. Unreserved fund balance of \$52,552,599 for fiscal year 2007 shows a \$24,938,405 increase from the prior year.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$14,905,767 or 35% of total General Fund expenditures.

**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 Assets*. 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 assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether

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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 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 assets 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. 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 that the County Commission has appointed. These organizations, such as the County Health Department, the Airport Authority, the Parks and Recreation Authority and the Development Authority, 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 15-18 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 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.

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Budgetary comparison statements are included in the basic financial statements for the General Fund and Fire Fund. Budgetary comparison schedules for other 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 19-25 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 fund provides services and charges fees to customers (i.e., other funds) within the County organization. The County's sole internal service fund provides the County with workers' compensation. Because the County's internal service fund exclusively serves governmental functions, it is 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 fund 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 26-29 of this report and component unit financial statements are presented on pages 90-92.

*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 30 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 31-62 of this report.

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**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 fund are presented in a subsequent section of this report on pages 65-92.

**Financial Analysis of the County as a Whole**

The County's net assets at fiscal year-end are \$295,324,722. This is a \$6,600,159 increase from last year's net assets of \$288,724,563. The following table provides a summary of the County's net assets:

**Summary of Net Assets**

|   | <b>Governmental Activities</b> |                      | <b>Business Activities</b> |                     | <b>Totals</b>        |                      | <b>Percentage of Total</b> |             |
|---|--------------------------------|----------------------|----------------------------|---------------------|----------------------|----------------------|----------------------------|-------------|
|   | <b>2007</b>                    | <b>2006</b>          | <b>2007</b>                | <b>2006</b>         | <b>2007</b>          | <b>2006</b>          | <b>2007</b>                | <b>2006</b> |
| <b>Assets:</b>                            |                                |                      |                            |                     |                      |                      |                            |             |
| Current and other assets                  | \$ 60,543,618                  | \$ 35,491,835        | \$ 6,791,869               | \$ 6,748,086        | \$ 67,335,487        | \$ 42,239,921        | 20%                        | 14%         |
| Capital assets                            | 232,641,964                    | 232,226,026          | 38,518,972                 | 37,913,036          | 271,160,936          | 270,139,062          | 80%                        | 86%         |
| <b>Total assets</b>                       | <b>293,185,582</b>             | <b>267,717,861</b>   | <b>45,310,841</b>          | <b>44,661,122</b>   | <b>338,496,423</b>   | <b>312,378,983</b>   | <b>100%</b>                | <b>100%</b> |
| <b>Liabilities:</b>                       |                                |                      |                            |                     |                      |                      |                            |             |
| Current liabilities                       | 7,340,233                      | 7,515,830            | 1,323,602                  | 2,144,338           | 8,663,835            | 9,660,168            | 20%                        | 41%         |
| Long-term liabilities                     | 24,960,140                     | 4,474,567            | 9,547,726                  | 9,519,685           | 34,507,866           | 13,994,252           | 80%                        | 59%         |
| <b>Total liabilities</b>                  | <b>32,300,373</b>              | <b>11,990,397</b>    | <b>10,871,328</b>          | <b>11,664,023</b>   | <b>43,171,701</b>    | <b>23,654,420</b>    | <b>100%</b>                | <b>100%</b> |
| <b>Net assets:</b>                        |                                |                      |                            |                     |                      |                      |                            |             |
| Investment in capital assets, net of debt | 209,668,599                    | 229,449,026          | 29,508,424                 | 28,592,018          | 239,177,023          | 258,041,044          | 81%                        | 90%         |
| Restricted                                | 32,309,851                     | 7,313,444            | 3,739,425                  | 1,935,910           | 36,049,276           | 9,249,354            | 12%                        | 3%          |
| Unrestricted                              | 18,906,759                     | 18,964,994           | 1,191,664                  | 2,469,171           | 20,098,423           | 21,434,165           | 8%                         | 7%          |
| <b>Total net assets</b>                   | <b>\$260,885,209</b>           | <b>\$255,727,464</b> | <b>\$34,439,513</b>        | <b>\$32,997,099</b> | <b>\$295,324,722</b> | <b>\$288,724,563</b> | <b>100%</b>                | <b>100%</b> |

The Total Assets changed \$26,117,440 from 2006 with the majority of this increase occurring in Current and Other Assets category. This is due to the 2006 SPLOST Fund beginning in 2007 and several projects started during 2007. These projects range from facility renovations, recreation improvements and construction of new parks and facilities.

The Total Liabilities changed \$19,517,281 from 2006. The Long Term Liabilities category is where the vast majority of this change occurred. This change is due to the issuance of \$19,490,000 of general obligation bonds

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to fund several 2006 SPLOST projects in order to begin construction of these projects prior to the sales tax collections. Sales tax collections will pay all debt service payments on these bonds.

The County continues to maintain a high 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 8.3 to 1 and 5.1 to 1 for business-type activities. For the County overall, the current ratio is 7.8 to 1.

Note that approximately 80% of the governmental activities' net assets are tied up in capital (with 82% of the capital assets being infrastructure). The County uses these capital assets to provide services to its citizens. However, with business-type activities, the County has spent approximately 85% of its net assets on capital. Capital assets in the business-type activities provide water services, operate the Forum and operate a recycling center. Ninety-two percent of the County's total net assets are included in capital assets.

The County reports an increase in net assets of \$5,157,745 for governmental activities and an increase in net assets of \$1,442,414 for business-type activities. The County's overall financial position improved during fiscal year 2007 by \$6,600,159.

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**Summary of Changes in Net Assets**

|                                | <b>Governmental Activities</b> |                       | <b>Business Activities</b> |                      | <b>Totals</b>         |                       | <b>Percentage of Totals</b> |             |
|--------------------------------|--------------------------------|-----------------------|----------------------------|----------------------|-----------------------|-----------------------|-----------------------------|-------------|
|                                | <b>2007</b>                    | <b>2006</b>           | <b>2007</b>                | <b>2006</b>          | <b>2007</b>           | <b>2006</b>           | <b>2007</b>                 | <b>2006</b> |
| Revenues:                      |                                |                       |                            |                      |                       |                       |                             |             |
| Program:                       |                                |                       |                            |                      |                       |                       |                             |             |
| Charges for Services           | \$ 8,581,351                   | \$ 7,778,009          | \$ 7,039,116               | \$ 7,176,224         | \$ 15,620,467         | \$ 14,954,233         | 20%                         | 22%         |
| Operating grants               | 2,887,740                      | 3,011,336             | 60,000                     | 75,614               | 2,947,740             | 3,086,950             | 4%                          | 5%          |
| Capital grants                 | 4,088,235                      | 7,633,160             | 1,052,070                  | 193,482              | 5,140,305             | 7,826,642             | 7%                          | 12%         |
| General:                       |                                |                       |                            |                      |                       |                       |                             |             |
| Property taxes                 | 24,615,573                     | 22,024,383            | -                          | -                    | 24,615,573            | 22,024,383            | 31%                         | 31%         |
| Sales taxes                    | 20,867,152                     | 9,970,507             | -                          | -                    | 20,867,152            | 9,970,507             | 26%                         | 15%         |
| Insurance premium taxes        | 2,650,727                      | 2,520,870             | -                          | -                    | 2,650,727             | 2,520,870             | 3%                          | 4%          |
| Other taxes                    | 4,545,232                      | 5,151,389             | -                          | -                    | 4,545,232             | 5,151,389             | 6%                          | 8%          |
| Interest                       | 1,979,634                      | 1,405,059             | 280,398                    | 247,423              | 2,260,032             | 1,652,482             | 3%                          | 2%          |
| Gain on sale of capital assets | -                              | -                     | -                          | 14,300               | -                     | 14,300                | 0%                          | 0%          |
| Other                          | 392,883                        | 665,632               | -                          | -                    | 392,883               | 665,632               | 0%                          | 1%          |
| Total revenues                 | <u>70,608,527</u>              | <u>60,160,345</u>     | <u>8,431,584</u>           | <u>7,707,043</u>     | <u>79,040,111</u>     | <u>67,867,388</u>     | <u>100%</u>                 | <u>100%</u> |
| Program Expenses:              |                                |                       |                            |                      |                       |                       |                             |             |
| General government             | 8,640,522                      | 7,465,348             | -                          | -                    | 8,640,522             | 7,465,348             | 12%                         | 12%         |
| Judicial                       | 5,692,065                      | 5,600,333             | -                          | -                    | 5,692,065             | 5,600,333             | 8%                          | 8%          |
| Public safety                  | 27,781,636                     | 26,172,727            | -                          | -                    | 27,781,636            | 26,172,727            | 38%                         | 38%         |
| Public works                   | 15,218,657                     | 17,260,898            | -                          | -                    | 15,218,657            | 17,260,898            | 21%                         | 25%         |
| Health and welfare             | 1,543,944                      | 1,408,770             | -                          | -                    | 1,543,944             | 1,408,770             | 2%                          | 2%          |
| Culture and recreation         | 4,936,827                      | 2,733,899             | -                          | -                    | 4,936,827             | 2,733,899             | 7%                          | 4%          |
| Housing and development        | 612,447                        | 680,140               | -                          | -                    | 612,447               | 680,140               | 1%                          | 1%          |
| Interest                       | 766,184                        | 195,589               | -                          | -                    | 766,184               | 195,589               | 1%                          | 0%          |
| Water                          | -                              | -                     | 5,685,983                  | 5,387,797            | 5,685,983             | 5,387,797             | 8%                          | 8%          |
| Forum                          | -                              | -                     | 870,300                    | 849,281              | 870,300               | 849,281               | 1%                          | 1%          |
| Recycling                      | -                              | -                     | 691,387                    | 711,082              | 691,387               | 711,082               | 1%                          | 1%          |
| Total expenses                 | <u>65,192,282</u>              | <u>61,517,704</u>     | <u>7,247,670</u>           | <u>6,948,160</u>     | <u>72,439,952</u>     | <u>68,465,864</u>     | <u>100%</u>                 | <u>100%</u> |
| Excess (deficiency)            | 5,416,245                      | (1,357,359)           | 1,183,914                  | 758,883              | 6,600,159             | (598,476)             |                             |             |
| Transfers                      | (258,500)                      | (321,008)             | 258,500                    | 321,008              | -                     | -                     |                             |             |
| Changes in net assets          | 5,157,745                      | (1,678,367)           | 1,442,414                  | 1,079,891            | 6,600,159             | (598,476)             |                             |             |
| Beginning net assets           | 255,727,464                    | 257,405,831           | 32,997,099                 | 31,917,208           | 288,724,563           | 289,323,039           |                             |             |
| Ending net assets              | <u>\$ 260,885,209</u>          | <u>\$ 255,727,464</u> | <u>\$ 34,439,513</u>       | <u>\$ 32,997,099</u> | <u>\$ 295,324,722</u> | <u>\$ 288,724,563</u> |                             |             |

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## **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 \$16,126,306. Of this year-end total, \$14,905,767 is unreserved indicating availability for continuing County service requirements. Reserved fund balances include: \$127,773 set aside for inventory, \$850,846 from the jail surcharge which is set aside for expenditures for public safety needs as required by the State of Georgia statutes and \$241,920 for prepaid items.

The General Fund expenditures increased \$1,326,916 in 2007 from 2006. This increase is due primarily to the following:

1. General services expenditures are more than the prior year due to increases in salaries and benefits, fuel costs, management services and legal fees.
2. Public safety expenditures increased due to increases in salaries and benefits line items, as well as, increases in fuel costs and medical costs for prisoners.
3. Public works expenditures increased with salaries and benefits, fuel costs and the increased cost of roads maintenance.
4. Facilities management expenditures increased because of an increase in salaries and benefits and repair costs at several county facilities.

The General Fund revenues increased by \$1,188,538 and its other financing uses decreased by \$456,680 in 2007. These increases are due primarily to the following:

1. Taxes increased in the areas of ad valorem. The category is the main reason for the significant increase in revenues.
2. Intergovernmental revenues increased due to an increase in state funds.
3. Interest earnings were down due to lower interest rates on the invested funds.
4. Other Financing Uses decreased due to an increase in transfers from other funds in order to meet obligations for 2007. Also in 2007 the county had a significant increase in the amount of funds received from the sale of capital assets.

The Fire Fund operates to fund the county's obligation for providing fire protection services in the county. The Fire Fund reported ending fund balance of \$2,894,347. This fund balance increased

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\$30,612 from last year. This increase is due to revenues being more than projected. A separate millage rate is assessed in the unincorporated area of the county. The tax revenue collected from this millage rate was \$67,000 more than projected. However, the interest earned was \$36,500 less than projected.

The 2006 SPLOST Fund funds many capital projects throughout the county. The 2007 fiscal year was when this fund was established. The projects funded in 2007 ranged from governmental buildings, recreational parks improvements, public works facilities to public safety facility improvements. The 2006 SPLOST Fund reported ending fund balance of \$27,621,533. In addition to the SPLOST collections the county issued \$19,490,000 in general obligation bonds to fund some projects prior to the collection of the special purpose local option sales tax. Several projects did not progress as anticipated in 2007, thus the main reason for the significant end of year end fund balance.

The General Capital Projects Fund funds the capital projects and capital equipment purchases of the county. This fund reported ending fund balance of \$495,329. This is a decrease of \$212,164 from the prior year. The main reason for this decrease is due to some projects being completed later than anticipated. Several projects dealt with development in the downtown area which make up the majority of the housing and development expenditures. The expenditures in the general government category mainly deal with purchases of equipment, such as law enforcement vehicles, computer equipment and facility renovations.

***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 16,000 residential and commercial customers. The Water System bond coverage of 1.65 exceeded the required 1.2 coverage for the year ended December 31, 2007. Water rates were not increased in 2007.

This fund reported \$1,002,942 from operations and an overall increase in net assets of \$1,797,049.

**General Fund Budgetary Highlights**

The original budget adopted anticipated a \$1,478,130 decrease in its fund balance. The budget was subsequently revised to reflect a decrease in its fund balance of \$1,680,075. The actual fund balance decrease was \$580,336, reflecting a positive variance from the revised budget of \$1,099,739.

The 2007 General Fund budget was able to achieve the positive variance due to the following:

1. General government category was under budget by \$337,000. The reason for the decline was due to salaries and benefits and technology costs being less than projected.
2. Judicial category was under budget by \$259,000 due mainly to salaries and benefits being less than projected.
3. Public Roads was under budget by \$105,000 due to salaries and benefits and repair costs being less than anticipated.

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4. The remainder of the variances is spread throughout the departments with the cost reductions being mainly in the area of salaries and benefits.

### **Capital Asset and Debt Administration**

#### *Capital assets*

The County's investment in capital assets, net of accumulated depreciation, for governmental and business-type activities as of December 31, 2007, was \$209,668,599 and \$29,508,424, respectively. The total decrease in this net investment was 9.4% for governmental and a decrease in this net investment of 1% for business-type activities.

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

1. Construction of the 2003 SPLOST projects for the purpose of building a new health department facility, as well as sewer treatment improvements, recreational improvements, Courthouse/Administration Building renovations and road improvements. Cost during 2007 amounted to \$1,860,137.
2. Additional road improvements not covered by the 2003 SPLOST totaled \$500,000.
3. Various capital improvements at the airport totaled over \$120,000.
4. A pedestrian footbridge along with other improvements in this downtown area totaled over \$1,400,000.

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|                                 | <b>Capital Assets</b>                  |                       |                            |                      |                       |                       |
|---------------------------------|--|-----------------------|----------------------------|----------------------|-----------------------|-----------------------|
|                                 | <b>Net of Accumulated Depreciation</b> |                       |                            |                      |                       |                       |
|                                 | <b>Governmental Activities</b>         |                       | <b>Business Activities</b> |                      | <b>Totals</b>         |                       |
|                                 | <b>2007</b>                            | <b>2006</b>           | <b>2007</b>                | <b>2006</b>          | <b>2007</b>           | <b>2006</b>           |
| Non-depreciable assets:         |  |                       |                            |                      |                       |                       |
| Land                            | \$ 4,360,390                           | \$ 4,310,390          | \$ 930,538                 | \$ 930,538           | \$ 5,290,928          | \$ 5,240,928          |
| Construction in progress        | 10,643,787                             | 10,471,588            | 807,783                    | 1,701,884            | 11,451,570            | 12,173,472            |
| Total non-depreciable           | <u>15,004,177</u>                      | <u>14,781,978</u>     | <u>1,738,321</u>           | <u>2,632,422</u>     | <u>16,742,498</u>     | <u>17,414,400</u>     |
| Depreciable assets:             |  |                       |                            |                      |                       |                       |
| Buildings                       | 86,856,279                             | 85,436,900            | 11,714,632                 | 10,385,633           | 98,570,911            | 95,822,533            |
| Machinery and equipment         | 14,977,077                             | 12,662,576            | 2,041,409                  | 2,251,370            | 17,018,486            | 14,913,946            |
| Improvements other than Bldgs   | 1,943,471                              | -                     | -                          | -                    | -                     | -                     |
| Infrastructure                  | 279,664,973                            | 274,676,176           | 39,809,846                 | 38,513,318           | 319,474,819           | 313,189,494           |
| Total depreciable assets        | <u>383,441,800</u>                     | <u>372,775,652</u>    | <u>53,565,887</u>          | <u>51,150,321</u>    | <u>435,064,216</u>    | <u>423,925,973</u>    |
| Less accumulated depreciation   | <u>166,054,609</u>                     | <u>155,331,605</u>    | <u>17,057,485</u>          | <u>15,869,707</u>    | <u>183,112,094</u>    | <u>171,201,312</u>    |
| Book value - depreciable assets | <u>\$ 217,387,191</u>                  | <u>\$ 217,444,047</u> | <u>\$ 36,508,402</u>       | <u>\$ 35,280,614</u> | <u>\$ 253,895,593</u> | <u>\$ 252,724,661</u> |
| Book value - all capital assets | <u>\$ 232,391,368</u>                  | <u>\$ 232,226,025</u> | <u>\$ 38,246,723</u>       | <u>\$ 37,913,036</u> | <u>\$ 270,638,091</u> | <u>\$ 270,139,061</u> |
| Percentage depreciated          | <u>43%</u>                             | <u>42%</u>            | <u>32%</u>                 | <u>31%</u>           | <u>42%</u>            | <u>40%</u>            |

See Note 3-D on pages 46-48 for additional information about the County's capital assets.

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***Long-term debt***

At the end of the fiscal year, the County had total bonded debt outstanding of \$8,755,000. This total amount is supported by pledged revenues generated primarily by the business-type activities of the County (revenue bonds). The County's other long-term debt relates to capital leases and compensated absences.

|                         | Outstanding Debt           |                     |                             |                     |                      |                      |
|-------------------------|----------------------------|---------------------|-----------------------------|---------------------|----------------------|----------------------|
|                         | Governmental<br>Activities |                     | Business-type<br>Activities |                     | Totals               |                      |
|                         | 2007                       | 2006                | 2007                        | 2006                | 2007                 | 2006                 |
| Bonds                   | \$ 19,490,000              | \$ -                | \$ 7,750,000                | \$ 8,755,000        | \$ 27,240,000        | \$ 8,755,000         |
| Capital leases          | 2,777,000                  | 2,777,000           | -                           | -                   | 2,777,000            | 2,777,000            |
| Compensated<br>absences | 2,692,298                  | 2,627,886           | 186,525                     | 175,853             | 2,878,823            | 2,803,739            |
| <b>Total</b>            | <b>\$ 24,959,298</b>       | <b>\$ 5,404,886</b> | <b>\$ 7,936,525</b>         | <b>\$ 8,930,853</b> | <b>\$ 32,895,823</b> | <b>\$ 14,335,739</b> |

See Note 3G for additional information about the County's long-term debt.

***Bond Ratings***

General Obligation bonds for SPLOST Projects were issued in 2007. Also, Revenue Bonds for a Downtown Parking Deck were issued in 2008.

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 GO SPLOST Bonds                  | Aa3 |
| \$8,540,000 2003 Water Revenue Bonds              | A2  |
| \$40,000,000 2003 Floyd Hospital Authority Bonds  | Aa3 |
| \$20,000,000 2007 General Obligation SPLOST Bonds | Aa3 |
| \$8,030,000 2008 Parking Deck Revenue Bonds       | Aa3 |

**FLOYD COUNTY, GEORGIA**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2007*

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**Economic Factors and Next Year's Budgets**

Sales taxes revenues decreased in 2007 by 2.2%. During the first six months of 2008 sales tax collections are \$45,500 less than the same period in 2007. The 2008 net M&O budget shows a growth of 6% over the 2007 digest.

Floyd County adopted its 2008 budgets on January 28, 2008. The General Fund budget for 2008 reflects revenues of \$46,548,705 and expenditures and other financing uses of \$46,795,305. This budget reflects an increase from the 2007 budget of \$2,191,760 in revenues and \$963,230 in expenditures and other financing uses.

**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 assets 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 Assets

December 31, 2007

|   | Primary Government         |                             |                |
|---|----------------------------|-----------------------------|----------------|
|   | Governmental<br>Activities | Business-Type<br>Activities | Total          |
| <b>ASSETS</b>                                   |                            |                             |                |
| <b>Current Assets:</b>                          |                            |                             |                |
| Cash  | \$ 41,732,474              | \$ 1,021,312                | \$ 42,753,786  |
| Investments                                     | 9,907,383                  | -                           | 9,907,383      |
| Accounts receivable                             | 2,101,031                  | 1,140,307                   | 3,241,338      |
| Taxes receivable                                | 5,912,530                  | -                           | 5,912,530      |
| Other receivable                                | 92,980                     | -                           | 92,980         |
| Due from other governments                      | 217,471                    | 34,858                      | 252,329        |
| Due from component units                        | 66,358                     | -                           | 66,358         |
| Due from primary government                     | -                          | -                           | -              |
| Internal balances                               | 136,863                    | (136,863)                   | -              |
| Inventory                                       | 127,773                    | 245,060                     | 372,833        |
| Prepaid items                                   | 248,755                    | 19,660                      | 268,415        |
| <b>Noncurrent Assets:</b>                       |                            |                             |                |
| <b>Restricted Assets:</b>                       |                            |                             |                |
| Cash  | -                          | 4,467,535                   | 4,467,535      |
| <b>Capital Assets:</b>                          |                            |                             |                |
| Nondepreciable capital assets                   | 15,004,177                 | 1,738,322                   | 16,742,499     |
| Depreciable capital assets, net                 | 217,387,191                | 36,508,401                  | 253,895,592    |
| <b>Deferred Charges</b>                         | 250,596                    | 272,249                     | 522,845        |
| <b>TOTAL ASSETS</b>                             | 293,185,582                | 45,310,841                  | 338,496,423    |
| <b>LIABILITIES</b>                              |                            |                             |                |
| <b>Current Liabilities:</b>                     |                            |                             |                |
| Accounts payable                                | 4,303,775                  | 401,743                     | 4,705,518      |
| Accrued expenses                                | 2,498,140                  | 93,286                      | 2,591,426      |
| Due to other governments                        | -                          | 738,334                     | 738,334        |
| Due to primary government                       | -                          | -                           | -              |
| Due to component unit                           | 83,391                     | -                           | 83,391         |
| Notes payable, current portion                  | -                          | 67,375                      | 67,375         |
| Bonds payable, current portion                  | -                          | 1,040,000                   | 1,040,000      |
| Compensated absences payable, current portion   | 454,927                    | 65,960                      | 520,887        |
| <b>Noncurrent Liabilities:</b>                  |                            |                             |                |
| Accrued interest payable                        | -                          | 48,268                      | 48,268         |
| Customer deposits                               | -                          | 664,873                     | 664,873        |
| Compensated absences payable                    | 2,237,371                  | 120,565                     | 2,357,936      |
| Notes payable                                   | -                          | 1,228,958                   | 1,228,958      |
| Certificates of participation                   | 2,777,000                  | -                           | 2,777,000      |
| Bonds payable                                   | 19,945,769                 | 6,401,966                   | 26,347,735     |
| <b>TOTAL LIABILITIES</b>                        | 32,300,373                 | 10,871,328                  | 43,171,701     |
| <b>NET ASSETS</b>                               |                            |                             |                |
| Invested in capital assets, net of related debt | 209,668,599                | 29,508,424                  | 239,177,023    |
| Restricted for:                                 |                            |                             |                |
| Capital projects                                | 32,309,851                 | 2,825,601                   | 35,135,452     |
| Debt service                                    | -                          | 913,824                     | 913,824        |
| Program activities                              | -                          | -                           | -              |
| Unrestricted                                    | 18,906,759                 | 1,191,664                   | 20,098,423     |
| <b>TOTAL NET ASSETS</b>                         | \$ 260,885,209             | \$ 34,439,513               | \$ 295,324,722 |

See accompanying notes to the basic financial statements.

| <b>Component Units</b>                            |  |  |  |
|---|--|--|--|
| <b>Floyd<br/>County<br/>Health<br/>Department</b> | <b>Development<br/>Authority<br/>of Floyd<br/>County</b> | <b>Richard B.<br/>Russell<br/>Regional<br/>Airport</b> | <b>Rome-Floyd<br/>Parks and<br/>Recreation<br/>Authority</b> |
| \$ 1,805,319                                      | \$ 423,984   | \$ 330,079   | \$ 593,572   |
| -   | -  | -  | -  |
| 251,975   | -  | 41,831   | 53,329   |
| -   | -  | -  | -  |
| -   | -  | -  | -  |
| 828,102   | -  | 1,743  | -  |
| -   | -  | -  | -  |
| -   | -  | -  | 83,391   |
| -   | -  | -  | -  |
| 27,439  | -  | 77,213   | 4,727  |
| 1,529   | -  | 6,846  | 19,652   |
| -   | -  | -  | -  |
| -   | 2,789,267  | 547,545  | -  |
| 52,559  | -  | 4,674,423  | 316,958  |
| -   | 92,150   | -  | -  |
| <u>2,966,923</u>                                  | <u>3,305,401</u>   | <u>5,679,680</u>                                       | <u>1,071,629</u>   |
| 131,960   | -  | 45,779   | 54,221   |
| 217,494   | -  | 11,225   | 75,205   |
| 543,428   | -  | -  | -  |
| -   | -  | 16,052   | 50,306   |
| -   | -  | -  | -  |
| -   | -  | -  | -  |
| -   | -  | -  | -  |
| 48,687  | -  | 7,575  | 50,978   |
| -   | -  | -  | -  |
| -   | -  | -  | -  |
| 438,184   | -  | 16,959   | 74,303   |
| -   | -  | -  | -  |
| -   | -  | -  | -  |
| -   | 1,000,000  | -  | -  |
| <u>1,379,753</u>                                  | <u>1,000,000</u>   | <u>97,590</u>  | <u>305,013</u>   |
| 52,559  | 1,789,267  | 5,221,968  | 266,652  |
| -   | -  | -  | -  |
| -   | -  | -  | -  |
| 224,282   | -  | -  | -  |
| 1,310,329   | 516,134  | 360,122  | 499,964  |
| <u>\$ 1,587,170</u>                               | <u>\$ 2,305,401</u>                                      | <u>\$ 5,582,090</u>                                    | <u>\$ 766,616</u>  |

See accompanying notes to the basic financial statements.

**FLOYD COUNTY, GEORGIA**  
*Statement of Activities*  
For the Year Ended December 31, 2007

|                                       | Expenses             | Program Revenues     |                                    |                                  |
|---------------------------------------|----------------------|----------------------|------------------------------------|----------------------------------|
|                                       |                      | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| <b>PRIMARY GOVERNMENT:</b>            |                      |                      |                                    |                                  |
| <b>Governmental Activities:</b>       |                      |                      |                                    |                                  |
| General government                    | \$ 8,640,522         | \$ 1,708,800         | \$ 10,700                          | \$ -                             |
| Judicial                              | 5,692,065            | 2,719,670            | 165,833                            | -                                |
| Public safety                         | 27,781,636           | 4,011,246            | 2,711,207                          | 12,015                           |
| Public works                          | 15,218,657           | 141,635              | -                                  | 2,994,901                        |
| Health and welfare                    | 1,543,944            | -                    | -                                  | -                                |
| Culture and recreation                | 4,936,827            | -                    | -                                  | 1,081,319                        |
| Housing and development               | 612,447              | -                    | -                                  | -                                |
| Interest                              | 766,184              | -                    | -                                  | -                                |
| <b>Total Governmental Activities</b>  | <b>65,192,282</b>    | <b>8,581,351</b>     | <b>2,887,740</b>                   | <b>4,088,235</b>                 |
| <b>Business-Type Activities:</b>      |                      |                      |                                    |                                  |
| Water                                 | 5,685,983            | 6,162,822            | -                                  | 1,052,070                        |
| Forum                                 | 870,300              | 278,075              | 60,000                             | -                                |
| Recycling                             | 691,387              | 598,219              | -                                  | -                                |
| <b>Total Business-Type Activities</b> | <b>7,247,670</b>     | <b>7,039,116</b>     | <b>60,000</b>                      | <b>1,052,070</b>                 |
| <b>Total - Primary Government</b>     | <b>\$ 72,439,952</b> | <b>\$ 15,620,467</b> | <b>\$ 2,947,740</b>                | <b>\$ 5,140,305</b>              |
| <b>Component Units:</b>               |                      |                      |                                    |                                  |
| Floyd County Health Department        | \$ 11,742,015        | \$ 840,249           | \$ 10,258,534                      | \$ -                             |
| Development Authority of Floyd County | 119,271              | 15,978               | -                                  | -                                |
| Richard B. Russell Regional Airport   | 1,303,022            | 1,220,586            | -                                  | 375,000                          |
| Rome-Floyd Parks & Rec Authority      | 6,182,721            | 1,148,299            | 2,400,000                          | -                                |
| <b>Total - Component Units</b>        | <b>\$ 19,347,029</b> | <b>\$ 3,225,112</b>  | <b>\$ 12,658,534</b>               | <b>\$ 375,000</b>                |

**GENERAL REVENUES:**

Taxes:

Property

Sales

Insurance premium

Other

Interest earned

Miscellaneous

**Total General Revenues**

Transfers

**Total General Revenues and Transfers**

**Change in Net Assets**

**NET ASSETS BEGINNING OF YEAR**

**NET ASSETS END OF YEAR**

See accompanying notes to the basic financial statements.

| Net (Expense) Revenue and Changes in Net Assets |                          |                |                                |                                       |                                     |  |      |
|---|--------------------------|----------------|--------------------------------|---------------------------------------|-------------------------------------|--|------|
| Primary Government                              |                          |                | Component Units                |                                       |                                     |  |      |
|   |                          |                | Floyd County Health Department | Development Authority of Floyd County | Richard B. Russell Regional Airport | Rome-Floyd County Parks and Recreation Authority |      |
| Governmental Activities                         | Business-Type Activities | Total          |                                |                                       |                                     |  |      |
| \$ (6,921,022)                                  | \$ -                     | \$ (6,921,022) | \$ -                           | \$ -                                  | \$ -                                | \$ -   | \$ - |
| (2,806,562)                                     | -                        | (2,806,562)    | -                              | -                                     | -                                   | -  | -    |
| (21,047,168)                                    | -                        | (21,047,168)   | -                              | -                                     | -                                   | -  | -    |
| (12,082,121)                                    | -                        | (12,082,121)   | -                              | -                                     | -                                   | -  | -    |
| (1,543,944)                                     | -                        | (1,543,944)    | -                              | -                                     | -                                   | -  | -    |
| (3,855,508)                                     | -                        | (3,855,508)    | -                              | -                                     | -                                   | -  | -    |
| (612,447)                                       | -                        | (612,447)      | -                              | -                                     | -                                   | -  | -    |
| (766,184)                                       | -                        | (766,184)      | -                              | -                                     | -                                   | -  | -    |
| (49,634,956)                                    | -                        | (49,634,956)   | -                              | -                                     | -                                   | -  | -    |
| -   | 1,528,909                | 1,528,909      | -                              | -                                     | -                                   | -  | -    |
| -   | (532,225)                | (532,225)      | -                              | -                                     | -                                   | -  | -    |
| -   | (93,168)                 | (93,168)       | -                              | -                                     | -                                   | -  | -    |
| -   | 903,516                  | 903,516        | -                              | -                                     | -                                   | -  | -    |
| (49,634,956)                                    | 903,516                  | (48,731,440)   | -                              | -                                     | -                                   | -  | -    |
| -   | -                        | -              | (643,232)                      | -                                     | -                                   | -  | -    |
| -   | -                        | -              | -                              | (103,293)                             | -                                   | -  | -    |
| -   | -                        | -              | -                              | -                                     | 292,564                             | -  | -    |
| -   | -                        | -              | -                              | -                                     | -                                   | (2,634,422)                                      | -    |
| -   | -                        | -              | (643,232)                      | (103,293)                             | 292,564                             | (2,634,422)                                      | -    |
| 24,615,573                                      | -                        | 24,615,573     | -                              | -                                     | -                                   | -  | -    |
| 20,867,152                                      | -                        | 20,867,152     | -                              | -                                     | -                                   | -  | -    |
| 2,650,727                                       | -                        | 2,650,727      | -                              | -                                     | -                                   | -  | -    |
| 4,545,232                                       | -                        | 4,545,232      | -                              | -                                     | -                                   | -  | -    |
| 1,979,634                                       | 280,398                  | 2,260,032      | 59,806                         | 18,335                                | 12,257                              | 24,723   | -    |
| 392,883   | -                        | 392,883        | 1,042,556                      | -                                     | -                                   | 107,426  | -    |
| 55,051,201                                      | 280,398                  | 55,331,599     | 1,102,362                      | 18,335                                | 12,257                              | 132,149  | -    |
| (258,500)                                       | 258,500                  | -              | -                              | -                                     | -                                   | -  | -    |
| 54,792,701                                      | 538,898                  | 55,331,599     | 1,102,362                      | 18,335                                | 12,257                              | 132,149  | -    |
| 5,157,745                                       | 1,442,414                | 6,600,159      | 459,130                        | (84,958)                              | 304,821                             | (2,502,273)                                      | -    |
| 255,727,464                                     | 32,997,099               | 288,724,563    | 1,128,040                      | 2,390,359                             | 5,277,269                           | 3,268,889  | -    |
| \$ 260,885,209                                  | \$ 34,439,513            | \$ 295,324,722 | \$ 1,587,170                   | \$ 2,305,401                          | \$ 5,582,090                        | \$ 766,616                                       | -    |

See accompanying notes to the basic financial statements.

**FLOYD COUNTY, GEORGIA**

*Balance Sheet  
Governmental Funds  
December 31, 2007*

|   | <b>General<br/>Fund</b> | <b>Fire<br/>Fund</b> | <b>2006 SPLOST<br/>Fund</b> | <b>General<br/>Capital<br/>Projects Fund</b> | <b>Other<br/>Governmental<br/>Funds</b> | <b>Total<br/>Governmental<br/>Funds</b> |
|---|-------------------------|----------------------|-----------------------------|--|---|---|
| <b>ASSETS</b>   |                         |                      |                             |  |   |   |
| Cash  | \$ 5,114,077            | \$ 2,845,225         | \$ 25,264,668               | \$ 1,306,723                                 | \$ 6,912,399                            | \$ 41,443,092                           |
| Investments   | 8,055,539               | -                    | -                           | 1,851,844                                    | -                                       | 9,907,383                               |
| Receivables (net of allowance<br>for uncollectibles): |                         |                      |                             |  |   |   |
| Taxes   | 3,008,259               | 181,433              | 2,643,536                   | -  | 79,302                                  | 5,912,530                               |
| Accounts  | 63,902                  | -                    | 10,954                      | 1,824,311                                    | 201,864                                 | 2,101,031                               |
| Other   | -                       | -                    | 21,504                      | -  | -                                       | 21,504                                  |
| Due from component units                              | 16,052                  | -                    | -                           | 50,306                                       | -                                       | 66,358                                  |
| Due from other funds                                  | 3,382,030               | -                    | -                           | -  | 108,688                                 | 3,490,718                               |
| Due from other governments                            | 211,704                 | -                    | -                           | 1,642  | 4,125                                   | 217,471                                 |
| Inventory, at cost                                    | 127,773                 | -                    | -                           | -  | -                                       | 127,773                                 |
| Prepaid items   | 241,920                 | -                    | -                           | -  | 6,835                                   | 248,755                                 |
| <b>TOTAL ASSETS</b>                                   | <b>\$ 20,221,256</b>    | <b>\$ 3,026,658</b>  | <b>\$ 27,940,662</b>        | <b>\$ 5,034,826</b>                          | <b>\$ 7,313,213</b>                     | <b>\$ 63,536,615</b>                    |
| <b>LIABILITIES AND FUND BALANCES</b>                  |                         |                      |                             |  |   |   |
| <b>LIABILITIES</b>                                    |                         |                      |                             |  |   |   |
| Accounts payable                                      | \$ 2,224,842            | \$ -                 | \$ 283,179                  | \$ 1,382,763                                 | \$ 412,991                              | \$ 4,303,775                            |
| Salaries payable                                      | 857,211                 | -                    | -                           | -  | 43,471                                  | 900,682                                 |
| Accrued expenditures                                  | 83,476                  | -                    | -                           | -  | 37,479                                  | 120,955                                 |
| Due to other funds                                    | 19,666                  | 30,000               | 3,517                       | 3,156,734                                    | 144,383                                 | 3,354,300                               |
| Due to component units                                | 50,958                  | -                    | 32,433                      | -  | -                                       | 83,391                                  |
| Deferred revenues                                     | 858,797                 | 102,311              | -                           | -  | 39,266                                  | 1,000,374                               |
| <b>TOTAL LIABILITIES</b>                              | <b>4,094,950</b>        | <b>132,311</b>       | <b>319,129</b>              | <b>4,539,497</b>                             | <b>677,590</b>                          | <b>9,763,477</b>                        |
| <b>FUND BALANCES</b>                                  |                         |                      |                             |  |   |   |
| Reserved for inventory                                | 127,773                 | -                    | -                           | -  | -                                       | 127,773                                 |
| Reserved for jail surcharge                           | 850,846                 | -                    | -                           | -  | -                                       | 850,846                                 |
| Reserved for prepaid                                  | 241,920                 | -                    | -                           | -  | 6,835                                   | 248,755                                 |
| Unreserved:   |                         |                      |                             |  |   |   |
| Undesignated, reported in:                            |                         |                      |                             |  |   |   |
| General Fund  | 14,905,767              | -                    | -                           | -  | -                                       | 14,905,767                              |
| Debt Service Fund                                     | -                       | -                    | -                           | -  | 75,580                                  | 75,580                                  |
| Special Revenue Funds                                 | -                       | 2,894,347            | -                           | -  | 2,360,219                               | 5,254,566                               |
| Capital Projects Funds                                | -                       | -                    | 27,621,533                  | 495,329                                      | 4,192,989                               | 32,309,851                              |
| <b>TOTAL FUND BALANCES</b>                            | <b>16,126,306</b>       | <b>2,894,347</b>     | <b>27,621,533</b>           | <b>495,329</b>                               | <b>6,635,623</b>                        | <b>53,773,138</b>                       |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCES</b>        | <b>\$ 20,221,256</b>    | <b>\$ 3,026,658</b>  | <b>\$ 27,940,662</b>        | <b>\$ 5,034,826</b>                          | <b>\$ 7,313,213</b>                     | <b>\$ 63,536,615</b>                    |

See accompanying notes to the basic financial statements.

**FLOYD COUNTY, GEORGIA**  
*Reconciliation of Total Governmental Fund Balances to  
 Net Assets of Governmental Activities  
 December 31, 2007*

|  |                      |                                     |
|--|----------------------|-------------------------------------|
| <b>TOTAL GOVERNMENTAL FUND BALANCES</b>  |                      | <b>\$53,773,138</b>                 |
| Amounts reported for governmental activities in the Statement of Net Assets are different because:   |                      |                                     |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.  |                      |                                     |
| Cost   | \$ 398,445,977       |                                     |
| Less accumulated depreciation  | <u>(166,054,609)</u> | 232,391,368                         |
| Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.   |                      |                                     |
| Property taxes   |                      | 1,000,374                           |
| An internal service fund is used by management to charge the costs of workers' compensation to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the Statement of Net Assets. |                      |                                     |
|  |                      | (657,150)                           |
| Interfund receivables and payables between governmental funds are reported on the fund balance sheet but eliminated on the government-wide Statement of Net Assets:  |                      |                                     |
| Interfund receivables  | \$ (2,704,322)       |                                     |
| Interfund payables   | <u>2,704,322</u>     | -                                   |
| Liabilities, including bonds, are not due and payable in the current period and therefore are not reported in the funds.   |                      |                                     |
| Accrued interest   | \$ (458,050)         |                                     |
| Bonds premium, net of amortization   | (455,769)            |                                     |
| Bond issuance costs, net of amortization   | 250,596              |                                     |
| Bonds payable  | (19,490,000)         |                                     |
| Certificate of participation   | (2,777,000)          |                                     |
| Compensated absences   | <u>(2,692,298)</u>   | <u>(25,622,521)</u>                 |
| <b>NET ASSETS OF GOVERNMENTAL ACTIVITIES</b>   |                      | <b><u><u>\$ 260,885,209</u></u></b> |

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, 2007*

|  | General<br>Fund      | Fire<br>Fund        | 2006 SPLOST<br>Fund  | General<br>Capital<br>Projects Fund | Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--|----------------------|---------------------|----------------------|-------------------------------------|--------------------------------|--------------------------------|
| <b>REVENUES</b>  |                      |                     |                      |                                     |                                |                                |
| Taxes  | \$ 34,138,870        | \$ 5,596,636        | \$ 11,577,797        | \$ -                                | \$ 1,360,576                   | \$ 52,673,879                  |
| Licenses and permits   | 220,113              | -                   | -                    | -                                   | -                              | 220,113                        |
| Intergovernmental  | 3,485,142            | -                   | -                    | 2,372,674                           | 36,840                         | 5,894,656                      |
| Charges for services   | 4,583,158            | -                   | -                    | -                                   | 1,924,016                      | 6,507,174                      |
| Interest earned  | 560,333              | 63,516              | 784,258              | 183,625                             | 387,902                        | 1,979,634                      |
| Fines and forfeitures  | 1,690,601            | -                   | -                    | -                                   | -                              | 1,690,601                      |
| Miscellaneous  | 392,883              | -                   | -                    | -                                   | 163,463                        | 556,346                        |
| <b>TOTAL REVENUES</b>  | <b>45,071,100</b>    | <b>5,660,152</b>    | <b>12,362,055</b>    | <b>2,556,299</b>                    | <b>3,872,797</b>               | <b>69,522,403</b>              |
| <b>EXPENDITURES</b>  |                      |                     |                      |                                     |                                |                                |
| <b>Current:</b>  |                      |                     |                      |                                     |                                |                                |
| General government   | 6,728,998            | -                   | -                    | -                                   | 126,400                        | 6,855,398                      |
| Judicial   | 5,672,632            | -                   | -                    | -                                   | -                              | 5,672,632                      |
| Public safety  | 18,468,427           | 5,127,500           | -                    | -                                   | 2,222,556                      | 25,818,483                     |
| Public works   | 6,321,363            | -                   | -                    | -                                   | 854,225                        | 7,175,588                      |
| Health and welfare   | 1,286,151            | -                   | -                    | -                                   | -                              | 1,286,151                      |
| Culture and recreation   | 4,187,370            | -                   | -                    | -                                   | -                              | 4,187,370                      |
| Housing and development  | 567,616              | -                   | -                    | -                                   | 44,221                         | 611,837                        |
| <b>Capital outlay</b>  | <b>-</b>             | <b>-</b>            | <b>4,187,697</b>     | <b>5,266,263</b>                    | <b>1,910,687</b>               | <b>11,364,647</b>              |
| <b>Debt service:</b>   |                      |                     |                      |                                     |                                |                                |
| Interest and fiscal charges  | -                    | -                   | 272,285              | -                                   | 89,799                         | 362,084                        |
| Bond issuance costs  | -                    | -                   | 280,259              | -                                   | -                              | 280,259                        |
| <b>TOTAL EXPENDITURES</b>  | <b>43,232,557</b>    | <b>5,127,500</b>    | <b>4,740,241</b>     | <b>5,266,263</b>                    | <b>5,247,888</b>               | <b>63,614,449</b>              |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | <b>1,838,543</b>     | <b>532,652</b>      | <b>7,621,814</b>     | <b>(2,709,964)</b>                  | <b>(1,375,091)</b>             | <b>5,907,954</b>               |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |                      |                     |                      |                                     |                                |                                |
| Transfers in   | 1,254,489            | -                   | -                    | 2,497,800                           | 775,959                        | 4,528,248                      |
| Transfers out  | (3,907,208)          | (502,040)           | -                    | -                                   | (1,261,241)                    | (5,670,489)                    |
| Bonds issued   | -                    | -                   | 19,490,000           | -                                   | -                              | 19,490,000                     |
| Bond issue premium   | -                    | -                   | 509,719              | -                                   | -                              | 509,719                        |
| Sale of capital assets   | 233,840              | -                   | -                    | -                                   | -                              | 233,840                        |
| <b>TOTAL OTHER FINANCING<br/>SOURCES (USES)</b>                      | <b>(2,418,879)</b>   | <b>(502,040)</b>    | <b>19,999,719</b>    | <b>2,497,800</b>                    | <b>(485,282)</b>               | <b>19,091,318</b>              |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | <b>(580,336)</b>     | <b>30,612</b>       | <b>27,621,533</b>    | <b>(212,164)</b>                    | <b>(1,860,373)</b>             | <b>24,999,272</b>              |
| <b>FUND BALANCES -<br/>BEGINNING OF YEAR</b>                         | <b>16,706,642</b>    | <b>2,863,735</b>    | <b>-</b>             | <b>707,493</b>                      | <b>8,495,996</b>               | <b>28,773,866</b>              |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <b>\$ 16,126,306</b> | <b>\$ 2,894,347</b> | <b>\$ 27,621,533</b> | <b>\$ 495,329</b>                   | <b>\$ 6,635,623</b>            | <b>\$ 53,773,138</b>           |

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, 2007*

|   |                 |                      |
|---|-----------------|----------------------|
| <b>NET CHANGES IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS</b>  |                 | <b>\$ 24,999,272</b> |
| <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 are allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeded capital outlay in the current period.</p>  |                 |                      |
| Depreciation expense  | \$ (10,009,379) |                      |
| Capital outlay  | 9,440,849       | (568,530)            |
| <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>  |                 |                      |
|   |                 | (347,447)            |
| <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 the lower of cost or market.</p>  |                 |                      |
| Capital contributions   |                 | 1,081,319            |
| <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  |                 | 4,805                |
| <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> |                 |                      |
| Bond proceeds   | (19,490,000)    |                      |
| Bond premium  | (509,719)       |                      |
| Issuance costs  | 280,259         |                      |
| Amortization expense  | (29,663)        |                      |
| Interest and fiscal charges   | 53,950          | (19,695,173)         |
| <p>Accrued interest is not reported in governmental funds since it is not due, however it is accrued at the government-wide financial reporting level.</p>  |                 |                      |
|   |                 | (458,050)            |
| <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>   |                 |                      |
|   |                 | (64,412)             |
| <p>Elimination of transfers between governmental funds:</p>   |                 |                      |
| Transfers in  | \$ (4,528,248)  |                      |
| Transfers out   | 4,528,248       | -                    |
| <p>The internal service funds used by management to charge the costs of workers' compensation to individual funds are not reported in the government-wide Statement of Activities. Governmental fund expenditures and related internal service fund revenues are eliminated.</p>  |                 |                      |
|   |                 | 205,961              |
| <b>CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES</b>  |                 | <b>\$ 5,157,745</b>  |

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 (Budgetary Basis)  
For the Year Ended December 31, 2007*

|                                     | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>     | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|-------------------------------------|----------------------------|-------------------------|-------------------|---|
| <b>REVENUES</b>                     |                            |                         |                   |   |
| Taxes                               | \$ 33,990,500              | \$ 33,847,900           | \$ 34,138,870     | \$ 290,970                                  |
| Licenses and permits                | 251,600                    | 211,600                 | 220,113           | 8,513                                       |
| Intergovernmental                   | 3,048,600                  | 3,513,600               | 3,485,142         | (28,458)                                    |
| Charges for services                | 4,643,395                  | 4,724,550               | 4,583,158         | (141,392)                                   |
| Fines and forfeitures               | 1,334,500                  | 1,441,500               | 1,690,601         | 249,101                                     |
| Interest earned                     | 631,250                    | 665,250                 | 560,333           | (104,917)                                   |
| Miscellaneous                       | 457,100                    | 455,100                 | 392,883           | (62,217)                                    |
| <b>TOTAL REVENUES</b>               | <b>44,356,945</b>          | <b>44,859,500</b>       | <b>45,071,100</b> | <b>211,600</b>                              |
| <b>EXPENDITURES</b>                 |                            |                         |                   |   |
| <b>Current:</b>                     |                            |                         |                   |   |
| General government:                 |                            |                         |                   |   |
| Board of commissioners              | 122,720                    | 127,420                 | 126,863           | 557   |
| County clerk                        | 149,430                    | 165,360                 | 148,866           | 16,494                                      |
| County manager                      | 271,070                    | 266,690                 | 254,650           | 12,040                                      |
| Registrars and elections            | 37,575                     | 34,690                  | 23,008            | 11,682                                      |
| Board of registrars                 | 143,770                    | 143,770                 | 145,037           | (1,267)                                     |
| General services                    | 1,803,420                  | 1,670,790               | 1,631,124         | 39,666                                      |
| Purchasing department               | 125,285                    | 133,650                 | 124,858           | 8,792                                       |
| Finance department                  | 621,600                    | 624,480                 | 594,853           | 29,627                                      |
| Data processing                     | 343,185                    | 348,245                 | 328,138           | 20,107                                      |
| Human resources                     | 478,190                    | 489,370                 | 477,326           | 12,044                                      |
| Tax commissioner                    | 829,500                    | 836,100                 | 807,990           | 28,110                                      |
| Tax appraisers                      | 1,063,760                  | 1,119,320               | 1,054,269         | 65,051                                      |
| Tax assessors                       | 67,620                     | 67,420                  | 68,323            | (903)                                       |
| Facilities management               | 793,335                    | 813,470                 | 739,039           | 74,431                                      |
| Engineering                         | 237,400                    | 225,300                 | 204,654           | 20,646                                      |
| Total general government            | <b>7,087,860</b>           | <b>7,066,075</b>        | <b>6,728,998</b>  | <b>337,077</b>                              |
| Judicial:                           |                            |                         |                   |   |
| Superior court                      | 180,490                    | 208,630                 | 173,141           | 35,489                                      |
| Superior court - Administrator      | 119,985                    | 119,290                 | 112,329           | 6,961                                       |
| Superior court - Judge Salmon       | 30,530                     | 30,530                  | 29,802            | 728   |
| Superior court - Judge Durham       | 55,900                     | 55,780                  | 53,063            | 2,717                                       |
| Superior court - Judge Matthews     | 61,320                     | 61,320                  | 54,428            | 6,892                                       |
| Superior court - Judge Colston      | 62,420                     | 61,050                  | 58,211            | 2,839                                       |
| Superior court - Office of receiver | 404,620                    | 405,740                 | 375,287           | 30,453                                      |
| Court reporter - Judge Salmon       | 94,155                     | 94,495                  | 79,372            | 15,123                                      |
| Court reporter - Judge Durham       | 125,665                    | 155,170                 | 137,671           | 17,499                                      |
| Court reporter - Judge Matthews     | 106,840                    | 107,730                 | 112,623           | (4,893)                                     |
| Court reporter - Judge Colston      | 84,990                     | 84,700                  | 82,278            | 2,422                                       |
| Clerk of superior court             | 802,740                    | 807,130                 | 782,777           | 24,353                                      |
| District attorney                   | 919,780                    | 928,750                 | 926,617           | 2,133                                       |
| Victim witness program              | 139,630                    | 141,500                 | 129,403           | 12,097                                      |
| Magistrate court                    | 646,740                    | 655,250                 | 623,990           | 31,260                                      |
| Probate court                       | 473,900                    | 500,720                 | 468,033           | 32,687                                      |
| Juvenile court                      | 924,620                    | 930,820                 | 894,449           | 36,371                                      |
| Public defender                     | 583,265                    | 583,265                 | 579,158           | 4,107                                       |
| Total judicial                      | <b>5,817,590</b>           | <b>5,931,870</b>        | <b>5,672,632</b>  | <b>259,238</b>                              |

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 (Budgetary Basis)*

*For the Year Ended December 31, 2007*

|   | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>       | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|---|----------------------------|-------------------------|---------------------|---|
| Public safety:                                  |                            |                         |                     |   |
| County police                                   | \$ 4,481,575               | \$ 4,576,735            | \$ 4,389,453        | \$ 187,282                                  |
| Sheriff department                              | 962,900                    | 970,960                 | 967,342             | 3,618                                       |
| Sheriff - county jail                           | 6,712,730                  | 6,817,620               | 6,793,176           | 24,444                                      |
| Medical department - prisoners                  | 2,412,000                  | 2,662,000               | 2,950,710           | (288,710)                                   |
| County prison                                   | 3,125,835                  | 3,235,320               | 3,163,339           | 71,981                                      |
| Coroner   | 69,510                     | 70,300                  | 72,588              | (2,288)                                     |
| Interagency                                     | 141,820                    | 141,820                 | 131,819             | 10,001                                      |
| Total public safety                             | <u>17,906,370</u>          | <u>18,474,755</u>       | <u>18,468,427</u>   | <u>6,328</u>                                |
| Public works:                                   |                            |                         |                     |   |
| Public roads                                    | 6,473,740                  | 6,426,660               | 6,321,363           | 105,297                                     |
| Total public works                              | <u>6,473,740</u>           | <u>6,426,660</u>        | <u>6,321,363</u>    | <u>105,297</u>                              |
| Health and welfare:                             |                            |                         |                     |   |
| Interagency - welfare                           | 553,770                    | 553,770                 | 548,035             | 5,735                                       |
| Interagency - health                            | 736,000                    | 738,000                 | 727,000             | 11,000                                      |
| Transportation for seniors                      | 12,500                     | 12,500                  | 11,116              | 1,384                                       |
| Total health and welfare                        | <u>1,302,270</u>           | <u>1,304,270</u>        | <u>1,286,151</u>    | <u>18,119</u>                               |
| Culture and recreation                          |                            |                         |                     |   |
| Recreation                                      | 2,600,000                  | 2,600,000               | 2,600,000           | -   |
| Culture   | 1,567,920                  | 1,587,370               | 1,587,370           | -   |
| Total culture and recreation                    | <u>4,167,920</u>           | <u>4,187,370</u>        | <u>4,187,370</u>    | <u>-</u>                                    |
| Housing and development:                        |                            |                         |                     |   |
| Cooperative extension                           | 109,025                    | 114,825                 | 105,422             | 9,403                                       |
| Interagency - economic development              | 182,950                    | 182,950                 | 180,450             | 2,500                                       |
| Interagency - planning & zoning                 | 140,000                    | 140,000                 | 140,000             | -   |
| Coosa Valley RDC                                | 63,000                     | 66,000                  | 64,952              | 1,048                                       |
| Environmental office                            | 30,400                     | 30,400                  | 30,400              | -   |
| Community development                           | 53,305                     | 51,400                  | 46,392              | 5,008                                       |
| Total housing and development                   | <u>578,680</u>             | <u>585,575</u>          | <u>567,616</u>      | <u>17,959</u>                               |
| <b>TOTAL EXPENDITURES</b>                       | <u>43,334,430</u>          | <u>43,976,575</u>       | <u>43,232,557</u>   | <u>744,018</u>                              |
| <b>EXCESS OF REVENUES<br/>OVER EXPENDITURES</b> | <u>1,022,515</u>           | <u>882,925</u>          | <u>1,838,543</u>    | <u>955,618</u>                              |
| <b>OTHER FINANCING SOURCES (USES)</b>           |                            |                         |                     |   |
| Transfers in                                    | 165,000                    | 1,223,470               | 1,254,489           | 31,019                                      |
| Transfers out                                   | (2,720,645)                | (4,066,470)             | (3,907,208)         | 159,262                                     |
| Sale of capital assets                          | 55,000                     | 280,000                 | 233,840             | (46,160)                                    |
| <b>TOTAL OTHER FINANCING<br/>(USES)</b>         | <u>(2,500,645)</u>         | <u>(2,563,000)</u>      | <u>(2,418,879)</u>  | <u>144,121</u>                              |
| <b>NET CHANGE IN FUND<br/>BALANCES</b>          | <u>\$ (1,478,130)</u>      | <u>\$ (1,680,075)</u>   | <u>\$ (580,336)</u> | <u>\$ 1,099,739</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 (Budgetary Basis)*  
*For the Year Ended December 31, 2007*

|   | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>       | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|---|----------------------------|-------------------------|---------------------|---|
| <b>REVENUES</b>                                 |                            |                         |                     |   |
| Taxes   | \$ 5,474,350               | \$ 5,529,540            | \$ 5,596,636        | \$ 67,096                                   |
| Interest  | 100,000                    | 100,000                 | 63,516              | (36,484)                                    |
| <b>TOTAL REVENUES</b>                           | <u>5,574,350</u>           | <u>5,629,540</u>        | <u>5,660,152</u>    | <u>30,612</u>                               |
| <b>EXPENDITURES</b>                             |                            |                         |                     |   |
| <b>Current:</b>                                 |                            |                         |                     |   |
| Fire Operations                                 | 5,127,500                  | 5,127,500               | 5,127,500           | -   |
| <b>TOTAL EXPENDITURES</b>                       | <u>5,127,500</u>           | <u>5,127,500</u>        | <u>5,127,500</u>    | <u>-</u>                                    |
| <b>EXCESS OF REVENUES<br/>OVER EXPENDITURES</b> | <u>446,850</u>             | <u>502,040</u>          | <u>532,652</u>      | <u>30,612</u>                               |
| <b>OTHER FINANCING (USES)</b>                   |                            |                         |                     |   |
| Transfers out                                   | (120,000)                  | (502,040)               | (502,040)           | -   |
| <b>TOTAL OTHER FINANCING (USES)</b>             | <u>(120,000)</u>           | <u>(502,040)</u>        | <u>(502,040)</u>    | <u>-</u>                                    |
| <b>NET CHANGE IN FUND BALANCES</b>              | 326,850                    | -                       | 30,612              | 30,612                                      |
| <b>FUND BALANCES - BEGINNING<br/>OF YEAR</b>    | <u>2,863,735</u>           | <u>2,863,735</u>        | <u>2,863,735</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END<br/>OF YEAR</b>          | <u>\$ 3,190,585</u>        | <u>\$ 2,863,735</u>     | <u>\$ 2,894,347</u> | <u>\$ 30,612</u>                            |

See accompanying notes to the basic financial statements.

**FLOYD COUNTY, GEORGIA**

*Statement of Net Assets*

*Proprietary Funds*

*December 31, 2007*

|  | <b>Enterprise Funds</b> |                       |                                       |                      |                                       |
|--|-------------------------|-----------------------|---------------------------------------|----------------------|---------------------------------------|
|  | <b>Water<br/>System</b> | <b>Forum<br/>Fund</b> | <b>Other<br/>Enterprise<br/>Funds</b> | <b>Total</b>         | <b>Internal<br/>Service<br/>Funds</b> |
| <b>ASSETS</b>                                      |                         |                       |                                       |                      |                                       |
| <b>Current Assets:</b>                             |                         |                       |                                       |                      |                                       |
| Cash   | \$ 659,794              | \$ 43,189             | \$ 318,329                            | \$ 1,021,312         | \$ 289,382                            |
| Receivables (net of allowance for uncollectibles): |                         |                       |                                       |                      |                                       |
| Accounts   | 1,129,793               | 10,514                | -                                     | 1,140,307            | 71,476                                |
| Due from other governments                         | 34,858                  | -                     | -                                     | 34,858               | -                                     |
| Due from other funds                               | 30,000                  | -                     | -                                     | 30,000               | 445                                   |
| Inventory  | 245,060                 | -                     | -                                     | 245,060              | -                                     |
| Prepaid items                                      | 13,019                  | 4,589                 | 2,052                                 | 19,660               | -                                     |
| <b>Total Current Assets</b>                        | <b>2,112,524</b>        | <b>58,292</b>         | <b>320,381</b>                        | <b>2,491,197</b>     | <b>361,303</b>                        |
| <b>Noncurrent Assets:</b>                          |                         |                       |                                       |                      |                                       |
| <b>Restricted assets:</b>                          |                         |                       |                                       |                      |                                       |
| Customer deposits, cash                            | 679,842                 | -                     | -                                     | 679,842              | -                                     |
| Revenue bonds debt service accounts, cash          | 962,092                 | -                     | -                                     | 962,092              | -                                     |
| Revenue bonds renewal and extension accounts, cash | 2,825,601               | -                     | -                                     | 2,825,601            | -                                     |
| <b>Capital assets:</b>                             |                         |                       |                                       |                      |                                       |
| Nondepreciable capital assets                      | 1,282,822               | 447,762               | 7,738                                 | 1,738,322            | -                                     |
| Depreciable capital assets, net                    | 29,843,112              | 6,233,778             | 431,511                               | 36,508,401           | -                                     |
| <b>Deferred charges:</b>                           |                         |                       |                                       |                      |                                       |
| Bond issuance costs                                | 272,249                 | -                     | -                                     | 272,249              | -                                     |
| <b>Total Noncurrent Assets</b>                     | <b>35,865,718</b>       | <b>6,681,540</b>      | <b>439,249</b>                        | <b>42,986,507</b>    | <b>-</b>                              |
| <b>TOTAL ASSETS</b>                                | <b>37,978,242</b>       | <b>6,739,832</b>      | <b>759,630</b>                        | <b>45,477,704</b>    | <b>361,303</b>                        |
| <b>LIABILITIES</b>                                 |                         |                       |                                       |                      |                                       |
| <b>Current Liabilities:</b>                        |                         |                       |                                       |                      |                                       |
| Accounts payable                                   | 138,017                 | 37,013                | 226,713                               | 401,743              | 1,018,453                             |
| Accrued expenses                                   | 56,705                  | 24,592                | 11,989                                | 93,286               | -                                     |
| Due to other governments and individuals           | 738,334                 | -                     | -                                     | 738,334              | -                                     |
| Due to other funds                                 | 152,946                 | 7,137                 | 6,780                                 | 166,863              | -                                     |
| Notes payable                                      | 67,375                  | -                     | -                                     | 67,375               | -                                     |
| Compensated absences payable, current portion      | 43,096                  | 11,763                | 11,101                                | 65,960               | -                                     |
| <b>Total Current Liabilities</b>                   | <b>1,196,473</b>        | <b>80,505</b>         | <b>256,583</b>                        | <b>1,533,561</b>     | <b>1,018,453</b>                      |
| <b>Noncurrent liabilities:</b>                     |                         |                       |                                       |                      |                                       |
| <b>Payable from restricted assets:</b>             |                         |                       |                                       |                      |                                       |
| Accrued interest payable                           | 48,268                  | -                     | -                                     | 48,268               | -                                     |
| Revenue bonds payable, current portion             | 1,040,000               | -                     | -                                     | 1,040,000            | -                                     |
| Customer deposits                                  | 664,873                 | -                     | -                                     | 664,873              | -                                     |
| <b>Total payable from restricted assets</b>        | <b>1,753,141</b>        | <b>-</b>              | <b>-</b>                              | <b>1,753,141</b>     | <b>-</b>                              |
| Compensated absences payable                       | 98,657                  | 14,400                | 7,508                                 | 120,565              | -                                     |
| Notes payable                                      | 1,228,958               | -                     | -                                     | 1,228,958            | -                                     |
| Revenue bonds payable                              | 6,401,966               | -                     | -                                     | 6,401,966            | -                                     |
| <b>Total Noncurrent Liabilities</b>                | <b>7,729,581</b>        | <b>14,400</b>         | <b>7,508</b>                          | <b>7,751,489</b>     | <b>-</b>                              |
| <b>TOTAL LIABILITIES</b>                           | <b>10,679,195</b>       | <b>94,905</b>         | <b>264,091</b>                        | <b>11,038,191</b>    | <b>1,018,453</b>                      |
| <b>NET ASSETS (DEFICIT)</b>                        |                         |                       |                                       |                      |                                       |
| Invested in capital assets, net of related debt    | 22,387,635              | 6,681,540             | 439,249                               | 29,508,424           | -                                     |
| Restricted for debt service                        | 913,824                 | -                     | -                                     | 913,824              | -                                     |
| Restricted for renewal and extension               | 2,825,601               | -                     | -                                     | 2,825,601            | -                                     |
| Unrestricted                                       | 1,171,987               | (36,613)              | 56,290                                | 1,191,664            | (657,150)                             |
| <b>TOTAL NET ASSETS (DEFICIT)</b>                  | <b>\$ 27,299,047</b>    | <b>\$ 6,644,927</b>   | <b>\$ 495,539</b>                     | <b>\$ 34,439,513</b> | <b>\$ (657,150)</b>                   |

See accompanying notes to the basic financial statements.

**FLOYD COUNTY, GEORGIA**  
*Statement of Revenues, Expenses and Changes in Fund Net Assets*  
*Proprietary Funds*  
*For the Year Ended December 31, 2007*

|   | Enterprise Funds     |                     |                              | Total                | Internal<br>Service<br>Funds |
|---|----------------------|---------------------|------------------------------|----------------------|------------------------------|
|   | Water<br>System      | Forum<br>Fund       | Other<br>Enterprise<br>Funds |                      |                              |
| <b>OPERATING REVENUES</b>   |                      |                     |                              |                      |                              |
| Charges for services (security for debt<br>where applicable)        | \$ 6,098,658         | \$ 85,877           | \$ 598,219                   | \$ 6,782,754         | \$ 3,249,789                 |
| Rental fees   | 8,280                | 170,807             | -                            | 179,087              | -                            |
| Other services  | 55,884               | 21,391              | -                            | 77,275               | 353,754                      |
| <b>TOTAL OPERATING REVENUES</b>                                     | <b>6,162,822</b>     | <b>278,075</b>      | <b>598,219</b>               | <b>7,039,116</b>     | <b>3,603,543</b>             |
| <b>OPERATING EXPENSES</b>   |                      |                     |                              |                      |                              |
| Personal services and employee benefits                             | 1,428,559            | 209,294             | 322,235                      | 1,960,088            | 3,273,236                    |
| Purchased and contractual services                                  | 658,334              | 400,438             | 234,924                      | 1,293,696            | -                            |
| Supplies  | 1,656,644            | 14,452              | 31,259                       | 1,702,355            | -                            |
| Depreciation  | 1,177,336            | 246,116             | 85,909                       | 1,509,361            | -                            |
| Claims  | -                    | -                   | -                            | -                    | 1,015,265                    |
| Other   | 239,007              | -                   | 17,060                       | 256,067              | 4,825                        |
| <b>TOTAL OPERATING EXPENSES</b>                                     | <b>5,159,880</b>     | <b>870,300</b>      | <b>691,387</b>               | <b>6,721,567</b>     | <b>4,293,326</b>             |
| <b>OPERATING INCOME (LOSS)</b>                                      | <b>1,002,942</b>     | <b>(592,225)</b>    | <b>(93,168)</b>              | <b>317,549</b>       | <b>(689,783)</b>             |
| <b>NON-OPERATING INCOME (LOSS)</b>                                  |                      |                     |                              |                      |                              |
| Intergovernmental   | -                    | 60,000              | -                            | 60,000               | -                            |
| Interest and fiscal charges   | (348,737)            | -                   | -                            | (348,737)            | -                            |
| Amortization of bond costs  | (177,366)            | -                   | -                            | (177,366)            | -                            |
| Interest earned   | 273,140              | -                   | 7,258                        | 280,398              | 12,002                       |
| <b>TOTAL NON-OPERATING INCOME (LOSS)</b>                            | <b>(252,963)</b>     | <b>60,000</b>       | <b>7,258</b>                 | <b>(185,705)</b>     | <b>12,002</b>                |
| <b>INCOME (LOSS) BEFORE CAPITAL<br/>CONTRIBUTIONS AND TRANSFERS</b> | <b>749,979</b>       | <b>(532,225)</b>    | <b>(85,910)</b>              | <b>131,844</b>       | <b>(677,781)</b>             |
| Capital contributions   | 1,052,070            | -                   | -                            | 1,052,070            | -                            |
| Transfers out   | (125,000)            | -                   | -                            | (125,000)            | -                            |
| Transfers in  | 120,000              | 263,500             | -                            | 383,500              | 883,742                      |
| <b>CHANGE IN NET ASSETS</b>   | <b>1,797,049</b>     | <b>(268,725)</b>    | <b>(85,910)</b>              | <b>1,442,414</b>     | <b>205,961</b>               |
| <b>NET ASSETS (DEFICIT):</b>  |                      |                     |                              |                      |                              |
| <b>BEGINNING OF YEAR</b>  | <b>25,501,998</b>    | <b>6,913,652</b>    | <b>581,449</b>               | <b>32,997,099</b>    | <b>(863,111)</b>             |
| <b>END OF YEAR</b>  | <b>\$ 27,299,047</b> | <b>\$ 6,644,927</b> | <b>\$ 495,539</b>            | <b>\$ 34,439,513</b> | <b>\$ (657,150)</b>          |

See accompanying notes to the basic financial statements.

**FLOYD COUNTY, GEORGIA**  
*Statement of Cash Flows*  
*Proprietary Funds*  
For the Year Ended December 31, 2007

|   | <b>Enterprise Funds</b> |                   |                               | <b>Total</b>        | <b>Internal Service Fund</b> |
|---|-------------------------|-------------------|-------------------------------|---------------------|------------------------------|
|   | <b>Water System</b>     | <b>Forum Fund</b> | <b>Other Enterprise Funds</b> |                     |                              |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                         |                         |                   |                               |                     |                              |
| Cash received from customers  | \$ 6,262,466            | \$ 291,339        | \$ 683,536                    | \$ 7,237,341        | \$ 3,532,067                 |
| Cash payments to employees for services                             | (1,407,182)             | (207,568)         | (323,311)                     | (1,938,061)         | -                            |
| Cash payments for goods and services                                | (2,456,928)             | (420,436)         | (90,475)                      | (2,967,839)         | (4,138,429)                  |
| <b>NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>          | <u>2,398,356</u>        | <u>(336,665)</u>  | <u>269,750</u>                | <u>2,331,441</u>    | <u>(606,362)</u>             |
| <b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>             |                         |                   |                               |                     |                              |
| Intergovernmental revenue   | -                       | 60,000            | -                             | 60,000              | -                            |
| Transfers in  | 120,000                 | 263,500           | -                             | 383,500             | 883,742                      |
| Transfers out   | (125,000)               | -                 | -                             | (125,000)           | -                            |
| <b>NET CASH PROVIDED (USED) BY NON-CAPITAL FINANCING ACTIVITIES</b> | <u>(5,000)</u>          | <u>323,500</u>    | <u>-</u>                      | <u>318,500</u>      | <u>883,742</u>               |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>     |                         |                   |                               |                     |                              |
| Proceeds from capital debt  | 16,036                  | -                 | -                             | 16,036              | -                            |
| Principal paid on debt  | (1,048,371)             | -                 | -                             | (1,048,371)         | -                            |
| Interest paid on debt   | (466,489)               | -                 | -                             | (466,489)           | -                            |
| Payments for capital acquisitions                                   | (786,991)               | -                 | -                             | (786,991)           | -                            |
| <b>NET CASH USED IN CAPITAL AND RELATED FINANCING ACTIVITIES</b>    | <u>(2,285,815)</u>      | <u>-</u>          | <u>-</u>                      | <u>(2,285,815)</u>  | <u>-</u>                     |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                         |                         |                   |                               |                     |                              |
| Interest on investments   | 273,140                 | -                 | 7,258                         | 280,398             | 12,002                       |
| <b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>         | 380,681                 | (13,165)          | 277,008                       | 644,524             | 289,382                      |
| <b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b>                | <u>4,746,648</u>        | <u>56,354</u>     | <u>41,321</u>                 | <u>4,844,323</u>    | <u>-</u>                     |
| <b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>                      | <u>\$ 5,127,329</u>     | <u>\$ 43,189</u>  | <u>\$ 318,329</u>             | <u>\$ 5,488,847</u> | <u>\$ 289,382</u>            |
| <b>STATEMENT OF NET ASSETS:</b>                                     |                         |                   |                               |                     |                              |
| <b>Cash</b>   | \$ 659,794              | \$ 43,189         | \$ 318,329                    | \$ 1,021,312        | \$ 289,382                   |
| <b>Restricted assets, cash</b>                                      | 4,467,535               | -                 | -                             | 4,467,535           | -                            |
| <b>Total assets</b>   | <u>\$ 5,127,329</u>     | <u>\$ 43,189</u>  | <u>\$ 318,329</u>             | <u>\$ 5,488,847</u> | <u>\$ 289,382</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, 2007

|   | <b>Enterprise Funds</b> |                       |                                       |                     | <b>Internal<br/>Service<br/>Fund</b> |
|---|-------------------------|-----------------------|---------------------------------------|---------------------|--------------------------------------|
|   | <b>Water<br/>System</b> | <b>Forum<br/>Fund</b> | <b>Other<br/>Enterprise<br/>Funds</b> | <b>Total</b>        |                                      |
| <b>RECONCILIATION OF OPERATING<br/>INCOME (LOSS) TO NET CASH<br/>PROVIDED BY (USED IN)<br/>OPERATING ACTIVITIES</b> |                         |                       |                                       |                     |                                      |
| Operating income (loss)   | \$ 1,002,942            | \$ (592,225)          | \$ (93,168)                           | \$ 317,549          | \$ (689,783)                         |
| Adjustments:  |                         |                       |                                       |                     |                                      |
| Depreciation  | 1,177,336               | 246,116               | 85,909                                | 1,509,361           | -                                    |
| (Increase) decrease in assets:  |                         |                       |                                       |                     |                                      |
| Accounts receivable   | 118,441                 | 296                   | 102,404                               | 221,141             | (71,476)                             |
| Due from other governments  | (3,097)                 | 12,968                | -                                     | 9,871               | -                                    |
| Due from other funds  | (15,700)                | -                     | -                                     | (15,700)            | (445)                                |
| Other assets  | 117,753                 | -                     | -                                     | 117,753             | -                                    |
| Prepaid expense   | (168)                   | (59)                  | (27)                                  | (254)               | -                                    |
| Inventory   | (57,251)                | -                     | -                                     | (57,251)            | -                                    |
| Increase (decrease) in liabilities:   |                         |                       |                                       |                     |                                      |
| Accounts payable  | (40,527)                | 11,442                | 197,365                               | 168,280             | 169,979                              |
| Deposits  | 2,768                   | -                     | -                                     | 2,768               | -                                    |
| Accrued expenses  | 5,029                   | 1,328                 | 567                                   | 6,924               | -                                    |
| Compensated absences payable  | 11,919                  | 398                   | (1,643)                               | 10,674              | -                                    |
| Due to other funds  | 91,519                  | (16,929)              | (21,657)                              | 52,933              | (14,637)                             |
| Due to other governments and individuals  | (12,608)                | -                     | -                                     | (12,608)            | -                                    |
| <b>NET CASH PROVIDED BY (USED IN)<br/>OPERATING ACTIVITIES</b>  | <b>\$ 2,398,356</b>     | <b>\$ (336,665)</b>   | <b>\$ 269,750</b>                     | <b>\$ 2,331,441</b> | <b>\$ (606,362)</b>                  |
| Non cash: Contributed by others   | \$ 1,052,070            | \$ -                  | \$ -                                  | \$ 1,052,070        | \$ -                                 |

See accompanying notes to the basic financial statements.

**FLOYD COUNTY, GEORGIA**  
*Statement of Fiduciary Assets and Liabilities*  
*Agency Funds*  
*December 31, 2007*

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|   |                            |
|---|----------------------------|
| <b>ASSETS</b>                               |                            |
| Cash  | \$ 3,901,417               |
| Taxes receivable                            | <u>4,043,828</u>           |
| <b>TOTAL ASSETS</b>                         | <u><u>\$ 7,945,245</u></u> |
| <b>LIABILITIES</b>                          |                            |
| Due to other governments<br>and individuals | <u>\$ 7,945,245</u>        |
| <b>TOTAL LIABILITIES</b>                    | <u><u>\$ 7,945,245</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, 2007*

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**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

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**Other Notes (Continued)**

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**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

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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. The County also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989 to its governmental and business-type activities at the government-wide financial reporting level and to its enterprise funds at the fund reporting level, provided they do not conflict with or contradict GASB pronouncements. The County has elected not to follow any FASB pronouncements issued subsequent to November 30, 1989.

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, 2007*

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**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.

**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 Authority to finance its operations. The County’s annual subsidy accounts for approximately sixty percent of the Authority’s revenue, while other operating revenues account for the remaining forty percent. The Parks and Recreation Authority does not issue separate Component Unit Financial Statements.

**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, 2007. 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 assets and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

**Government-wide Financial Statements** - The government-wide financial statements include the statement of net assets 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., Workers’ Compensation Fund and Insurance Fund) is eliminated to avoid duplicating revenues and expenses.

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

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

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**Note 1 - Summary of Significant Accounting Policies (Continued)**

**1-B. Basis of Presentation (Continued)**

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.

Major individual governmental and enterprise funds are reported in separate columns with composite columns for non-major funds. The internal service fund is 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. Fund liabilities are assigned to the fund from which they will be liquidated. The County reports the difference between governmental fund assets and liabilities as fund balance. The following are the County's major governmental funds:

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

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**Note 1 - Summary of Significant Accounting Policies (Continued)**

**1-B. Basis of Presentation (Continued)**

**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 payments made to the City of Rome and City of Cave Spring 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.

**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. Proprietary funds are classified as either enterprise or internal service.

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

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

**Workers' Compensation Internal Service Fund** - This internal service fund accounts for the financing of the workers' compensation program.

**Insurance Fund** - This internal service fund accounts for the provision of health care for employees of the County.

**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 assets. The statement of activities reports revenues and expenses.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

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**Note 1 - Summary of Significant Accounting Policies (Continued)**

**1-C. Measurement Focus (Continued)**

**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 assets. The statements of changes in fund net assets present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. 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.

**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 taxes, 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) 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.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

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**Note 1 - Summary of Significant Accounting Policies (Continued)**

**1-D. Basis of Accounting (Continued)**

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

On governmental fund financial statements (i.e., on the modified accrual basis), receivables that will not be collected within the available period have been reported as deferred revenue (i.e., they are measurable but not available) rather than as revenue. Property taxes receivable not collected within 60 days of year-end have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met (e.g., cash advances) also are recorded as deferred revenue.

**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.

Investments are stated at fair value based on quoted market prices.

Georgia law authorizes the County to invest in the following type 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.

The County invests in mortgage-backed securities insured by U.S. Government agencies in part to maximize yields and in part to hedge against a rise in interest rates. Interest rates on some of these securities vary directly with particular index rates and are reset at monthly and quarterly intervals.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

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***Note 1 - Summary of Significant Accounting Policies (Continued)***

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

Georgia Fund 1, created by OCGA 36-83-8, is a stable net asset value investment pool which follows Standard and Poor's criteria for AAAm rated money market funds and is regulated by the Georgia Office of Treasury and Fiscal Services. 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). 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. 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, 2007.

***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.

***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, 2007, 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.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

**Note 1 - Summary of Significant Accounting Policies (Continued)**

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

**1-E-6. Restricted Assets (Continued)**

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 assets 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 assets and in the enterprise fund statement of net assets.

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 five thousand dollars. The County's infrastructure consists of roads, bridges, water lines 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 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. Depreciation is computed using the straight-line method over the following useful lives:

| Description                       | Governmental<br>Activities<br>Estimated Lives | Business-Type<br>Activities<br>Estimated Lives |
|-----------------------------------|---|--|
| Buildings                         | 10 – 40 years                                 | 20 - 40 years                                  |
| Machinery and equipment           | 5 – 10 years                                  | 5 – 10 years                                   |
| Infrastructure                    | 10 - 50 years                                 | 5 - 60 years                                   |
| Improvements other than buildings | 5 - 60 years                                  | 5 - 60 years                                   |

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

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**Note 1 - Summary of Significant Accounting Policies (Continued)**

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

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.

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 and 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**

On the government-wide statement of net assets and the proprietary fund statement of net assets, bond premiums and discounts are netted against bonds payable, and bond issuance costs are reported as deferred charges. On the government-wide and proprietary fund type statement of activities, bond premiums and discounts, and bond issuance costs are deferred and amortized over the life of the bonds using the effective interest method.

At the governmental fund financial reporting level, bond premiums and discounts are reported as other financing sources and uses, separately from the face amount of the bonds issued. Bond issuance costs are reported as expenditures.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

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***Note 1 - Summary of Significant Accounting Policies (Continued)***

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

***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 assets.”

***Fund Balance*** – Generally, fund balance represents the difference between current assets and current liabilities. The County reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available, spendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund balance that is available for appropriation in future periods. Designations are management’s intent to set aside these resources for specific services.

***Net Assets*** - Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net assets are reported as unrestricted.

The County applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are 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 and the workers’ compensation programs. Operating expenses are necessary costs incurred to provide the good or service that is 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.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

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***Note 1 - Summary of Significant Accounting Policies (Continued)***

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

***1-E-14. Interfund Activity (Continued)***

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.

***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.

***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.

The general fund budget is adopted on a basis consistent with GAAP except that the occurrence of capital lease obligations and the related capital lease expenditures are not budgeted. 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.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

**Note 2 – Stewardship, Compliance and Accountability (Continued)**

**2-A. Budgetary Information (Continued)**

For the year ended December 31, 2007, expenditures over appropriations at the department level (the legal level of control), are as follows:

| <u>Fund / Department</u>       | <u>Excess</u> |
|--------------------------------|---------------|
| General Fund:                  |               |
| Board of Registrars            | \$ 1,267      |
| Tax Assessors                  | 903           |
| Court Reporter                 | 4,893         |
| Medical Department - Prisoners | 288,710       |
| Coroner                        | 2,288         |
| 2006 SPLOST:                   |               |
| Interest and fiscal charges    | \$ 272,285    |
| General Capital Projects:      |               |
| General Government             | \$ 259,606    |
| Public Works                   | 259,814       |
| Debt Service:                  |               |
| Interest                       | \$ 79,799     |
| Animal Control:                |               |
| Public Safety                  | \$ 2,937      |
| Hotel-Motel Tax :              |               |
| Housing and Development        | \$ 19,221     |
| 2003 SPLOST:                   |               |
| General Government             | \$ 12,084     |
| Judicial                       | 28,569        |
| Health and Welfare             | 11,756        |
| Jail Inmate Benefit            |               |
| Public Safety                  | \$ 114,933    |

**Note 3 - Detailed Notes on All Funds**

**3-A. Deposits and Investments**

**3-A-1. Credit risk**

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, 2007, the County's investment in Georgia Fund 1 was rated AAAM by Standard & Poor's.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

**Note 3 - Detailed Notes on All Funds (Continued)**

**3-A. Deposits and Investments (Continued)**

At December 31, 2007, the County had the following investments:

| <u>Investment</u>              | <u>Maturities</u>       | <u>Fair Value</u>   |
|--------------------------------|-------------------------|---------------------|
| Guaranteed Investment Contract | June 1, 2028            | \$ 1,851,844        |
| Georgia Fund 1                 | 22 day weighted average | 8,055,539           |
| Total                          |                         | <u>\$ 9,907,383</u> |

**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, 2007, the County was fully collateralized under the State statutes. As of December 31, 2007, the Development Authority had a bank balance of \$101,290, which was not fully insured and collateralized.

**3-A-4. Custodial credit risk – investments**

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, 2007, 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, collectibility.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

**Note 3 - Detailed Notes on All Funds (Continued)**

**3-B. Receivables (Continued)**

Receivables at December 31, 2007, consist of the following:

|                                     | Taxes and<br>Fines  | Accounts            | Other            | Allowance for<br>Uncollectibles | Net<br>Receivables  |
|-------------------------------------|---------------------|---------------------|------------------|---------------------------------|---------------------|
| Primary Government:                 |                     |                     |                  |                                 |                     |
| General Fund                        | \$ 3,213,220        | \$ 63,902           | \$ -             | \$ 204,961                      | \$ 3,072,161        |
| Fire Fund                           | 206,733             | -                   | -                | 25,300                          | 181,433             |
| SPLOST 2006                         | 2,643,536           | 10,954              | 21,504           | -                               | 2,675,994           |
| General Capital Projects Fund       | -                   | 1,824,311           | -                | -                               | 1,824,311           |
| Other Governmental Funds            | 88,826              | 201,864             | -                | 9,524                           | 281,166             |
| Water Fund                          | -                   | 1,692,196           | -                | 562,403                         | 1,129,793           |
| Forum Fund                          | -                   | 10,514              | -                | -                               | 10,514              |
| Internal Service Funds              | -                   | 71,476              | -                | -                               | 71,476              |
| Total Primary Government            | <u>6,152,315</u>    | <u>3,875,217</u>    | <u>21,504</u>    | <u>802,188</u>                  | <u>9,246,848</u>    |
| Component Units:                    |                     |                     |                  |                                 |                     |
| Richard B. Russell Regional Airport | -                   | 41,831              | -                | -                               | 41,831              |
| Parks and Recreation Authority      | -                   | 53,329              | -                | -                               | 53,329              |
| Health Department                   | -                   | 251,975             | -                | -                               | 251,975             |
| Total Component Units               | <u>-</u>            | <u>347,135</u>      | <u>-</u>         | <u>-</u>                        | <u>347,135</u>      |
| Total Reporting Entity              | <u>\$ 6,152,315</u> | <u>\$ 4,222,352</u> | <u>\$ 21,504</u> | <u>\$ 802,188</u>               | <u>\$ 9,593,983</u> |

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

**Note 3 - Detailed Notes on All Funds (Continued)**

**3-B. Receivables (Continued)**

Amounts due from other governments include the following:

| Primary Government                          | 2007       |
|---|------------|
| General Fund                                |            |
| City of Rome, Georgia                       | \$ 136,435 |
| Floyd County Board of Education             | 61,158     |
| City of Cave Spring, Georgia                | 14,111     |
| Total General Fund                          | 211,704    |
| Special Revenue Funds                       |            |
| Floyd Against Drugs Fund                    |            |
| City of Rome, Georgia                       | 4,125      |
| Total Special Revenue Funds                 | 4,125      |
| Capital Projects Funds                      |            |
| General Capital Projects Fund               |            |
| City of Rome, Georgia                       | 1,642      |
| Total Capital Projects Funds                | 1,642      |
| Total Governmental Activities               | 217,471    |
| Enterprise Funds                            |            |
| Water Fund                                  |            |
| City of Rome, Georgia                       | 31,858     |
| Development Authority - Floyd/Gordon County | 3,000      |
| Total Enterprise Funds                      | 34,858     |
| Total Primary Government                    | \$ 252,329 |
| Component Units                             |            |
| Floyd County Health Department              |            |
| Georgia Department of Human Resources       | \$ 808,498 |
| District Administration                     | 10,410     |
| Federal Government                          | 9,194      |
| Total Floyd County Health Department        | 828,102    |
| Airport Authority                           |            |
| State of Georgia                            | 1,743      |
| Total Airport Authority                     | 1,743      |
| Total Component Units                       | \$ 829,845 |

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
For the Year Ended December 31, 2007

**Note 3 - Detailed Notes on All Funds (Continued)**

**3-C. Property Taxes**

The Board of Commissioners levies property taxes by or about August 25th of each year. Property taxes attach as an enforceable lien on property as of January 1. Property taxes are billed on or about September 15th of each year and are payable within sixty days. 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 2007, property taxes were levied July 23, 2007, and were due November 15, 2007.

**3-D. Capital Assets**

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

|   | Balance<br>12/31/06   | Additions           | Deductions          | Transfers           | Balance<br>12/31/07   |
|---|-----------------------|---------------------|---------------------|---------------------|-----------------------|
| Governmental activities:                    |                       |                     |                     |                     |                       |
| Capital assets not being depreciated:       |                       |                     |                     |                     |                       |
| Land  | \$ 4,310,390          | \$ 50,000           | \$ -                | \$ -                | \$ 4,360,390          |
| Construction in progress                    | 10,471,589            | 8,553,060           | 8,380,862           | -                   | 10,643,787            |
| Total capital assets not being depreciated  | <u>14,781,979</u>     | <u>8,603,060</u>    | <u>8,380,862</u>    | <u>-</u>            | <u>15,004,177</u>     |
| Other capital assets:                       |                       |                     |                     |                     |                       |
| Buildings                                   | 85,436,900            | 1,419,379           | -                   | -                   | 86,856,279            |
| Machinery and equipment                     | 12,662,576            | 2,389,330           | 74,829              | -                   | 14,977,077            |
| Improvements other than buildings           | -                     | 1,943,471           | -                   | -                   | 1,943,471             |
| Infrastructure                              | 274,676,176           | 5,409,942           | 421,145             | -                   | 279,664,973           |
| Total other capital assets                  | <u>372,775,652</u>    | <u>11,162,122</u>   | <u>495,974</u>      | <u>-</u>            | <u>383,441,800</u>    |
| Total capital assets                        | <u>387,557,631</u>    | <u>19,765,182</u>   | <u>8,876,836</u>    | <u>-</u>            | <u>398,445,977</u>    |
| Accumulated depreciation:                   |                       |                     |                     |                     |                       |
| Buildings                                   | 19,909,028            | 2,487,978           | -                   | -                   | 22,397,006            |
| Machinery and equipment                     | 9,298,252             | 1,133,671           | 148,527             | -                   | 10,283,396            |
| Improvements other than buildings           | -                     | 88,355              | -                   | 862,152             | 950,507               |
| Infrastructure                              | 126,124,325           | 6,299,375           | -                   | -                   | 132,423,700           |
| Total accumulated depreciation              | <u>155,331,605</u>    | <u>10,009,379</u>   | <u>148,527</u>      | <u>862,152</u>      | <u>166,054,609</u>    |
| Governmental activities capital assets, net | <u>\$ 232,226,026</u> | <u>\$ 9,755,803</u> | <u>\$ 8,728,309</u> | <u>\$ (862,152)</u> | <u>\$ 232,391,368</u> |

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

**Note 3 - Detailed Notes on All Funds (Continued)**

**3-D. Capital Assets (Continued)**

Governmental activities depreciation expense:

|                         |            |
|-------------------------|------------|
| General government      | \$ 754,623 |
| Judicial                | 16,300     |
| Public safety           | 1,646,665  |
| Public works            | 6,746,412  |
| Health and welfare      | 216,233    |
| Culture and recreation  | 628,634    |
| Housing and development | <u>512</u> |

Total governmental activities depreciation expense \$ 10,009,379

|  | <u>Balance<br/>12/31/06</u> | <u>Additions</u>           | <u>Deductions</u>          | <u>Balance<br/>12/31/07</u> |
|--|-----------------------------|----------------------------|----------------------------|-----------------------------|
| Business-type activities:                    |                             |                            |                            |                             |
| Capital assets not being depreciated:        |                             |                            |                            |                             |
| Land   | \$ 930,538                  | \$ -                       | \$ -                       | \$ 930,538                  |
| Construction in progress                     | <u>1,701,884</u>            | <u>784,977</u>             | <u>1,679,077</u>           | <u>807,784</u>              |
| Total capital assets not being depreciated   | <u>2,632,422</u>            | <u>784,977</u>             | <u>1,679,077</u>           | <u>1,738,322</u>            |
| Other capital assets:                        |                             |                            |                            |                             |
| Buildings                                    | 10,385,633                  | 1,328,999                  | -                          | 11,714,632                  |
| Machinery and equipment                      | 2,251,370                   | 100,659                    | 310,621                    | 2,041,408                   |
| Infrastructure                               | <u>38,513,318</u>           | <u>1,304,433</u>           | <u>7,905</u>               | <u>39,809,846</u>           |
| Total other capital assets                   | <u>51,150,321</u>           | <u>2,734,091</u>           | <u>318,526</u>             | <u>53,565,886</u>           |
| Total capital assets                         | <u>53,782,743</u>           | <u>3,519,068</u>           | <u>1,997,603</u>           | <u>55,304,208</u>           |
| Accumulated depreciation:                    |                             |                            |                            |                             |
| Buildings                                    | 3,344,848                   | 285,104                    | 2,218                      | 3,627,734                   |
| Machinery and equipment                      | 1,753,405                   | 163,693                    | 310,620                    | 1,606,478                   |
| Infrastructure                               | <u>10,771,454</u>           | <u>1,060,564</u>           | <u>8,745</u>               | <u>11,823,273</u>           |
| Total accumulated depreciation               | <u>15,869,707</u>           | <u>1,509,361</u>           | <u>321,583</u>             | <u>17,057,485</u>           |
| Business-type activities capital assets, net | <u><u>\$ 37,913,036</u></u> | <u><u>\$ 2,009,707</u></u> | <u><u>\$ 1,676,020</u></u> | <u><u>\$ 38,246,723</u></u> |

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
For the Year Ended December 31, 2007

**Note 3 - Detailed Notes on All Funds (Continued)**

**3-D. Capital Assets (Continued)**

| Component units:                           | Balance<br>12/31/06  | Additions         | Deductions          | Balance<br>12/31/07 |
|--|----------------------|-------------------|---------------------|---------------------|
| Capital assets not being depreciated:      |                      |                   |                     |                     |
| Land                                       | \$ 3,382,362         | \$ -              | \$ 45,550           | \$ 3,336,812        |
| Construction in progress                   | -                    | -                 | -                   | -                   |
| Total capital assets not being depreciated | <u>3,382,362</u>     | <u>-</u>          | <u>45,550</u>       | <u>3,336,812</u>    |
| Other capital assets:                      |                      |                   |                     |                     |
| Buildings                                  | 2,584,925            | 375,000           | 995,495             | 1,964,430           |
| Machinery and equipment                    | 1,946,975            | 280,160           | 676,627             | 1,550,508           |
| Infrastructure                             | 9,281,119            | -                 | 4,075,084           | 5,206,035           |
| Total other capital assets                 | <u>13,813,019</u>    | <u>655,160</u>    | <u>5,747,206</u>    | <u>8,720,973</u>    |
| Total capital assets                       | <u>17,195,381</u>    | <u>655,160</u>    | <u>5,792,756</u>    | <u>12,057,785</u>   |
| Accumulated depreciation:                  |                      |                   |                     |                     |
| Buildings                                  | 1,104,012            | 50,363            | 472,719             | 681,656             |
| Machinery and equipment                    | 1,633,219            | 165,805           | 651,138             | 1,147,886           |
| Infrastructure                             | 3,593,577            | 125,925           | 1,872,011           | 1,847,491           |
| Total accumulated depreciation             | <u>6,330,808</u>     | <u>342,093</u>    | <u>2,995,868</u>    | <u>3,677,033</u>    |
| Component units capital assets, net        | <u>\$ 10,864,573</u> | <u>\$ 313,067</u> | <u>\$ 2,796,888</u> | <u>\$ 8,380,752</u> |

**3-E. Interfund Balances and Transfers**

Interfund balances at December 31, 2007, 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.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
For the Year Ended December 31, 2007

**Note 3 - Detailed Notes on All Funds (Continued)**

**3-E. Interfund Balances and Transfers (Continued)**

| Payable to:           | Payable from:    |                  |                  |                       |                   |                 |                      |                           | Total               |
|-----------------------|------------------|------------------|------------------|-----------------------|-------------------|-----------------|----------------------|---------------------------|---------------------|
|                       | General Fund     | Fire Fund        | 2006 SPLOST Fund | General Projects Fund | Water Fund        | Forum Fund      | Non-major Govt. Fund | Non-major Enterprise Fund |                     |
| General Fund          | \$ -             | \$ -             | \$ 3,517         | \$ 3,067,266          | \$ 152,946        | \$ 7,137        | \$ 144,383           | \$ 6,780                  | \$ 3,382,029        |
| Water Fund            | -                | 30,000           | -                | -                     | -                 | -               | -                    | -                         | 30,000              |
| Non-major Gov't Fund  | 19,221           | -                | -                | 89,468                | -                 | -               | -                    | -                         | 108,689             |
| Internal Service Fund | 445              | -                | -                | -                     | -                 | -               | -                    | -                         | 445                 |
| <b>Total</b>          | <b>\$ 19,666</b> | <b>\$ 30,000</b> | <b>\$ 3,517</b>  | <b>\$ 3,156,734</b>   | <b>\$ 152,946</b> | <b>\$ 7,137</b> | <b>\$ 144,383</b>    | <b>\$ 6,780</b>           | <b>\$ 3,521,163</b> |

Interfund transfers for the year ended December 31, 2007, consisted of the following:

| Transfer to:                 | General Fund        | Fire Fund         | Water Fund        | Non-major Governmental Funds | Total               |
|------------------------------|---------------------|-------------------|-------------------|------------------------------|---------------------|
| General fund                 | \$ -                | \$ 375,840        | \$ 125,000        | \$ 753,647                   | \$ 1,254,487        |
| Capital Projects Fund        | 2,190,207           | -                 | -                 | 307,594                      | 2,497,801           |
| Non-major governmental funds | 569,759             | 6,200             | -                 | 200,000                      | 775,959             |
| Water fund                   | -                   | 120,000           | -                 | -                            | 120,000             |
| Forum Fund                   | 263,500             | -                 | -                 | -                            | 263,500             |
| Internal Service Fund        | 883,742             | -                 | -                 | -                            | 883,742             |
| <b>Total</b>                 | <b>\$ 3,907,208</b> | <b>\$ 502,040</b> | <b>\$ 125,000</b> | <b>\$ 1,261,241</b>          | <b>\$ 5,795,489</b> |

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, 2007*

**Note 3 - Detailed Notes on All Funds (Continued)**

**3-F. 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.

**3-G. Long-term Debt**

**Primary Government Bonds** - The following is a summary of the outstanding long-term bond issues at December 31, 2007:

| Year Issued | Purpose                            | Interest Rate (%) | Interest Dates | Issue Date | Maturity Date | Authorized and Issued | Retired      | Outstanding   |
|-------------|------------------------------------|-------------------|----------------|------------|---------------|-----------------------|--------------|---------------|
| 2007        | General obligation sales tax bonds | 4.00-5.00         | 01/01, 07/01   | 2/27/2007  | 1/01/11       | \$ 19,490,000         | \$ -         | \$ 19,490,000 |
| 2003        | Water refunding issue              | 2.00-4.00         | 05/01, 11/01   | 08/01/03   | 11/01/13      | \$ 8,540,000          | \$ 3,270,000 | \$ 5,270,000  |
| 1999        | Water system improvements          | 3.00-4.65         | 05/01, 11/01   | 01/01/99   | 11/01/16      | \$ 4,080,000          | \$ 1,600,000 | \$ 2,480,000  |

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. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. Outstanding bonds from the refunded debt outstanding at December 31, 2007, considered defeased, totaled \$10,325,000.

On January 1, 1999, the County's Water System issued water revenue bonds totaling \$4,080,000 with interest rates ranging from 3.0% to 4.65% to repay the County's 1994 Georgia Environmental Facilities Authority Loan and to finance certain additions, extensions and improvements to the water system of the County.

On February 27, 2007, the County issued General Obligation Special Purpose Local Option Sales Tax bonds totaling \$19,490,000 with interest rates ranging from 4.00% to 5.00% to finance capital improvement as authorized by the 2006 SPLOST.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
For the Year Ended December 31, 2007

**Note 3 - Detailed Notes on All Funds (Continued)**

**3-G. Long-term Debt (Continued)**

Annual debt service requirements to amortize all obligations outstanding, as of December 31, 2007 follow:

| Year  | Governmental Activities |              |               |
|-------|-------------------------|--------------|---------------|
|       | Principal               | Interest     | Total         |
| 2008  | \$ -                    | \$ 916,100   | \$ 916,100    |
| 2009  | 6,200,000               | 767,100      | 6,967,100     |
| 2010  | 6,490,000               | 463,050      | 6,953,050     |
| 2011  | 6,800,000               | 154,000      | 6,954,000     |
| Total | \$ 19,490,000           | \$ 2,300,250 | \$ 21,790,250 |

| Year      | Business-Type Activities |              |               |
|-----------|--------------------------|--------------|---------------|
|           | Principal                | Interest     | Total         |
| 2008      | \$ 1,107,375             | \$ 342,769   | \$ 1,450,144  |
| 2009      | 1,140,259                | 309,286      | 1,449,545     |
| 2010      | 1,178,268                | 271,511      | 1,449,779     |
| 2011      | 1,216,405                | 229,396      | 1,445,801     |
| 2012      | 1,269,676                | 183,427      | 1,453,103     |
| 2013-2017 | 2,657,573                | 335,931      | 2,993,504     |
| 2018-2022 | 476,776                  | 45,533       | 522,309       |
| Total     | \$ 9,046,332             | \$ 1,717,853 | \$ 10,764,185 |

**Certificates of Participation** - In June 1998, the City 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 counties and 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 of \$2,777,000 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.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
For the Year Ended December 31, 2007

**Note 3 - Detailed Notes on All Funds (Continued)**

**3-G. Long-term Debt (Continued)**

| Year      | Governmental Activities |              |              |
|-----------|-------------------------|--------------|--------------|
|           | Principal               | Interest     | Total        |
| 2008      | \$ -                    | \$ 131,908   | \$ 131,908   |
| 2009      | -                       | 131,908      | 131,908      |
| 2010      | -                       | 131,908      | 131,908      |
| 2011      | -                       | 131,908      | 131,908      |
| 2012      | -                       | 131,908      | 131,908      |
| 2013-2017 | -                       | 659,538      | 659,538      |
| 2018-2022 | -                       | 659,538      | 659,538      |
| 2023-2027 | -                       | 659,538      | 659,538      |
| 2028      | 2,777,000               | 54,962       | 2,831,962    |
|           | \$ 2,777,000            | \$ 2,693,115 | \$ 5,470,115 |

**Note Payable** - In 2006 and 2007, the County incurred debt totaling \$1,339,704 through the Georgia Environmental Facilities Authority (GEFA) for construction of various water system projects. The interest rate is 4.2% per annum, and repayment of principal and interest of \$10,044.45 is due quarterly.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
For the Year Ended December 31, 2007

**Note 3 - Detailed Notes on All Funds (Continued)**

**3-G. Long-term Debt (Continued)**

**Changes in Long-term Debt** - Changes in the County's long-term obligations consisted of the following for the year ended December 31, 2007:

|   | Outstanding<br>01/01/07 | Additions            | Deductions          | Outstanding<br>12/31/2007 | Amounts Due<br>in One Year |
|---|-------------------------|----------------------|---------------------|---------------------------|----------------------------|
| <b>Governmental Activities:</b>                   |                         |                      |                     |                           |                            |
| General Obligation Sales                          |                         |                      |                     |                           |                            |
| Tax Bond  | \$ -                    | \$ 19,490,000        | \$ -                | \$ 19,490,000             | \$ -                       |
| Certificates of participation                     | 2,777,000               | -                    | -                   | 2,777,000                 | -                          |
| Compensated Absences                              | 2,627,886               | 1,214,260            | 1,149,848           | 2,692,298                 | 454,927                    |
| <b>Total Governmental Activities</b>              | <b>\$ 5,404,886</b>     | <b>\$ 20,704,260</b> | <b>\$ 1,149,848</b> | <b>\$ 24,959,298</b>      | <b>\$ 454,927</b>          |
| <b>Business-Type Activities:</b>                  |                         |                      |                     |                           |                            |
| Water Revenue Bonds                               | \$ 8,755,000            | \$ -                 | \$ 1,005,000        | \$ 7,750,000              | \$ 1,040,000               |
| Notes Payable                                     | 1,323,668               | 16,036               | 43,371              | 1,296,333                 | 67,375                     |
| Compensated Absences                              | 175,852                 | 89,139               | 78,466              | 186,525                   | 65,960                     |
| <b>Total Business-Type Activities</b>             | <b>\$ 10,254,520</b>    | <b>\$ 105,175</b>    | <b>\$ 1,126,837</b> | <b>\$ 9,232,858</b>       | <b>\$ 1,173,335</b>        |
| <b>Component Units:</b>                           |                         |                      |                     |                           |                            |
| Health Department:                                |                         |                      |                     |                           |                            |
| Compensated Absences                              | \$ 472,702              | \$ 104,014           | \$ 89,845           | \$ 486,871                | \$ 48,687                  |
| Development Authority:                            |                         |                      |                     |                           |                            |
| Revenue Bonds                                     | 1,000,000               | -                    | -                   | 1,000,000                 | -                          |
| Airport Authority:                                |                         |                      |                     |                           |                            |
| Compensated Absences                              | 22,787                  | 10,332               | 8,585               | 24,534                    | 7,575                      |
| Recreation Authority:                             |                         |                      |                     |                           |                            |
| Compensated Absences                              | 118,382                 | 69,333               | 62,434              | 125,281                   | 50,978                     |
| <b>Total Component Units</b>                      | <b>\$ 1,613,871</b>     | <b>\$ 183,679</b>    | <b>\$ 160,864</b>   | <b>\$ 1,636,686</b>       | <b>\$ 107,240</b>          |
| <b>Business-Type Activities:</b>                  |                         |                      |                     |                           |                            |
| Water Revenue Bonds, long-term                    |                         |                      |                     | \$ 7,750,000              |                            |
| Less amount due in one year                       |                         |                      |                     | (1,040,000)               |                            |
| Discount, net of amortization                     |                         |                      |                     | (42,035)                  |                            |
| Deferred amount on refunding, net of amortization |                         |                      |                     | (265,999)                 |                            |
|   |                         |                      |                     | <b>\$ 6,401,966</b>       |                            |

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's revenue bonds and other long-term liabilities are financed from income derived from the operation of the Water System.

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

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

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**Note 3 - Detailed Notes on All Funds (Continued)**

**3-G. Long-term Debt (Continued)**

**Revenue Bonds - Component Unit** – On November 15, 2004, the Development Authority of Floyd County and the Rome-Floyd County Development Authority issued Taxable Revenue Bonds, Series 2004 in the amount of \$2,000,000 for economic development. The principal amount of \$2,000,000 is due on October 15, 2010. According to the intergovernmental agreement between the Authorities each is responsible for an equal share of the revenue bonds.

**3-H. 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 these plans 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. The Recreation Authority contributes to the Georgia Municipal Employees Benefit System (GMEBS), also an agent multiple-employer defined benefit pension plan. The Recreation Authority has the authority to amend the adoption agreement, which defines the specific benefit provisions of the Plan.

**ACCG PLAN**

All full-time eligible employees participate in the ACCG Plan (“Plan”) after completing three years of service. Benefits are fully vested after five 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 an 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 beginning on or after 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 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  
1100 Circle 75 Parkway, Suite 300  
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.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

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**Note 3 - Detailed Notes on All Funds (Continued)**

**3-H. Pensions (Continued)**

The Plan's financial statements are prepared on an accrual basis, modified to include unrealized gains or losses on marketable securities owned by the Plan and incremental changes in the cash value of pre-retirement life insurance policies owned by the trust. County contributions are recognized when due and the County has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable.

Investments in securities are valued at current market prices. The trust fund is invested, approximately, in 60% equities and 40% fixed income securities.

Plan assets do not include any loans, notes, bonds, or other instruments or securities of the County or related parties.

The actuarial accrued liability (projected to December 31, 2007) was computed as part of an actuarial valuation as of January 1, 2007. Significant actuarial assumptions used in the valuation include (a) an assumed rate of return on assets of 8% per year compounded annually, (b) projected salary increases of 6% 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.

ACCG Plan refunding policy provides for contributions under the "Protected 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 dollar amount on a closed basis. The remaining amortization period at January 1, 2007 was 10 years.

Contributions totaling \$2,037,231 were paid in accordance with actuarially determined contribution requirements determined by an actuarial valuation performed as of January 1, 2007 for the 2007 Plan Year. The contributions represented 13.2% of the covered payroll for 2006.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
For the Year Ended December 31, 2007

**Note 3 - Detailed Notes on All Funds (Continued)**

**3-H. Pensions (Continued)**

Schedule of Funding Progress (Unaudited)

| Actuarial<br>Valuation<br>Date | (1)<br>Actuarial<br>Value<br>of Assets | (2)<br>Actuarial<br>Accrued<br>Liability (AAL) | (3)<br>Funded<br>Ratio<br>(1)/(2) | (4)<br>Unfunded<br>AAL/(UAAL)<br>(2)-(1) | (5)<br>Annual<br>Covered<br>Payroll | (6)<br>UAAL as a<br>Percentage of<br>Covered<br>Payroll |
|--------------------------------|--|--|-----------------------------------|--|-------------------------------------|---|
| 1/1/2001                       | \$ 18,797,015                          | \$ 20,842,618                                  | 90.2%                             | \$ 2,045,603                             | \$ 11,217,466                       | 18.2%   |
| 1/1/2002                       | 18,931,528                             | 22,304,008                                     | 84.9%                             | 3,372,480                                | 13,582,631                          | 24.8%   |
| 1/1/2003                       | 18,464,984                             | 23,914,929                                     | 77.2%                             | 5,449,945                                | 13,805,166                          | 39.5%   |
| 1/1/2004                       | 21,506,085                             | 28,161,707                                     | 76.4%                             | 6,655,622                                | 14,236,637                          | 46.7%   |
| 1/1/2005                       | 23,951,857                             | 30,594,131                                     | 78.3%                             | 6,642,274                                | 14,382,864                          | 46.2%   |
| 1/1/2006                       | 26,184,443                             | 33,448,090                                     | 78.3%                             | 7,263,647                                | 14,667,173                          | 49.5%   |
| 1/1/2007                       | 29,499,964                             | 34,645,703                                     | 85.1%                             | 5,145,739                                | 15,448,605                          | 33.3%   |

Schedule of Employer Contributions (Unaudited)

| Year Ended<br>December 31, | Annual<br>Required<br>Contribution | Percentage<br>Contributed | Annual<br>Pension<br>Cost | Percentage<br>Contributed |
|----------------------------|------------------------------------|---------------------------|---------------------------|---------------------------|
| 2001                       | \$ 1,077,200                       | 100%                      | \$ 1,077,200              | 100%                      |
| 2002                       | 1,399,110                          | 100%                      | 1,399,110                 | 100%                      |
| 2003                       | 1,775,705                          | 100%                      | 1,775,705                 | 100%                      |
| 2004                       | 2,037,305                          | 100%                      | 2,037,305                 | 100%                      |
| 2005                       | 1,973,633                          | 100%                      | 1,973,633                 | 100%                      |
| 2006                       | 1,940,669                          | 100%                      | 1,940,669                 | 100%                      |
| 2007                       | 2,037,231                          | 100%                      | 2,037,231                 | 100%                      |

**GMEBS PLAN**

All Recreation Authority employees are eligible to participate in the GMEBS Plan ("Plan") upon completion of one year of service. Benefits are fully vested after ten years of service. The Recreation Authority's payroll for employees covered by the Plan for the year ended December 31, 2007 was \$1,138,184.

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.

The Plan also provides benefits in the event of death or disability. These benefit provisions were established by an adoption agreement executed by the Rome-Floyd County Recreation Authority.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

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**Note 3 - Detailed Notes on All Funds (Continued)**

**3-H. Pensions (Continued)**

A copy of the Plan's annual report may be obtained from:

Georgia Municipal Association  
201 Pryor Street, S.W.  
Atlanta, Georgia 30303

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

The Plan's financial statements are prepared on a cash basis, modified to include unrealized gains or losses on marketable securities owned by the Plan and increments in the cash value of death benefits. Investments in securities are valued at current market prices. Guaranteed Investment Contracts (GIC's) are reported at cost plus accrued interest credited to valuation date.

Plan assets do not include any loans, notes, bonds, or other instruments or securities of the County or related parties.

The actuarial accrued liability (projected to December 31, 2007) was computed as part of an actuarial valuation as of November 1, 2007. Significant actuarial assumptions used in the valuation include (a) a rate of return on the investment of present and future assets of 8 percent per year compounded annually, (b) projected salary increases of 5% per year compounded annually, attributable to inflation, (c) additional projected salary increases of .5%, attributable to seniority/merit, and (d) post retirement benefit increases of 5.5%.

The funding policy for the Plan is to contribute an amount equal to the pension expense each year. These contributions are determined under the projected unit credit actuarial cost method and the asset valuation method for developing the actuarial value of assets. The period, and related method, for amortizing the initial unfunded actuarial accrued liability is 30 years from 1981 and current changes in the unfunded actuarial accrued liability over 15 years for actuarial gains and losses, 20 years for plan provisions and 30 years for actuarial assumptions and cost methods as a level dollar amount. These amortization periods, if applicable, are open for this plan year.

Contributions totaling \$81,229 were made during the year 2007 in accordance with actuarially contribution requirements determined by an actuarial valuation performed as of November 1, 2007 for the 2007 Plan Year. The contributions represented 7.14% of current year covered payroll.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
For the Year Ended December 31, 2007

**Note 3 - Detailed Notes on All Funds (Continued)**

**3-H. Pensions (Continued)**

Schedule of Funding Progress (Unaudited)

| Actuarial<br>Valuation<br>Date | (1)<br>Actuarial<br>Value<br>of Assets | (2)<br>Actuarial<br>Accrued<br>Liability (AAL) | (3)<br>Funded<br>Ratio<br>(1)/(2) | (4)<br>Over-Funded<br>(1)-(2) | (5)<br>Annual<br>Covered<br>Payroll | (6)<br>UAAL as a<br>Percentage of<br>Covered<br>Payroll |
|--------------------------------|--|--|-----------------------------------|-------------------------------|-------------------------------------|---|
| 11/1/2001                      | \$ 1,830,049                           | \$ 1,515,506                                   | 120.75%                           | \$ 314,543                    | \$ 1,197,451                        | -   |
| 11/1/2002                      | 1,784,426                              | 1,578,212                                      | 113.07%                           | 206,214                       | 1,285,139                           | -   |
| 11/1/2003                      | 1,925,135                              | 1,671,853                                      | 115.15%                           | 253,282                       | 1,202,530                           | -   |
| 11/1/2004                      | 2,077,131                              | 1,840,451                                      | 112.86%                           | 236,680                       | 1,311,246                           | -   |
| 11/1/2005                      | 2,273,114                              | 1,888,373                                      | 120.37%                           | 384,741                       | 1,186,903                           | -   |
| 11/1/2006                      | 2,462,696                              | 1,932,508                                      | 127.44%                           | 530,188                       | 851,517                             | -   |
| 11/1/2007                      | 2,675,317                              | 2,002,787                                      | 133.58%                           | 672,530                       | 1,138,184                           | -   |

Schedule of Employer Contributions (Unaudited)

| Year Ended<br>December 31, | Annual<br>Required<br>Contribution | Percentage<br>Contributed | Annual<br>Pension<br>Cost | Percentage<br>Contributed |
|----------------------------|------------------------------------|---------------------------|---------------------------|---------------------------|
| 2001                       | \$ 52,926                          | 100%                      | \$ 52,926                 | 100%                      |
| 2002                       | 70,775                             | 100%                      | 70,775                    | 100%                      |
| 2003                       | 70,497                             | 100%                      | 70,497                    | 100%                      |
| 2004                       | 83,589                             | 100%                      | 83,589                    | 100%                      |
| 2005                       | 77,064                             | 100%                      | 77,064                    | 100%                      |
| 2006                       | 64,047                             | 100%                      | 64,047                    | 100%                      |
| 2007                       | 81,229                             | 100%                      | 81,229                    | 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 coverages for each of the past three fiscal years.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
For the Year Ended December 31, 2007

**Note 4 - Other Notes (Continued)**

**4-A. Risk Management (Continued)**

The County maintains a Workers' Compensation Self-Insurance 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 2007, 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, 2007, 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<br>Fiscal Year<br>Liability | Current Year<br>Claims and Changes<br>in Estimates | Claim<br>Payments | End of<br>Fiscal Year<br>Liability |
|------|--|--|-------------------|------------------------------------|
| 1999 | -  | 406,078  | (324,564)         | 81,514                             |
| 2000 | 81,514                                   | 524,963  | (474,796)         | 131,681                            |
| 2001 | 131,681                                  | 369,240  | (426,217)         | 74,704                             |
| 2002 | 74,704                                   | 441,674  | (390,306)         | 126,072                            |
| 2003 | 126,072                                  | 751,629  | (664,209)         | 213,492                            |
| 2004 | 213,492                                  | 753,600  | (726,651)         | 240,441                            |
| 2005 | 240,441                                  | 2,341,442  | (1,723,962)       | 857,921                            |
| 2006 | 857,921                                  | 715,348  | (724,795)         | 848,474                            |
| 2007 | 848,474                                  | 881,607  | (1,015,265)       | 714,816                            |

**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, 2007. In the opinion of County management, the outcome of these contingencies will not have a material effect on the financial position of the County.

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 the contingent nature of its responsibility.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

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**Note 4 - Other Notes (Continued)**

**4-B. Contingent Liabilities (Continued)**

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 the contingent nature of its responsibility.

In November 2004, the Development Authority of Floyd County, and the Rome-Floyd County Development Authority issued \$2 million in debt. The County has guaranteed the debt through an Intergovernmental Contract, should the Authorities be unable to service the debt. However, the Authorities have complete responsibility for retiring the debt. Consequently, the County has not reported this debt in its financial statements due 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 are 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 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 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**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

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**Note 4 - Other Notes (Continued)**

**4-C. Jointly Governed Organizations (Continued)**

Floyd County, Georgia and the City of Rome, Georgia have responsibility for insuring 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.

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 Coosa Valley Regional Development Center (CVRDC). Membership in CVRDC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of the CVRDC. Membership in the CVRDC 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 CVRDC. During the year, the County paid \$64,951 in dues to the CVRDC. Separate financial statements may be obtained from the CVRDC, Jackson Hill, Rome, GA 30161.

**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. 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 75% of the cost of these benefits while the retiree contributes approximately 25%. 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, 2007 there were 28 retirees eligible for the benefits. The County recognizes the cost of retiree health care benefits as an expense as claims are incurred. For 2007 those total approximately \$140,000.

**4-F. Hotel-Motel Lodging Tax**

Floyd County has levied a 6% lodging tax. A summary of the transactions for the year ended December 31, 2007 follows:

|                                    |                 |
|------------------------------------|-----------------|
| Lodging tax receipts               | \$ 96,830       |
| Disbursements to:                  |                 |
| Rome Convention and Tourist Bureau | 19,221          |
| General Fund                       | 44,220          |
| City of Rome                       | 25,000          |
|                                    | <hr/>           |
| Total                              | <u>\$ 8,389</u> |

All expenditures were for promotion of tourism as required by O.C.G.A. 48-13-41.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2007*

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**4-G. Subsequent Event**

In March 2008, the Rome-Floyd County Development Authority issued Revenue Bonds, Series 2008 in the amount of \$7,880,000 for the construction of a parking deck. The bonds will be paid through an intergovernmental agreement between the City of Rome, Georgia and Floyd County, Georgia. The City and County are equally responsible for the payment of the debt.

## **MAJOR GOVERNMENTAL FUNDS**

### *2006 SPLOST Capital Projects Fund*

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

### *General Capital Projects Fund*

*The General Capital Projects Fund is used to account for the acquisitions 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 acquisitions 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, 2007*

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>        | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|--|----------------------------|-------------------------|----------------------|---|
| <b>REVENUES</b>  |                            |                         |                      |   |
| Taxes  | \$ 8,545,000               | \$ 8,545,000            | \$ 11,577,797        | \$ 3,032,797                                |
| Interest   | 100,000                    | 500,000                 | 784,258              | 284,258                                     |
| <b>TOTAL REVENUES</b>  | <b>8,645,000</b>           | <b>9,045,000</b>        | <b>12,362,055</b>    | <b>3,317,055</b>                            |
| <b>EXPENDITURES</b>  |                            |                         |                      |   |
| <b>Capital outlay:</b>   |                            |                         |                      |   |
| General government   | 1,465,000                  | 1,465,000               | 106,130              | 1,358,870                                   |
| Public safety  | 1,710,000                  | 1,710,000               | 584,915              | 1,125,085                                   |
| Public works   | 15,375,000                 | 15,375,000              | 1,243,889            | 14,131,111                                  |
| Judicial   | 1,600,000                  | 1,600,000               | 151,352              | 1,448,648                                   |
| Culture and recreation   | 5,280,000                  | 5,280,000               | 2,101,411            | 3,178,589                                   |
| <b>Debt service:</b>   |                            |                         |                      |   |
| Interest and fiscal charges  | -                          | -                       | 272,285              | (272,285)                                   |
| Bond issuance costs  | 200,000                    | 300,000                 | 280,259              | 19,741                                      |
| <b>TOTAL EXPENDITURES</b>  | <b>25,630,000</b>          | <b>25,730,000</b>       | <b>4,740,241</b>     | <b>20,989,759</b>                           |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | <b>(16,985,000)</b>        | <b>(16,685,000)</b>     | <b>7,621,814</b>     | <b>24,306,814</b>                           |
| <b>OTHER FINANCING (USES)</b>  |                            |                         |                      |   |
| Bonds issued   | 19,490,000                 | 19,490,000              | 19,490,000           | -   |
| Bond issue premium   | 510,000                    | 510,000                 | 509,719              | (281)                                       |
| Transfers out  | (4,500,000)                | (730,340)               | -                    | 730,340                                     |
| <b>TOTAL OTHER FINANCING (USES)</b>                                  | <b>15,500,000</b>          | <b>19,269,660</b>       | <b>19,999,719</b>    | <b>730,059</b>                              |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | <b>(1,485,000)</b>         | <b>2,584,660</b>        | <b>27,621,533</b>    | <b>25,036,873</b>                           |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>                             | <b>-</b>                   | <b>-</b>                | <b>-</b>             | <b>-</b>                                    |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <b>\$ (1,485,000)</b>      | <b>\$ 2,584,660</b>     | <b>\$ 27,621,533</b> | <b>\$ 25,036,873</b>                        |

**GENERAL**  
**CAPITAL PROJECTS FUND**  
*A Major Fund*

*The General Capital Projects Fund is used to account for the acquisitions 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, 2007*

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>      | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|--|----------------------------|-------------------------|--------------------|---|
| <b>REVENUES</b>  |                            |                         |                    |   |
| Intergovernmental  | \$ 683,160                 | \$ 1,893,160            | \$ 2,372,674       | \$ 479,514                                  |
| Interest   | -                          | 11,180                  | 183,625            | 172,445                                     |
| <b>TOTAL REVENUES</b>  | <u>683,160</u>             | <u>1,904,340</u>        | <u>2,556,299</u>   | <u>651,959</u>                              |
| <b>EXPENDITURES</b>  |                            |                         |                    |   |
| <b>Capital outlay:</b>   |                            |                         |                    |   |
| General government   | 927,000                    | 892,000                 | 1,151,606          | (259,606)                                   |
| Public safety  | 552,200                    | 627,250                 | 551,218            | 76,032                                      |
| Public works   | 405,000                    | 340,500                 | 600,314            | (259,814)                                   |
| Housing and development  | 2,143,430                  | 3,008,760               | 2,963,125          | 45,635                                      |
| <b>TOTAL EXPENDITURES</b>  | <u>4,027,630</u>           | <u>4,868,510</u>        | <u>5,266,263</u>   | <u>(397,753)</u>                            |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | <u>(3,344,470)</u>         | <u>(2,964,170)</u>      | <u>(2,709,964)</u> | <u>254,206</u>                              |
| <b>OTHER FINANCING SOURCES</b>                                       |                            |                         |                    |   |
| Transfers in   | <u>1,394,470</u>           | <u>2,461,170</u>        | <u>2,497,800</u>   | <u>36,630</u>                               |
| <b>TOTAL OTHER FINANCING SOURCES</b>                                 | <u>1,394,470</u>           | <u>2,461,170</u>        | <u>2,497,800</u>   | <u>36,630</u>                               |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | (1,950,000)                | (503,000)               | (212,164)          | 290,836                                     |
| <b>FUND BALANCES -<br/>BEGINNING OF YEAR</b>                         | <u>707,493</u>             | <u>707,493</u>          | <u>707,493</u>     | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <u>\$ (1,242,507)</u>      | <u>\$ 204,493</u>       | <u>\$ 495,329</u>  | <u>\$ 290,836</u>                           |

## **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, 2007*

|   | <b>Non-major<br/>Debt<br/>Service<br/>Fund</b> | <b>Non-major<br/>Special<br/>Revenue<br/>Funds</b> | <b>Non-major<br/>Capital<br/>Projects<br/>Funds</b> | <b>Total<br/>Non-major<br/>Governmental<br/>Funds</b> |
|---|--|--|---|---|
| <b>ASSETS</b>   |  |  |   |   |
| Cash  | \$ 184,886                                     | \$ 2,574,268                                       | \$ 4,153,245  | \$ 6,912,399  |
| Taxes receivable (net of<br>allowance for uncollectibles) | -  | 79,302   | -   | 79,302  |
| Accounts receivable                                       | -  | 201,864  | -   | 201,864   |
| Due from other funds                                      | -  | 19,220   | 89,468  | 108,688   |
| Due from other governments                                | -  | 4,125  | -   | 4,125   |
| Prepaid items   | -  | 6,835  | -   | 6,835   |
| <b>TOTAL ASSETS</b>                                       | <b>\$ 184,886</b>                              | <b>\$ 2,885,614</b>                                | <b>\$ 4,242,713</b>                                 | <b>\$ 7,313,213</b>                                   |
| <b>LIABILITIES AND FUND BALANCES</b>                      |  |  |   |   |
| <b>LIABILITIES</b>  |  |  |   |   |
| Accounts payable  | \$ -   | \$ 382,517   | \$ 30,474   | \$ 412,991  |
| Salaries payable  | -  | 43,471   | -   | 43,471  |
| Accrued expenditures                                      | -  | 37,479   | -   | 37,479  |
| Due to other funds  | 109,306  | 15,827   | 19,250  | 144,383   |
| Deferred revenue  | -  | 39,266   | -   | 39,266  |
| <b>TOTAL LIABILITIES</b>                                  | <b>109,306</b>                                 | <b>518,560</b>                                     | <b>49,724</b>                                       | <b>677,590</b>  |
| <b>FUND BALANCES</b>                                      |  |  |   |   |
| Unreserved - undesignated                                 | 75,580   | 2,367,054  | 4,192,989   | 6,635,623   |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCES</b>            | <b>\$ 184,886</b>                              | <b>\$ 2,885,614</b>                                | <b>\$ 4,242,713</b>                                 | <b>\$ 7,313,213</b>                                   |

**FLOYD COUNTY, GEORGIA**  
*Combining Statement of Revenues, Expenditures, and  
Changes in Fund Balances*  
*Non-major Governmental Funds*  
For the Year Ended December 31, 2007

|  | <b>Non-major<br/>Debt<br/>Service<br/>Fund</b> | <b>Non-major<br/>Special<br/>Revenue<br/>Funds</b> | <b>Non-major<br/>Capital<br/>Projects<br/>Funds</b> | <b>Total<br/>Non-major<br/>Governmental<br/>Funds</b> |
|--|--|--|---|---|
| <b>REVENUES</b>  |  |  |   |   |
| Taxes  | \$ 458   | \$ 1,245,332                                       | \$ 114,786  | \$ 1,360,576  |
| Intergovernmental  | -  | 36,840   | -   | 36,840  |
| Charges for services   | -  | 1,924,016  | -   | 1,924,016   |
| Interest earned  | 5,917  | 79,249   | 302,736   | 387,902   |
| Miscellaneous  | -  | 163,463  | -   | 163,463   |
| <b>TOTAL REVENUES</b>  | <b>6,375</b>                                   | <b>3,448,900</b>                                   | <b>417,522</b>                                      | <b>3,872,797</b>                                      |
| <b>EXPENDITURES</b>  |  |  |   |   |
| <b>Current:</b>  |  |  |   |   |
| General government   | -  | 126,400  | -   | 126,400   |
| Public safety  | -  | 2,222,556  | -   | 2,222,556   |
| Public works   | -  | 854,225  | -   | 854,225   |
| Housing and development  | -  | 44,221   | -   | 44,221  |
| <b>Capital outlay</b>  | -  | -  | 1,910,687   | 1,910,687   |
| <b>Debt service:</b>   |  |  |   |   |
| Interest   | 89,799   | -  | -   | 89,799  |
| <b>TOTAL EXPENDITURES</b>  | <b>89,799</b>                                  | <b>3,247,402</b>                                   | <b>1,910,687</b>                                    | <b>5,247,888</b>                                      |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | <b>(83,424)</b>                                | <b>201,498</b>                                     | <b>(1,493,165)</b>                                  | <b>(1,375,091)</b>                                    |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |  |  |   |   |
| Transfers in   | 200,000  | 575,959  | -   | 775,959   |
| Transfers out  | (114,594)                                      | (226,850)  | (919,797)   | (1,261,241)   |
| <b>TOTAL OTHER FINANCING SOURCES</b>                                 | <b>85,406</b>                                  | <b>349,109</b>                                     | <b>(919,797)</b>                                    | <b>(485,282)</b>                                      |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | <b>1,982</b>                                   | <b>550,607</b>                                     | <b>(2,412,962)</b>                                  | <b>(1,860,373)</b>                                    |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>                             | <b>73,598</b>                                  | <b>1,816,447</b>                                   | <b>6,605,951</b>                                    | <b>8,495,996</b>                                      |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <b>\$ 75,580</b>                               | <b>\$ 2,367,054</b>                                | <b>\$ 4,192,989</b>                                 | <b>\$ 6,635,623</b>                                   |

## **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, 2007*

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>    | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|--|----------------------------|-------------------------|------------------|---|
| <b>REVENUES</b>  |                            |                         |                  |   |
| Taxes  | \$ -                       | \$ -                    | \$ 458           | \$ 458                                      |
| Interest   | -                          | -                       | 5,917            | 5,917                                       |
| <b>TOTAL REVENUES</b>  | <u>-</u>                   | <u>-</u>                | <u>6,375</u>     | <u>6,375</u>                                |
| <b>EXPENDITURES</b>  |                            |                         |                  |   |
| <b>Debt service:</b>   |                            |                         |                  |   |
| Principal  | 190,000                    | 190,000                 | -                | 190,000                                     |
| Interest   | 10,000                     | 10,000                  | 89,799           | (79,799)                                    |
| <b>TOTAL EXPENDITURES</b>  | <u>200,000</u>             | <u>200,000</u>          | <u>89,799</u>    | <u>110,201</u>                              |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | <u>(200,000)</u>           | <u>(200,000)</u>        | <u>(83,424)</u>  | <u>116,576</u>                              |
| <b>OTHER FINANCING SOURCES</b>                                       |                            |                         |                  |   |
| Transfers out  | -                          | -                       | (114,594)        | (114,594)                                   |
| Transfers in   | 200,000                    | 200,000                 | 200,000          | -   |
| <b>TOTAL OTHER FINANCING SOURCES</b>                                 | <u>200,000</u>             | <u>200,000</u>          | <u>85,406</u>    | <u>(114,594)</u>                            |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | -                          | -                       | 1,982            | 1,982                                       |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>                             | <u>73,598</u>              | <u>73,598</u>           | <u>73,598</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <u>\$ 73,598</u>           | <u>\$ 73,598</u>        | <u>\$ 75,580</u> | <u>\$ 1,982</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:*

*211 Fund*

*Floyd Against Drugs Fund*

*Prison Commissary Fund*

*Jail Inmate Benefit Fund*

*911 Fund*

*Law Library Fund*

*Animal Control Fund*

*Hotel/Motel Fund*

*Solid Waste Fund*

*Emergency Management Fund*

*Stadium Maintenance Fund*

**FLOYD COUNTY, GEORGIA**  
*Combining Balance Sheet*  
*Non-major Special Revenue Funds*  
*December 31, 2007*

|   | 211             | Floyd Against<br>Drugs | Prison<br>Commissary | Jail Inmate<br>Benefit | 911               | Law<br>Library    | Animal<br>Control | Hotel/Motel<br>Fund | Solid Waste         | Emergency<br>Management | Stadium<br>Maintenance | Total<br>Non-major<br>Special Revenue<br>Funds |
|---|-----------------|------------------------|----------------------|------------------------|-------------------|-------------------|-------------------|---------------------|---------------------|-------------------------|------------------------|--|
| <b>ASSETS</b>   |                 |                        |                      |                        |                   |                   |                   |                     |                     |                         |                        |  |
| Cash  | \$ 7,659        | \$ 2,537               | \$ 101,102           | \$ 77,860              | \$ 433,865        | \$ 181,557        | \$ 112,485        | \$ -                | \$ 992,459          | \$ 89,601               | \$ 575,143             | \$ 2,574,268                                   |
| Taxes receivable (net of<br>allowance for uncollectibles) | -               | -                      | -                    | -                      | -                 | -                 | -                 | 9,180               | 70,122              | -                       | -                      | 79,302   |
| Accounts receivable                                       | -               | -                      | -                    | -                      | 197,452           | -                 | -                 | -                   | -                   | 4,412                   | -                      | 201,864  |
| Due from other funds                                      | -               | -                      | -                    | -                      | -                 | -                 | -                 | 19,220              | -                   | -                       | -                      | 19,220   |
| Due from other governments                                | -               | 4,125                  | -                    | -                      | -                 | -                 | -                 | -                   | -                   | -                       | -                      | 4,125  |
| Prepaid items   | -               | -                      | -                    | -                      | 3,162             | -                 | 2,087             | -                   | -                   | 1,586                   | -                      | 6,835  |
| <b>TOTAL ASSETS</b>                                       | <u>\$ 7,659</u> | <u>\$ 6,662</u>        | <u>\$ 101,102</u>    | <u>\$ 77,860</u>       | <u>\$ 634,479</u> | <u>\$ 181,557</u> | <u>\$ 114,572</u> | <u>\$ 28,400</u>    | <u>\$ 1,062,581</u> | <u>\$ 95,599</u>        | <u>\$ 575,143</u>      | <u>\$ 2,885,614</u>                            |
| <b>LIABILITIES AND FUND BALANCES</b>                      |                 |                        |                      |                        |                   |                   |                   |                     |                     |                         |                        |  |
| <b>LIABILITIES</b>  |                 |                        |                      |                        |                   |                   |                   |                     |                     |                         |                        |  |
| Accounts payable  | \$ 58           | \$ 9                   | \$ 101,102           | \$ -                   | \$ 187,663        | \$ 1,082          | \$ 25,630         | \$ 20,011           | \$ 36,442           | \$ 9,130                | \$ 1,390               | \$ 382,517                                     |
| Salaries payable  | -               | -                      | -                    | -                      | 43,471            | -                 | -                 | -                   | -                   | -                       | -                      | 43,471   |
| Accrued expenditures                                      | 2,098           | 1,744                  | -                    | -                      | 8,427             | -                 | 11,837            | -                   | 8,870               | 4,503                   | -                      | 37,479   |
| Due to other funds  | -               | -                      | -                    | -                      | 5,266             | 1                 | 5,027             | -                   | 259                 | 3,079                   | 2,195                  | 15,827   |
| Deferred revenue  | -               | -                      | -                    | -                      | -                 | -                 | -                 | -                   | 39,266              | -                       | -                      | 39,266   |
| <b>TOTAL LIABILITIES</b>                                  | <u>2,156</u>    | <u>1,753</u>           | <u>101,102</u>       | <u>-</u>               | <u>244,827</u>    | <u>1,083</u>      | <u>42,494</u>     | <u>20,011</u>       | <u>84,837</u>       | <u>16,712</u>           | <u>3,585</u>           | <u>518,560</u>                                 |
| <b>FUND BALANCES</b>                                      |                 |                        |                      |                        |                   |                   |                   |                     |                     |                         |                        |  |
| Unreserved - undesignated                                 | 5,503           | 4,909                  | -                    | 77,860                 | 389,652           | 180,474           | 72,078            | 8,389               | 977,744             | 78,887                  | 571,558                | 2,367,054                                      |
| <b>TOTAL LIABILITIES<br/>AND FUND BALANCES</b>            | <u>\$ 7,659</u> | <u>\$ 6,662</u>        | <u>\$ 101,102</u>    | <u>\$ 77,860</u>       | <u>\$ 634,479</u> | <u>\$ 181,557</u> | <u>\$ 114,572</u> | <u>\$ 28,400</u>    | <u>\$ 1,062,581</u> | <u>\$ 95,599</u>        | <u>\$ 575,143</u>      | <u>\$ 2,885,614</u>                            |

**FLOYD COUNTY, GEORGIA**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Non-major Special Revenue Funds*  
*For the Year Ended December 31, 2007*

|  | 211             | Floyd Against<br>Drugs | Prison<br>Commissary | Jail Inmate<br>Benefit | 911               | Law<br>Library    | Animal<br>Control | Hotel/Motel<br>Fund | Solid Waste       | Emergency<br>Management | Stadium<br>Maintenance | Total<br>Non-major<br>Special Revenue<br>Funds |
|--|-----------------|------------------------|----------------------|------------------------|-------------------|-------------------|-------------------|---------------------|-------------------|-------------------------|------------------------|--|
| <b>REVENUES</b>  |                 |                        |                      |                        |                   |                   |                   |                     |                   |                         |                        |  |
| Taxes  | \$ -            | \$ -                   | \$ -                 | \$ -                   | \$ -              | \$ -              | \$ -              | \$ 96,830           | \$ 1,148,502      | \$ -                    | \$ -                   | \$ 1,245,332                                   |
| Intergovernmental  | 10,700          | 14,125                 | -                    | -                      | -                 | -                 | -                 | -                   | -                 | 12,015                  | -                      | 36,840   |
| Charges for services   | -               | -                      | -                    | 154,822                | 1,684,627         | 54,282            | 30,285            | -                   | -                 | -                       | -                      | 1,924,016                                      |
| Interest earned  | 235             | 40                     | -                    | 3,012                  | 17,349            | 365               | 5,912             | -                   | 23,578            | 3,938                   | 24,820                 | 79,249   |
| Miscellaneous  | 22,000          | -                      | -                    | -                      | -                 | -                 | 1,174             | -                   | -                 | -                       | 140,289                | 163,463  |
| <b>TOTAL REVENUES</b>  | <b>32,935</b>   | <b>14,165</b>          | <b>-</b>             | <b>157,834</b>         | <b>1,701,976</b>  | <b>54,647</b>     | <b>37,371</b>     | <b>96,830</b>       | <b>1,172,080</b>  | <b>15,953</b>           | <b>165,109</b>         | <b>3,448,900</b>                               |
| <b>EXPENDITURES</b>  |                 |                        |                      |                        |                   |                   |                   |                     |                   |                         |                        |  |
| <b>Current:</b>  |                 |                        |                      |                        |                   |                   |                   |                     |                   |                         |                        |  |
| General government   | 47,292          | -                      | -                    | -                      | -                 | 13,439            | -                 | -                   | -                 | -                       | 65,669                 | 126,400  |
| Public safety  | -               | 23,381                 | -                    | 114,933                | 1,509,753         | -                 | 389,762           | -                   | -                 | 184,727                 | -                      | 2,222,556                                      |
| Public works   | -               | -                      | -                    | -                      | -                 | -                 | -                 | -                   | 854,225           | -                       | -                      | 854,225  |
| Housing and Development  | -               | -                      | -                    | -                      | -                 | -                 | -                 | 44,221              | -                 | -                       | -                      | 44,221   |
| <b>TOTAL EXPENDITURES</b>  | <b>47,292</b>   | <b>23,381</b>          | <b>-</b>             | <b>114,933</b>         | <b>1,509,753</b>  | <b>13,439</b>     | <b>389,762</b>    | <b>44,221</b>       | <b>854,225</b>    | <b>184,727</b>          | <b>65,669</b>          | <b>3,247,402</b>                               |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | <b>(14,357)</b> | <b>(9,216)</b>         | <b>-</b>             | <b>42,901</b>          | <b>192,223</b>    | <b>41,208</b>     | <b>(352,391)</b>  | <b>52,609</b>       | <b>317,855</b>    | <b>(168,774)</b>        | <b>99,440</b>          | <b>201,498</b>                                 |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |                 |                        |                      |                        |                   |                   |                   |                     |                   |                         |                        |  |
| Transfers in   | 19,860          | 14,125                 | -                    | 34,959                 | -                 | -                 | 352,075           | -                   | -                 | 154,940                 | -                      | 575,959  |
| Transfers out  | -               | -                      | -                    | -                      | -                 | -                 | -                 | (44,220)            | (182,630)         | -                       | -                      | (226,850)                                      |
| <b>TOTAL OTHER FINANCING<br/>SOURCES (USES)</b>                      | <b>19,860</b>   | <b>14,125</b>          | <b>-</b>             | <b>34,959</b>          | <b>-</b>          | <b>-</b>          | <b>352,075</b>    | <b>(44,220)</b>     | <b>(182,630)</b>  | <b>154,940</b>          | <b>-</b>               | <b>349,109</b>                                 |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | <b>5,503</b>    | <b>4,909</b>           | <b>-</b>             | <b>77,860</b>          | <b>192,223</b>    | <b>41,208</b>     | <b>(316)</b>      | <b>8,389</b>        | <b>135,225</b>    | <b>(13,834)</b>         | <b>99,440</b>          | <b>550,607</b>                                 |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>                             | <b>-</b>        | <b>-</b>               | <b>-</b>             | <b>-</b>               | <b>197,429</b>    | <b>139,266</b>    | <b>72,394</b>     | <b>-</b>            | <b>842,519</b>    | <b>92,721</b>           | <b>472,118</b>         | <b>1,816,447</b>                               |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <b>\$ 5,503</b> | <b>\$ 4,909</b>        | <b>\$ -</b>          | <b>\$ 77,860</b>       | <b>\$ 389,652</b> | <b>\$ 180,474</b> | <b>\$ 72,078</b>  | <b>\$ 8,389</b>     | <b>\$ 977,744</b> | <b>\$ 78,887</b>        | <b>\$ 571,558</b>      | <b>\$ 2,367,054</b>                            |

**FLOYD COUNTY, GEORGIA**  
*211 Special Revenue Fund*  
*Schedule of Revenues, Expenditures ,and*  
*Changes in Fund Balance - Budget and Actual (Budgetary Basis)*  
*For the Year Ended December 31, 2007*

|  | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>   | <u>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</u> |
|--|----------------------------|-------------------------|-----------------|---|
| <b>REVENUES</b>  |                            |                         |                 |   |
| Intergovernmental  | \$ 10,695                  | \$ 10,695               | \$ 10,700       | \$ 5  |
| Miscellaneous  | 30,000                     | 30,000                  | 22,000          | (8,000)                                     |
| Interest   | -                          | -                       | 235             | 235   |
| <b>TOTAL REVENUES</b>  | <u>40,695</u>              | <u>40,695</u>           | <u>32,935</u>   | <u>(7,760)</u>                              |
| <b>EXPENDITURES</b>  |                            |                         |                 |   |
| <b>Current:</b>  |                            |                         |                 |   |
| General Government   | <u>60,555</u>              | <u>60,555</u>           | <u>47,292</u>   | <u>13,263</u>                               |
| <b>TOTAL EXPENDITURES</b>  | <u>60,555</u>              | <u>60,555</u>           | <u>47,292</u>   | <u>13,263</u>                               |
| <b>EXCESS (DEFICIENCY) OF<br/>REVENUES OVER (UNDER)<br/>EXPENDITURES</b> | (19,860)                   | (19,860)                | (14,357)        | 5,503                                       |
| <b>OTHER FINANCING SOURCES</b>   |                            |                         |                 |   |
| Transfers in   | <u>19,860</u>              | <u>19,860</u>           | <u>19,860</u>   | <u>-</u>                                    |
| <b>TOTAL OTHER FINANCING<br/>SOURCES</b>                                 | <u>19,860</u>              | <u>19,860</u>           | <u>19,860</u>   | <u>-</u>                                    |
| <b>NET CHANGE IN FUND<br/>BALANCES</b>                                   | -                          | -                       | 5,503           | 5,503                                       |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>                                 | -                          | -                       | -               | -   |
| <b>FUND BALANCES - END OF YEAR</b>                                       | <u>\$ -</u>                | <u>\$ -</u>             | <u>\$ 5,503</u> | <u>\$ 5,503</u>                             |

**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, 2007*

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>   | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|--|----------------------------|-------------------------|-----------------|---|
| <b>REVENUES</b>  |                            |                         |                 |   |
| Intergovernmental  | \$ -                       | \$ 14,125               | \$ 14,125       | \$ -  |
| Miscellaneous  | -                          | 5,000                   | -               | (5,000)                                     |
| Interest   | -                          | -                       | 40              | 40  |
| <b>TOTAL REVENUES</b>  | <b>-</b>                   | <b>19,125</b>           | <b>14,165</b>   | <b>(4,960)</b>                              |
| <b>EXPENDITURES</b>  |                            |                         |                 |   |
| <b>Current:</b>  |                            |                         |                 |   |
| Public Safety  | -                          | 33,250                  | 23,381          | 9,869                                       |
| <b>TOTAL EXPENDITURES</b>  | <b>-</b>                   | <b>33,250</b>           | <b>23,381</b>   | <b>9,869</b>                                |
| <b>EXCESS (DEFICIENCY) OF<br/>REVENUES OVER (UNDER)<br/>EXPENDITURES</b> | <b>-</b>                   | <b>(14,125)</b>         | <b>(9,216)</b>  | <b>4,909</b>                                |
| <b>OTHER FINANCING SOURCES</b>   |                            |                         |                 |   |
| Transfers in   | -                          | 14,125                  | 14,125          | -   |
| <b>TOTAL OTHER FINANCING<br/>SOURCES</b>                                 | <b>-</b>                   | <b>14,125</b>           | <b>14,125</b>   | <b>-</b>                                    |
| <b>NET CHANGE IN FUND<br/>BALANCES</b>                                   | <b>-</b>                   | <b>-</b>                | <b>4,909</b>    | <b>4,909</b>                                |
| <b>FUND BALANCES - BEGINNING<br/>OF YEAR</b>                             | <b>-</b>                   | <b>-</b>                | <b>-</b>        | <b>-</b>                                    |
| <b>FUND BALANCES - END<br/>OF YEAR</b>                                   | <b>\$ -</b>                | <b>\$ -</b>             | <b>\$ 4,909</b> | <b>\$ 4,909</b>                             |

**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, 2007*

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>    | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|--|----------------------------|-------------------------|------------------|---|
| <b>REVENUES</b>  |                            |                         |                  |   |
| Charges for services   | \$ -                       | \$ -                    | \$ 154,822       | \$ 154,822                                  |
| Interest   | -                          | -                       | 3,012            | 3,012                                       |
| <b>TOTAL REVENUES</b>  | <b>-</b>                   | <b>-</b>                | <b>157,834</b>   | <b>157,834</b>                              |
| <b>EXPENDITURES</b>  |                            |                         |                  |   |
| <b>Current:</b>  |                            |                         |                  |   |
| Public safety  | -                          | -                       | 114,933          | (114,933)                                   |
| <b>TOTAL EXPENDITURES</b>  | <b>-</b>                   | <b>-</b>                | <b>114,933</b>   | <b>(114,933)</b>                            |
| <b>EXCESS (DEFICIENCY) OF<br/>REVENUES OVER (UNDER)<br/>EXPENDITURES</b> | <b>-</b>                   | <b>-</b>                | <b>42,901</b>    | <b>42,901</b>                               |
| <b>OTHER FINANCING SOURCES</b>   |                            |                         |                  |   |
| Transfers in   | -                          | -                       | 34,959           | 34,959                                      |
| <b>TOTAL OTHER FINANCING<br/>SOURCES</b>                                 | <b>-</b>                   | <b>-</b>                | <b>34,959</b>    | <b>34,959</b>                               |
| <b>NET CHANGE IN FUND<br/>BALANCES</b>                                   | <b>-</b>                   | <b>-</b>                | <b>77,860</b>    | <b>77,860</b>                               |
| <b>FUND BALANCES - BEGINNING<br/>OF YEAR</b>                             | <b>-</b>                   | <b>-</b>                | <b>-</b>         | <b>-</b>                                    |
| <b>FUND BALANCES - END<br/>OF YEAR</b>                                   | <b>\$ -</b>                | <b>\$ -</b>             | <b>\$ 77,860</b> | <b>\$ 77,860</b>                            |

**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, 2007*

|  | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>     | <u>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</u> |
|--|----------------------------|-------------------------|-------------------|---|
| <b>REVENUES</b>  |                            |                         |                   |   |
| Charges for services   | \$ 1,660,200               | \$ 1,668,950            | \$ 1,684,627      | \$ 15,677                                   |
| Interest   | -                          | 10,000                  | 17,349            | 7,349                                       |
| <b>TOTAL REVENUES</b>  | <u>1,660,200</u>           | <u>1,678,950</u>        | <u>1,701,976</u>  | <u>23,026</u>                               |
| <b>EXPENDITURES</b>  |                            |                         |                   |   |
| <b>Current:</b>  |                            |                         |                   |   |
| Public safety  | 1,579,610                  | 1,600,320               | 1,509,753         | 90,567                                      |
| <b>TOTAL EXPENDITURES</b>  | <u>1,579,610</u>           | <u>1,600,320</u>        | <u>1,509,753</u>  | <u>90,567</u>                               |
| <b>EXCESS (DEFICIENCY) OF<br/>REVENUES OVER (UNDER)<br/>EXPENDITURES</b> | 80,590                     | 78,630                  | 192,223           | 113,593                                     |
| <b>FUND BALANCES - BEGINNING<br/>OF YEAR</b>                             | <u>197,429</u>             | <u>197,429</u>          | <u>197,429</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END<br/>OF YEAR</b>                                   | <u>\$ 278,019</u>          | <u>\$ 276,059</u>       | <u>\$ 389,652</u> | <u>\$ 113,593</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, 2007*

|  | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>     | <u>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</u> |
|--|----------------------------|-------------------------|-------------------|---|
| <b>REVENUES</b>  |                            |                         |                   |   |
| Charges for services   | \$ 34,000                  | \$ 34,000               | \$ 54,282         | \$ 20,282                                   |
| Interest   | -                          | -                       | 365               | 365   |
| <b>TOTAL REVENUES</b>  | <u>34,000</u>              | <u>34,000</u>           | <u>54,647</u>     | <u>20,647</u>                               |
| <b>EXPENDITURES</b>  |                            |                         |                   |   |
| <b>Current:</b>  |                            |                         |                   |   |
| General government   | <u>34,000</u>              | <u>34,000</u>           | <u>13,439</u>     | <u>20,561</u>                               |
| <b>TOTAL EXPENDITURES</b>  | <u>34,000</u>              | <u>34,000</u>           | <u>13,439</u>     | <u>20,561</u>                               |
| <b>EXCESS (DEFICIENCY) OF<br/>REVENUES OVER (UNDER)<br/>EXPENDITURES</b> | -                          | -                       | 41,208            | 41,208                                      |
| <b>FUND BALANCES - BEGINNING<br/>OF YEAR</b>                             | <u>139,266</u>             | <u>139,266</u>          | <u>139,266</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END<br/>OF YEAR</b>                                   | <u>\$ 139,266</u>          | <u>\$ 139,266</u>       | <u>\$ 180,474</u> | <u>\$ 41,208</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, 2007*

|  | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>    | <u>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</u> |
|--|----------------------------|-------------------------|------------------|---|
| <b>REVENUES</b>  |                            |                         |                  |   |
| Charges for services   | \$ 27,500                  | \$ 27,500               | \$ 30,285        | \$ 2,785                                    |
| Miscellaneous  | 500                        | 500                     | 1,174            | 674   |
| Interest   | -                          | 6,750                   | 5,912            | (838)                                       |
| <b>TOTAL REVENUES</b>  | <u>28,000</u>              | <u>34,750</u>           | <u>37,371</u>    | <u>2,621</u>                                |
| <b>EXPENDITURES</b>  |                            |                         |                  |   |
| <b>Current:</b>  |                            |                         |                  |   |
| Public safety  | <u>380,075</u>             | <u>386,825</u>          | <u>389,762</u>   | <u>(2,937)</u>                              |
| <b>TOTAL EXPENDITURES</b>  | <u>380,075</u>             | <u>386,825</u>          | <u>389,762</u>   | <u>(2,937)</u>                              |
| <b>EXCESS (DEFICIENCY) OF<br/>REVENUES OVER (UNDER)<br/>EXPENDITURES</b> | (352,075)                  | (352,075)               | (352,391)        | (316)                                       |
| <b>OTHER FINANCING SOURCES</b>   |                            |                         |                  |   |
| Transfers in   | <u>352,075</u>             | <u>352,075</u>          | <u>352,075</u>   | <u>-</u>                                    |
| <b>TOTAL OTHER FINANCING<br/>SOURCES</b>                                 | <u>352,075</u>             | <u>352,075</u>          | <u>352,075</u>   | <u>-</u>                                    |
| <b>NET CHANGE IN FUND<br/>BALANCES</b>                                   | -                          | -                       | (316)            | (316)                                       |
| <b>FUND BALANCES - BEGINNING<br/>OF YEAR</b>                             | <u>72,394</u>              | <u>72,394</u>           | <u>72,394</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END<br/>OF YEAR</b>                                   | <u>\$ 72,394</u>           | <u>\$ 72,394</u>        | <u>\$ 72,078</u> | <u>\$ (316)</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, 2007*

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>   | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|--|----------------------------|-------------------------|-----------------|---|
| <b>REVENUES</b>  |                            |                         |                 |   |
| Taxes  | \$ 65,000                  | \$ 65,000               | \$ 96,830       | \$ 31,830                                   |
| <b>TOTAL REVENUES</b>  | <u>65,000</u>              | <u>65,000</u>           | <u>96,830</u>   | <u>31,830</u>                               |
| <b>EXPENDITURES</b>  |                            |                         |                 |   |
| <b>Current:</b>  |                            |                         |                 |   |
| Housing and development  | <u>25,000</u>              | <u>25,000</u>           | <u>44,221</u>   | <u>(19,221)</u>                             |
| <b>TOTAL EXPENDITURES</b>  | <u>25,000</u>              | <u>25,000</u>           | <u>44,221</u>   | <u>(19,221)</u>                             |
| <b>EXCESS (DEFICIENCY) OF<br/>REVENUES OVER (UNDER)<br/>EXPENDITURES</b> | 40,000                     | 40,000                  | 52,609          | 12,609                                      |
| <b>OTHER FINANCING USES</b>  |                            |                         |                 |   |
| Transfers out  | <u>(40,000)</u>            | <u>(40,000)</u>         | <u>(44,220)</u> | <u>(4,220)</u>                              |
| <b>TOTAL OTHER FINANCING USES</b>  | <u>(40,000)</u>            | <u>(40,000)</u>         | <u>(44,220)</u> | <u>(4,220)</u>                              |
| <b>NET CHANGE IN FUND<br/>BALANCES</b>                                   | -                          | -                       | 8,389           | 8,389                                       |
| <b>FUND BALANCES - BEGINNING<br/>OF YEAR</b>                             | <u>-</u>                   | <u>-</u>                | <u>-</u>        | <u>-</u>                                    |
| <b>FUND BALANCES - END<br/>OF YEAR</b>                                   | <u>\$ -</u>                | <u>\$ -</u>             | <u>\$ 8,389</u> | <u>\$ 8,389</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, 2007*

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>     | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|--|----------------------------|-------------------------|-------------------|---|
| <b>REVENUES</b>  |                            |                         |                   |   |
| Taxes  | \$ 1,092,150               | \$ 1,103,520            | \$ 1,148,502      | \$ 44,982                                   |
| Interest   | -                          | 10,000                  | 23,578            | 13,578                                      |
| <b>TOTAL REVENUES</b>  | <u>1,092,150</u>           | <u>1,113,520</u>        | <u>1,172,080</u>  | <u>58,560</u>                               |
| <b>EXPENDITURES</b>  |                            |                         |                   |   |
| <b>Current:</b>  |                            |                         |                   |   |
| Public works   | 929,250                    | 930,890                 | 854,225           | 76,665                                      |
| <b>TOTAL EXPENDITURES</b>  | <u>929,250</u>             | <u>930,890</u>          | <u>854,225</u>    | <u>76,665</u>                               |
| <b>EXCESS (DEFICIENCY) OF<br/>REVENUES OVER (UNDER)<br/>EXPENDITURES</b> | 162,900                    | 182,630                 | 317,855           | 135,225                                     |
| <b>OTHER FINANCING USES</b>  |                            |                         |                   |   |
| Transfers out  | -                          | (182,630)               | (182,630)         | -   |
| <b>TOTAL OTHER FINANCING USES</b>  | <u>-</u>                   | <u>(182,630)</u>        | <u>(182,630)</u>  | <u>-</u>                                    |
| <b>NET CHANGE IN FUND<br/>BALANCES</b>                                   | 162,900                    | -                       | 135,225           | 135,225                                     |
| <b>FUND BALANCES - BEGINNING<br/>OF YEAR</b>                             | <u>842,519</u>             | <u>842,519</u>          | <u>842,519</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END<br/>OF YEAR</b>                                   | <u>\$ 1,005,419</u>        | <u>\$ 842,519</u>       | <u>\$ 977,744</u> | <u>\$ 135,225</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, 2007*

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>    | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|--|----------------------------|-------------------------|------------------|---|
| <b>REVENUES</b>  |                            |                         |                  |   |
| Intergovernmental  | \$ 28,000                  | \$ 51,325               | \$ 12,015        | \$ (39,310)                                 |
| Interest   | -                          | 2,000                   | 3,938            | 1,938                                       |
| <b>TOTAL REVENUES</b>  | <u>28,000</u>              | <u>53,325</u>           | <u>15,953</u>    | <u>(37,372)</u>                             |
| <b>EXPENDITURES</b>  |                            |                         |                  |   |
| <b>Current:</b>  |                            |                         |                  |   |
| Public safety  | 176,740                    | 208,265                 | 184,727          | 23,538                                      |
| <b>TOTAL EXPENDITURES</b>  | <u>176,740</u>             | <u>208,265</u>          | <u>184,727</u>   | <u>23,538</u>                               |
| <b>EXCESS (DEFICIENCY) OF<br/>REVENUES OVER (UNDER)<br/>EXPENDITURES</b> | (148,740)                  | (154,940)               | (168,774)        | (13,834)                                    |
| <b>OTHER FINANCING SOURCES</b>   |                            |                         |                  |   |
| Transfers in   | 148,740                    | 154,940                 | 154,940          | -   |
| <b>TOTAL OTHER FINANCING<br/>SOURCES</b>                                 | <u>148,740</u>             | <u>154,940</u>          | <u>154,940</u>   | <u>-</u>                                    |
| <b>NET CHANGE IN FUND<br/>BALANCES</b>                                   | -                          | -                       | (13,834)         | (13,834)                                    |
| <b>FUND BALANCES - BEGINNING<br/>OF YEAR</b>                             | <u>92,721</u>              | <u>92,721</u>           | <u>92,721</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END<br/>OF YEAR</b>                                   | <u>\$ 92,721</u>           | <u>\$ 92,721</u>        | <u>\$ 78,887</u> | <u>\$ (13,834)</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, 2007*

|   | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>     | <u>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</u> |
|---|----------------------------|-------------------------|-------------------|---|
| <b>REVENUES</b>                                 |                            |                         |                   |   |
| Miscellaneous                                   | \$ 142,100                 | \$ 142,100              | \$ 140,289        | \$ (1,811)                                  |
| Interest  | 9,000                      | 16,000                  | 24,820            | 8,820                                       |
| <b>TOTAL REVENUES</b>                           | <u>151,100</u>             | <u>158,100</u>          | <u>165,109</u>    | <u>7,009</u>                                |
| <b>EXPENDITURES</b>                             |                            |                         |                   |   |
| <b>Current:</b>                                 |                            |                         |                   |   |
| General government                              | 85,000                     | 85,000                  | 65,669            | 19,331                                      |
| <b>TOTAL EXPENDITURES</b>                       | <u>85,000</u>              | <u>85,000</u>           | <u>65,669</u>     | <u>19,331</u>                               |
| <b>EXCESS OF REVENUES<br/>OVER EXPENDITURES</b> | 66,100                     | 73,100                  | 99,440            | 26,340                                      |
| <b>FUND BALANCES - BEGINNING<br/>OF YEAR</b>    | <u>472,118</u>             | <u>472,118</u>          | <u>472,118</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END<br/>OF YEAR</b>          | <u>\$ 538,218</u>          | <u>\$ 545,218</u>       | <u>\$ 571,558</u> | <u>\$ 26,340</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*
- 2001 - Special Purpose Local Option Sales Tax Fund*
- 1996 - Special Purpose Local Option Sales Tax Fund*
- Prison Construction Fund*

**FLOYD COUNTY, GEORGIA***Combining Balance Sheet**Non-major Capital Projects Funds**December 31, 2007*

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|  | <b>Special Purpose<br/>Local Option<br/>Sales Tax<br/>2003</b> | <b>Special Purpose<br/>Local Option<br/>Sales Tax<br/>2001</b> | <b>Special Purpose<br/>Local Option<br/>Sales Tax<br/>1996</b> | <b>Prison<br/>Construction</b> | <b>Total<br/>Non-major<br/>Capital Projects<br/>Funds</b> |
|--|--|--|--|--------------------------------|---|
| <b>ASSETS</b>                                  |  |  |  |                                |   |
| Cash   | \$ 3,397,797   | \$ -   | \$ 755,448   | \$ -                           | \$ 4,153,245  |
| Due from other funds                           | 89,468   | -  | -  | -                              | 89,468  |
| <b>TOTAL ASSETS</b>                            | <b>\$ 3,487,265</b>  | <b>\$ -</b>  | <b>\$ 755,448</b>  | <b>\$ -</b>                    | <b>\$ 4,242,713</b>                                       |
| <b>LIABILITIES AND FUND BALANCES</b>           |  |  |  |                                |   |
| <b>LIABILITIES</b>                             |  |  |  |                                |   |
| Accounts payable                               | \$ 30,474  | \$ -   | \$ -   | \$ -                           | \$ 30,474   |
| Due to other funds                             | 19,250   | -  | -  | -                              | 19,250  |
| <b>TOTAL LIABILITIES</b>                       | <b>49,724</b>  | <b>-</b>   | <b>-</b>   | <b>-</b>                       | <b>49,724</b>   |
| <b>FUND BALANCES</b>                           |  |  |  |                                |   |
| Unreserved - undesignated                      | 3,437,541  | -  | 755,448  | -                              | 4,192,989   |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCES</b> | <b>\$ 3,487,265</b>  | <b>\$ -</b>  | <b>\$ 755,448</b>  | <b>\$ -</b>                    | <b>\$ 4,242,713</b>                                       |

**FLOYD COUNTY, GEORGIA**

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

*Non-major Capital Projects Funds*

*For the Year Ended December 31, 2007*

|  | <b>Special Purpose<br/>Local Option<br/>Sales Tax<br/>2003</b> | <b>Special Purpose<br/>Local Option<br/>Sales Tax<br/>2001</b> | <b>Special Purpose<br/>Local Option<br/>Sales Tax<br/>1996</b> | <b>Prison<br/>Construction</b> | <b>Total<br/>Non-major<br/>Capital Projects<br/>Funds</b> |
|--|--|--|--|--------------------------------|---|
| <b>REVENUES</b>  |  |  |  |                                |   |
| Taxes  | \$ 114,786   | \$ -   | \$ -   | \$ -                           | \$ 114,786  |
| Interest   | 263,565  | 1,644  | 37,527   | -                              | 302,736   |
| <b>TOTAL REVENUES</b>  | <b>378,351</b>   | <b>1,644</b>   | <b>37,527</b>  | <b>-</b>                       | <b>417,522</b>  |
| <b>EXPENDITURES</b>  |  |  |  |                                |   |
| <b>Capital outlay:</b>   |  |  |  |                                |   |
| General government   | 12,384   | 550  | -  | -                              | 12,934  |
| Culture and recreation   | 96,879   | 50,000   | -  | -                              | 146,879   |
| Judicial   | 278,569  | -  | -  | -                              | 278,569   |
| Public works   | 1,460,549  | -  | -  | -                              | 1,460,549   |
| Health and welfare   | 11,756   | -  | -  | -                              | 11,756  |
| <b>TOTAL EXPENDITURES</b>  | <b>1,860,137</b>   | <b>50,550</b>  | <b>-</b>   | <b>-</b>                       | <b>1,910,687</b>  |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | <b>(1,481,786)</b>   | <b>(48,906)</b>  | <b>37,527</b>  | <b>-</b>                       | <b>(1,493,165)</b>  |
| <b>OTHER FINANCING USES</b>  |  |  |  |                                |   |
| Transfers out  | (893,000)  | -  | -  | (26,797)                       | (919,797)   |
| <b>TOTAL OTHER FINANCING USES</b>                                    | <b>(893,000)</b>   | <b>-</b>   | <b>-</b>   | <b>(26,797)</b>                | <b>(919,797)</b>  |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | <b>(2,374,786)</b>   | <b>(48,906)</b>  | <b>37,527</b>  | <b>(26,797)</b>                | <b>(2,412,962)</b>  |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>                             | <b>5,812,327</b>   | <b>48,906</b>  | <b>717,921</b>   | <b>26,797</b>                  | <b>6,605,951</b>  |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <b>\$ 3,437,541</b>  | <b>\$ -</b>  | <b>\$ 755,448</b>  | <b>\$ -</b>                    | <b>\$ 4,192,989</b>                                       |

**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, 2007*

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>       | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|--|----------------------------|-------------------------|---------------------|---|
| <b>REVENUES</b>  |                            |                         |                     |   |
| Taxes  | \$ -                       | \$ 114,000              | \$ 114,786          | \$ 786                                      |
| Interest   | 200,000                    | 250,000                 | 263,565             | 13,565                                      |
| <b>TOTAL REVENUES</b>  | <b>200,000</b>             | <b>364,000</b>          | <b>378,351</b>      | <b>14,351</b>                               |
| <b>EXPENDITURES</b>  |                            |                         |                     |   |
| <b>Capital outlay:</b>   |                            |                         |                     |   |
| General government   | 300                        | 300                     | 12,384              | (12,084)                                    |
| Culture and recreation   | 45,500                     | 98,000                  | 96,879              | 1,121                                       |
| Judicial   | 100,000                    | 250,000                 | 278,569             | (28,569)                                    |
| Public works   | 3,150,000                  | 3,050,000               | 1,460,549           | 1,589,451                                   |
| Health and welfare   | -                          | -                       | 11,756              | (11,756)                                    |
| <b>TOTAL EXPENDITURES</b>  | <b>3,295,800</b>           | <b>3,398,300</b>        | <b>1,860,137</b>    | <b>1,538,163</b>                            |
| <b>EXCESS (DEFICIENCY) OF<br/>REVENUES OVER (UNDER)<br/>EXPENDITURES</b> | <b>(3,095,800)</b>         | <b>(3,034,300)</b>      | <b>(1,481,786)</b>  | <b>(1,552,514)</b>                          |
| <b>OTHER FINANCING USES</b>  |                            |                         |                     |   |
| Transfers out  | (393,000)                  | (393,000)               | (893,000)           | (500,000)                                   |
| <b>TOTAL OTHER FINANCING USES</b>  | <b>(393,000)</b>           | <b>(393,000)</b>        | <b>(893,000)</b>    | <b>(500,000)</b>                            |
| <b>NET CHANGE IN FUND BALANCES</b>                                       | <b>(3,488,800)</b>         | <b>(3,427,300)</b>      | <b>(2,374,786)</b>  | <b>(1,052,514)</b>                          |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>                                 | <b>5,812,327</b>           | <b>5,812,327</b>        | <b>5,812,327</b>    | <b>-</b>                                    |
| <b>FUND BALANCES - END OF YEAR</b>                                       | <b>\$ 2,323,527</b>        | <b>\$ 2,385,027</b>     | <b>\$ 3,437,541</b> | <b>\$ (1,052,514)</b>                       |

**FLOYD COUNTY, GEORGIA**  
*2001 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, 2007*

|  | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u> | <u>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</u> |
|--|----------------------------|-------------------------|---------------|---|
| <b>REVENUES</b>                          |                            |                         |               |   |
| Interest                                 | \$ 300                     | \$ 300                  | \$ 1,644      | \$ 1,344                                    |
| <b>TOTAL REVENUES</b>                    | <u>300</u>                 | <u>300</u>              | <u>1,644</u>  | <u>1,344</u>                                |
| <b>EXPENDITURES</b>                      |                            |                         |               |   |
| <b>Capital outlay:</b>                   |                            |                         |               |   |
| General government                       | 40,000                     | 40,000                  | 550           | 39,450                                      |
| Culture and recreation                   | -                          | 50,000                  | 50,000        | -   |
| <b>TOTAL EXPENDITURES</b>                | <u>40,000</u>              | <u>90,000</u>           | <u>50,550</u> | <u>39,450</u>                               |
| <b>NET CHANGE IN FUND BALANCES</b>       | (39,700)                   | (89,700)                | (48,906)      | 40,794                                      |
| <b>FUND BALANCES - BEGINNING OF YEAR</b> | <u>48,906</u>              | <u>48,906</u>           | <u>48,906</u> | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>       | <u>\$ 9,206</u>            | <u>\$ (40,794)</u>      | <u>\$ -</u>   | <u>\$ 40,794</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, 2007*

|  | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>     | <u>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</u> |
|--|----------------------------|-------------------------|-------------------|---|
| <b>REVENUES</b>                              |                            |                         |                   |   |
| Interest                                     | \$ 19,000                  | \$ 19,000               | \$ 37,527         | \$ 18,527                                   |
| <b>TOTAL REVENUES</b>                        | <u>19,000</u>              | <u>19,000</u>           | <u>37,527</u>     | <u>18,527</u>                               |
| <b>EXPENDITURES</b>                          |                            |                         |                   |   |
| <b>Capital outlay:</b>                       |                            |                         |                   |   |
| Public safety                                | <u>650,000</u>             | <u>650,000</u>          | <u>-</u>          | <u>650,000</u>                              |
| <b>TOTAL EXPENDITURES</b>                    | <u>650,000</u>             | <u>650,000</u>          | <u>-</u>          | <u>650,000</u>                              |
| <b>NET CHANGE IN FUND BALANCES</b>           | <u>(631,000)</u>           | <u>(631,000)</u>        | <u>37,527</u>     | <u>668,527</u>                              |
| <b>FUND BALANCES - BEGINNING<br/>OF YEAR</b> | <u>717,921</u>             | <u>717,921</u>          | <u>717,921</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END<br/>OF YEAR</b>       | <u>\$ 86,921</u>           | <u>\$ 86,921</u>        | <u>\$ 755,448</u> | <u>\$ 668,527</u>                           |

**FLOYD COUNTY, GEORGIA**  
*Prison Construction Capital Projects Fund*  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budgetary Basis)*  
*For the Year Ended December 31, 2007*

|  | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u> | <u>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</u> |
|--|----------------------------|-------------------------|---------------|---|
| <b>REVENUES</b>  | \$ -                       | \$ -                    | \$ -          | \$ -  |
| <b>EXPENDITURES</b>  | -                          | -                       | -             | -   |
| <b>EXCESS (DEFICIENCY) OF<br/>REVENUES OVER (UNDER)<br/>EXPENDITURES</b> | -                          | -                       | -             | -   |
| <b>OTHER FINANCING USES</b>  |                            |                         |               |   |
| Transfers out  | (26,797)                   | (26,797)                | (26,797)      | -   |
| <b>TOTAL OTHER FINANCING USES</b>  | (26,797)                   | (26,797)                | (26,797)      | -   |
| <b>NET CHANGE IN FUND<br/>BALANCES</b>                                   | (26,797)                   | (26,797)                | (26,797)      | -   |
| <b>FUND BALANCES - BEGINNING<br/>OF YEAR</b>                             | 26,797                     | 26,797                  | 26,797        | -   |
| <b>FUND BALANCES - END<br/>OF YEAR</b>                                   | <u>\$ -</u>                | <u>\$ -</u>             | <u>\$ -</u>   | <u>\$ -</u>                                 |

## **NON-MAJOR PROPRIETARY FUNDS**

*To account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that the cost of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose.*

*The County's Non-major Proprietary Fund is as follows:*

*Recycling Center Fund*

**FLOYD COUNTY, GEORGIA**  
*Statement of Net Assets*  
*Non-major Proprietary - Enterprise Funds*  
*December 31, 2007*

|   | <b>Recycling<br/>Center</b> | <b>Total</b>      |
|---|-----------------------------|-------------------|
| <b>ASSETS</b>   |                             |                   |
| <b>Current Assets:</b>                                |                             |                   |
| Cash  | \$ 318,329                  | \$ 318,329        |
| Prepaid expenses                                      | 2,052                       | 2,052             |
| <b>Total Current Assets</b>                           | <b>320,381</b>              | <b>320,381</b>    |
| <b>Noncurrent Assets:</b>                             |                             |                   |
| <b>Capital Assets:</b>                                |                             |                   |
| Nondepreciable capital assets                         | 7,738                       | 7,738             |
| Depreciable capital assets, net                       | 431,511                     | 431,511           |
| <b>Total Noncurrent Assets</b>                        | <b>439,249</b>              | <b>439,249</b>    |
| <b>TOTAL ASSETS</b>                                   | <b>759,630</b>              | <b>759,630</b>    |
| <b>LIABILITIES</b>                                    |                             |                   |
| <b>Current Liabilities:</b>                           |                             |                   |
| Accounts payable                                      | 226,713                     | 226,713           |
| Accrued expenses                                      | 11,989                      | 11,989            |
| Due to other funds                                    | 6,780                       | 6,780             |
| Compensated absences payable                          | 11,101                      | 11,101            |
| <b>Total Current Liabilities</b>                      | <b>256,583</b>              | <b>256,583</b>    |
| <b>Long-term Liabilities:</b>                         |                             |                   |
| Compensated absences payable (net of current portion) | 7,508                       | 7,508             |
| <b>Total Long-term Liabilities</b>                    | <b>7,508</b>                | <b>7,508</b>      |
| <b>TOTAL LIABILITIES</b>                              | <b>264,091</b>              | <b>264,091</b>    |
| <b>NET ASSETS</b>                                     |                             |                   |
| Invested in capital assets, net of related debt       | 439,249                     | 439,249           |
| Unrestricted  | 56,290                      | 56,290            |
| <b>TOTAL NET ASSETS</b>                               | <b>\$ 495,539</b>           | <b>\$ 495,539</b> |

**FLOYD COUNTY, GEORGIA**  
*Statement of Revenues, Expenses and  
 Changes in Fund Net Assets*  
 Non-major Proprietary - Enterprise Funds  
 For the Year Ended December 31, 2007

|   | <b>Recycling<br/>Center</b> | <b>Total</b>      |
|---|-----------------------------|-------------------|
| <b>OPERATING REVENUES</b>               |                             |                   |
| Charges for services                    | \$ 598,219                  | \$ 598,219        |
| <b>TOTAL OPERATING REVENUES</b>         | <b>598,219</b>              | <b>598,219</b>    |
| <b>OPERATING EXPENSES</b>               |                             |                   |
| Personal services and employee benefits | 322,235                     | 322,235           |
| Purchased and contractual services      | 234,924                     | 234,924           |
| Supplies                                | 31,259                      | 31,259            |
| Refunds                                 | 17,060                      | 17,060            |
| Depreciation                            | 85,909                      | 85,909            |
| <b>TOTAL OPERATING EXPENSES</b>         | <b>691,387</b>              | <b>691,387</b>    |
| <b>OPERATING LOSS</b>                   | <b>(93,168)</b>             | <b>(93,168)</b>   |
| <b>NON-OPERATING REVENUES</b>           |                             |                   |
| Interest                                | 7,258                       | 7,258             |
| <b>TOTAL NON-OPERATING REVENUES</b>     | <b>7,258</b>                | <b>7,258</b>      |
| <b>CHANGE IN NET ASSETS</b>             | <b>(85,910)</b>             | <b>(85,910)</b>   |
| <b>NET ASSETS - BEGINNING OF YEAR</b>   | <b>581,449</b>              | <b>581,449</b>    |
| <b>NET ASSETS - END OF YEAR</b>         | <b>\$ 495,539</b>           | <b>\$ 495,539</b> |

**FLOYD COUNTY, GEORGIA**  
*Statement of Cash Flows*  
*Non-major Proprietary - Enterprise Funds*  
*For the Year Ended December 31, 2007*

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|  | <u>Recycling<br/>Center</u> |
|--|-----------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>          |                             |
| Cash received from customers                         | \$ 683,536                  |
| Cash payments to employees for services              | (323,311)                   |
| Cash payments for goods and services                 | <u>(90,475)</u>             |
| <b>NET CASH PROVIDED BY<br/>OPERATING ACTIVITIES</b> | <u>269,750</u>              |
| <b>CASH FLOWS FROM INVESTING<br/>ACTIVITIES</b>      |                             |
| Interest earned                                      | <u>7,258</u>                |
| <b>NET CASH PROVIDED BY<br/>INVESTING ACTIVITIES</b> | <u>7,258</u>                |
| <b>NET INCREASE IN CASH<br/>AND CASH EQUIVALENTS</b> | 277,008                     |
| <b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b> | <u>41,321</u>               |
| <b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>       | <u><u>\$ 318,329</u></u>    |

**FLOYD COUNTY, GEORGIA**  
*Statement of Cash Flows*  
*Non-major Proprietary - Enterprise Funds (Continued)*  
*For the Year Ended December 31, 2007*

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|  | <u>Recycling<br/>Center</u> |
|--|-----------------------------|
| <b>RECONCILIATION OF OPERATING LOSS TO<br/>NET CASH PROVIDED BY OPERATING<br/>ACTIVITIES</b> |                             |
| Operating (loss)   | \$ (93,168)                 |
| Adjustments:   |                             |
| Depreciation   | 85,909                      |
| (Increase) decrease in assets:   |                             |
| Accounts receivable  | 102,404                     |
| Prepaid expenses   | (27)                        |
| Increase (decrease) in liabilities:  |                             |
| Accounts payable   | 197,365                     |
| Accrued expenses   | 567                         |
| Due to other funds   | (21,657)                    |
| Compensated absences payable   | <u>(1,643)</u>              |
| <b>NET CASH PROVIDED BY<br/>OPERATING ACTIVITIES</b>   | <u>\$ 269,750</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:*

*Insurance Fund*

*Workers' Compensation Fund*

**FLOYD COUNTY, GEORGIA***Combining Statement of Net Assets**Internal Service Funds**December 31, 2007*

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|                                   | <b>Insurance<br/>Fund</b> | <b>Workers'<br/>Compensation<br/>Fund</b> | <b>Total</b>        |
|-----------------------------------|---------------------------|---|---------------------|
| <b>ASSETS</b>                     |                           |   |                     |
| Cash                              | \$ 289,382                | \$ -                                      | \$ 289,382          |
| Accounts receivable               | 2,365                     | 69,111                                    | 71,476              |
| Due from other funds              | 445                       | -   | 445                 |
| <b>TOTAL ASSETS</b>               | <u>292,192</u>            | <u>69,111</u>                             | <u>361,303</u>      |
| <b>LIABILITIES</b>                |                           |   |                     |
| Accounts payable                  | 303,637                   | 714,816                                   | 1,018,453           |
| <b>TOTAL LIABILITIES</b>          | <u>303,637</u>            | <u>714,816</u>                            | <u>1,018,453</u>    |
| <b>NET ASSETS (DEFICIT)</b>       |                           |   |                     |
| Unrestricted                      | (11,445)                  | (645,705)                                 | (657,150)           |
| <b>TOTAL NET ASSETS (DEFICIT)</b> | <u>\$ (11,445)</u>        | <u>\$ (645,705)</u>                       | <u>\$ (657,150)</u> |

## FLOYD COUNTY, GEORGIA

*Combining Statement of Revenues, Expenses and Changes in Fund Net Assets*

*Internal Service Funds*

*For the Year Ended December 31, 2007*

|   | <b>Insurance<br/>Fund</b> | <b>Workers'<br/>Compensation<br/>Fund</b> | <b>Total</b>        |
|---|---------------------------|---|---------------------|
| <b>OPERATING REVENUES</b>   |                           |   |                     |
| Charges for services  | \$ 3,249,789              | \$ -                                      | \$ 3,249,789        |
| Miscellaneous   | -                         | 353,754                                   | 353,754             |
| <b>TOTAL OPERATING REVENUES</b>                                     | <b>3,249,789</b>          | <b>353,754</b>                            | <b>3,603,543</b>    |
| <b>OPERATING EXPENSES</b>   |                           |   |                     |
| Personal services and employee benefits                             | 3,273,236                 | -   | 3,273,236           |
| Claims  | -                         | 1,015,265                                 | 1,015,265           |
| Other   | -                         | 4,825                                     | 4,825               |
| <b>TOTAL OPERATING EXPENSES</b>                                     | <b>3,273,236</b>          | <b>1,020,090</b>                          | <b>4,293,326</b>    |
| <b>OPERATING LOSS</b>   | <b>(23,447)</b>           | <b>(666,336)</b>                          | <b>(689,783)</b>    |
| <b>NON-OPERATING INCOME</b>   |                           |   |                     |
| Interest income   | 12,002                    | -   | 12,002              |
| <b>TOTAL NON-OPERATING INCOME</b>                                   | <b>12,002</b>             | <b>-</b>                                  | <b>12,002</b>       |
| <b>INCOME (LOSS) BEFORE CAPITAL<br/>CONTRIBUTIONS AND TRANSFERS</b> | <b>(11,445)</b>           | <b>(666,336)</b>                          | <b>(677,781)</b>    |
| Transfers in  | -                         | 883,742                                   | 883,742             |
| <b>CHANGE IN NET ASSETS</b>   | <b>(11,445)</b>           | <b>217,406</b>                            | <b>205,961</b>      |
| <b>NET ASSETS (DEFICIT), BEGINNING OF YEAR</b>                      | <b>-</b>                  | <b>(863,111)</b>                          | <b>(863,111)</b>    |
| <b>NET ASSETS (DEFICIT), END OF YEAR</b>                            | <b>\$ (11,445)</b>        | <b>\$ (645,705)</b>                       | <b>\$ (657,150)</b> |

**FLOYD COUNTY, GEORGIA**

*Combining Statement of Cash Flows*

*Internal Service Funds*

*For the Year Ended December 31, 2007*

|   | <b>Insurance<br/>Fund</b> | <b>Workers '<br/>Compensation<br/>Fund</b> | <b>Total</b>        |
|---|---------------------------|--|---------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |                           |  |                     |
| Receipts from other funds   | \$ 3,247,424              | \$ 284,643                                 | \$ 3,532,067        |
| Payments to suppliers for services provided   | (2,970,044)               | (1,168,385)                                | (4,138,429)         |
| Net cash provided (used) by operating activities  | <u>277,380</u>            | <u>(883,742)</u>                           | <u>(606,362)</u>    |
| <b>CASH FLOWS FROM NONCAPITAL<br/>FINANCING ACTIVITIES</b>                                      |                           |  |                     |
| Transfer from other funds   | -                         | 883,742                                    | 883,742             |
| Net cash provided by noncapital financing activities  | <u>-</u>                  | <u>883,742</u>                             | <u>883,742</u>      |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>   |                           |  |                     |
| Interest received   | 12,002                    | -  | 12,002              |
| Net cash provided by investing activities   | <u>12,002</u>             | <u>-</u>                                   | <u>12,002</u>       |
| Net increase in cash and cash equivalents   | 289,382                   | -  | 289,382             |
| Cash and cash equivalents, beginning of year  | -                         | -  | -                   |
| Cash and cash equivalents, end of year  | <u>\$ 289,382</u>         | <u>\$ -</u>                                | <u>\$ 289,382</u>   |
| <b>Reconciliation of operating loss to net cash<br/>used in operating activities:</b>           |                           |  |                     |
| Operating loss  | \$ (23,447)               | \$ (666,336)                               | \$ (689,783)        |
| Adjustments to reconcile operating loss to net<br>cash provided (used) by operating activities: |                           |  |                     |
| (Increase) decrease:  |                           |  |                     |
| Receivables   | (2,365)                   | (69,111)                                   | (71,476)            |
| Due from other funds  | (445)                     | -  | (445)               |
| Increase (decrease):  |                           |  |                     |
| Accounts payable  | 303,637                   | (133,658)                                  | 169,979             |
| Due to other funds  | -                         | (14,637)                                   | (14,637)            |
| Net cash provided (used) by operating activities  | <u>\$ 277,380</u>         | <u>\$ (883,742)</u>                        | <u>\$ (606,362)</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, 2007*

|   | <u>Tax<br/>Commissioner</u> | <u>Superior Court<br/>Office of<br/>Receiver</u> | <u>Sheriff</u>    | <u>Clerk of<br/>Superior<br/>Court</u> | <u>Magistrate<br/>Court</u> | <u>Juvenile<br/>Court</u> | <u>Probate<br/>Court</u> | <u>Total</u>        |
|---|-----------------------------|--|-------------------|--|-----------------------------|---------------------------|--------------------------|---------------------|
| <b>ASSETS</b>                               |                             |  |                   |  |                             |                           |                          |                     |
| Cash  | \$ 1,798,659                | \$ 119,287                                       | \$ 270,603        | \$ 1,627,154                           | \$ 47,171                   | \$ 400                    | \$ 38,143                | \$ 3,901,417        |
| Taxes receivable                            | 4,043,828                   | -  | -                 | -                                      | -                           | -                         | -                        | 4,043,828           |
| <b>TOTAL ASSETS</b>                         | <u>\$ 5,842,487</u>         | <u>\$ 119,287</u>                                | <u>\$ 270,603</u> | <u>\$ 1,627,154</u>                    | <u>\$ 47,171</u>            | <u>\$ 400</u>             | <u>\$ 38,143</u>         | <u>\$ 7,945,245</u> |
| <b>LIABILITIES</b>                          |                             |  |                   |  |                             |                           |                          |                     |
| Due to other governments<br>and individuals | \$ 5,842,487                | \$ 119,287                                       | \$ 270,603        | \$ 1,627,154                           | \$ 47,171                   | \$ 400                    | \$ 38,143                | \$ 7,945,245        |
| <b>TOTAL LIABILITIES</b>                    | <u>\$ 5,842,487</u>         | <u>\$ 119,287</u>                                | <u>\$ 270,603</u> | <u>\$ 1,627,154</u>                    | <u>\$ 47,171</u>            | <u>\$ 400</u>             | <u>\$ 38,143</u>         | <u>\$ 7,945,245</u> |

**FLOYD COUNTY, GEORGIA**  
*Combining Statement of Changes in Assets and Liabilities*  
*Agency Funds*  
*For the Year Ended December 31, 2007*

| <b><u>TAX COMMISSIONER</u></b>                      | <b>Balance</b>         |                       |                       | <b>Balance</b>           |
|---|------------------------|-----------------------|-----------------------|--------------------------|
|   | <b>January 1, 2007</b> | <b>Additions</b>      | <b>Deductions</b>     | <b>December 31, 2007</b> |
| <b>ASSETS</b>                                       |                        |                       |                       |                          |
| Cash  | \$ 1,844,814           | \$ 169,007,781        | \$ 169,053,936        | \$ 1,798,659             |
| Taxes receivable                                    | 5,011,514              | 4,043,828             | 5,011,514             | 4,043,828                |
| <b>TOTAL ASSETS</b>                                 | <b>\$ 6,856,328</b>    | <b>\$ 173,051,609</b> | <b>\$ 174,065,450</b> | <b>\$ 5,842,487</b>      |
| <b>LIABILITIES</b>                                  |                        |                       |                       |                          |
| Due to other governments<br>and individuals         | \$ 6,856,328           | \$ 173,051,609        | \$ 174,065,450        | \$ 5,842,487             |
| <b>TOTAL LIABILITIES</b>                            | <b>\$ 6,856,328</b>    | <b>\$ 173,051,609</b> | <b>\$ 174,065,450</b> | <b>\$ 5,842,487</b>      |
| <br>  |                        |                       |                       |                          |
| <b><u>SUPERIOR COURT<br/>OFFICE OF RECEIVER</u></b> | <b>Balance</b>         |                       |                       | <b>Balance</b>           |
|   | <b>January 1, 2007</b> | <b>Additions</b>      | <b>Deductions</b>     | <b>December 31, 2007</b> |
| <b>ASSETS</b>                                       |                        |                       |                       |                          |
| Cash  | \$ 104,372             | \$ 1,760,389          | \$ 1,745,474          | \$ 119,287               |
| <b>TOTAL ASSETS</b>                                 | <b>\$ 104,372</b>      | <b>\$ 1,760,389</b>   | <b>\$ 1,745,474</b>   | <b>\$ 119,287</b>        |
| <b>LIABILITIES</b>                                  |                        |                       |                       |                          |
| Due to other governments<br>and individuals         | \$ 104,372             | \$ 1,760,389          | \$ 1,745,474          | \$ 119,287               |
| <b>TOTAL LIABILITIES</b>                            | <b>\$ 104,372</b>      | <b>\$ 1,760,389</b>   | <b>\$ 1,745,474</b>   | <b>\$ 119,287</b>        |
| <br>  |                        |                       |                       |                          |
| <b><u>SHERIFF</u></b>                               | <b>Balance</b>         |                       |                       | <b>Balance</b>           |
|   | <b>January 1, 2007</b> | <b>Additions</b>      | <b>Deductions</b>     | <b>December 31, 2007</b> |
| <b>ASSETS</b>                                       |                        |                       |                       |                          |
| Cash  | \$ 271,015             | \$ 3,073,670          | \$ 3,074,082          | \$ 270,603               |
| <b>TOTAL ASSETS</b>                                 | <b>\$ 271,015</b>      | <b>\$ 3,073,670</b>   | <b>\$ 3,074,082</b>   | <b>\$ 270,603</b>        |
| <b>LIABILITIES</b>                                  |                        |                       |                       |                          |
| Due to other governments<br>and individuals         | \$ 271,015             | \$ 3,073,670          | \$ 3,074,082          | \$ 270,603               |
| <b>TOTAL LIABILITIES</b>                            | <b>\$ 271,015</b>      | <b>\$ 3,073,670</b>   | <b>\$ 3,074,082</b>   | <b>\$ 270,603</b>        |

**FLOYD COUNTY, GEORGIA**  
*Combining Statement of Changes in Assets and Liabilities*  
*Agency Funds (Continued)*  
*For the Year Ended December 31, 2007*

| <b>CLERK OF<br/>SUPERIOR COURT</b>          | <b>Balance<br/>January 1, 2007</b> | <b>Additions</b>    | <b>Deductions</b>   | <b>Balance<br/>December 31, 2007</b> |
|---|------------------------------------|---------------------|---------------------|--------------------------------------|
| <b>ASSETS</b>                               |                                    |                     |                     |                                      |
| Cash  | \$ 742,979                         | \$ 6,855,552        | \$ 5,971,377        | \$ 1,627,154                         |
| <b>TOTAL ASSETS</b>                         | <b>\$ 742,979</b>                  | <b>\$ 6,855,552</b> | <b>\$ 5,971,377</b> | <b>\$ 1,627,154</b>                  |
| <b>LIABILITIES</b>                          |                                    |                     |                     |                                      |
| Due to other governments<br>and individuals | \$ 742,979                         | \$ 6,855,552        | \$ 5,971,377        | \$ 1,627,154                         |
| <b>TOTAL LIABILITIES</b>                    | <b>\$ 742,979</b>                  | <b>\$ 6,855,552</b> | <b>\$ 5,971,377</b> | <b>\$ 1,627,154</b>                  |
| <br>  |                                    |                     |                     |                                      |
| <b>MAGISTRATE COURT</b>                     | <b>Balance<br/>January 1, 2007</b> | <b>Additions</b>    | <b>Deductions</b>   | <b>Balance<br/>December 31, 2007</b> |
| <b>ASSETS</b>                               |                                    |                     |                     |                                      |
| Cash  | \$ 43,573                          | \$ 965,054          | \$ 961,456          | \$ 47,171                            |
| <b>TOTAL ASSETS</b>                         | <b>\$ 43,573</b>                   | <b>\$ 965,054</b>   | <b>\$ 961,456</b>   | <b>\$ 47,171</b>                     |
| <b>LIABILITIES</b>                          |                                    |                     |                     |                                      |
| Due to other governments<br>and individuals | \$ 43,573                          | \$ 965,054          | \$ 961,456          | \$ 47,171                            |
| <b>TOTAL LIABILITIES</b>                    | <b>\$ 43,573</b>                   | <b>\$ 965,054</b>   | <b>\$ 961,456</b>   | <b>\$ 47,171</b>                     |
| <br>  |                                    |                     |                     |                                      |
| <b>JUVENILE COURT</b>                       | <b>Balance<br/>January 1, 2007</b> | <b>Additions</b>    | <b>Deductions</b>   | <b>Balance<br/>December 31, 2007</b> |
| <b>ASSETS</b>                               |                                    |                     |                     |                                      |
| Cash  | \$ 1,317                           | \$ 63,614           | \$ 64,531           | \$ 400                               |
| <b>TOTAL ASSETS</b>                         | <b>\$ 1,317</b>                    | <b>\$ 63,614</b>    | <b>\$ 64,531</b>    | <b>\$ 400</b>                        |
| <b>LIABILITIES</b>                          |                                    |                     |                     |                                      |
| Due to other governments<br>and individuals | \$ 1,317                           | \$ 63,614           | \$ 64,531           | \$ 400                               |
| <b>TOTAL LIABILITIES</b>                    | <b>\$ 1,317</b>                    | <b>\$ 63,614</b>    | <b>\$ 64,531</b>    | <b>\$ 400</b>                        |

**FLOYD COUNTY, GEORGIA**  
*Combining Statement of Changes in Assets and Liabilities*  
*Agency Funds (Continued)*  
*For the Year Ended December 31, 2007*

| <b><u>PROBATE COURT</u></b>                 | <b>Balance<br/>January 1, 2007</b> | <b>Additions</b>      | <b>Deductions</b>     | <b>Balance<br/>December 31, 2007</b> |
|---|------------------------------------|-----------------------|-----------------------|--------------------------------------|
| <b>ASSETS</b>                               |                                    |                       |                       |                                      |
| Cash  | \$ 37,660                          | \$ 1,403,804          | \$ 1,403,321          | \$ 38,143                            |
| <b>TOTAL ASSETS</b>                         | <b>\$ 37,660</b>                   | <b>\$ 1,403,804</b>   | <b>\$ 1,403,321</b>   | <b>\$ 38,143</b>                     |
| <b>LIABILITIES</b>                          |                                    |                       |                       |                                      |
| Due to other governments<br>and individuals | \$ 37,660                          | \$ 1,403,804          | \$ 1,403,321          | \$ 38,143                            |
| <b>TOTAL LIABILITIES</b>                    | <b>\$ 37,660</b>                   | <b>\$ 1,403,804</b>   | <b>\$ 1,403,321</b>   | <b>\$ 38,143</b>                     |
| <br>  |                                    |                       |                       |                                      |
| <b><u>TOTAL</u></b>                         | <b>Balance<br/>January 1, 2007</b> | <b>Additions</b>      | <b>Deductions</b>     | <b>Balance<br/>December 31, 2007</b> |
| <b>ASSETS</b>                               |                                    |                       |                       |                                      |
| Cash  | \$ 3,045,730                       | \$ 183,129,864        | \$ 182,274,177        | \$ 3,901,417                         |
| Taxes receivable                            | 5,011,514                          | 4,043,828             | 5,011,514             | 4,043,828                            |
| <b>TOTAL ASSETS</b>                         | <b>\$ 8,057,244</b>                | <b>\$ 187,173,692</b> | <b>\$ 187,285,691</b> | <b>\$ 7,945,245</b>                  |
| <b>LIABILITIES</b>                          |                                    |                       |                       |                                      |
| Due to other governments<br>and individuals | \$ 8,057,244                       | \$ 187,173,692        | \$ 187,285,691        | \$ 7,945,245                         |
| <b>TOTAL LIABILITIES</b>                    | <b>\$ 8,057,244</b>                | <b>\$ 187,173,692</b> | <b>\$ 187,285,691</b> | <b>\$ 7,945,245</b>                  |

## **SPECIAL REPORT**

*The Special Report is applicable to the 1996, 2001, 2003 and 2006 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, 2007*

| <u>PROJECTS</u>                          | <u>ORIGINAL<br/>ESTIMATED<br/>COST</u> | <u>REVISED<br/>ESTIMATED<br/>COST</u> | <u>PRIOR<br/>YEARS</u> | <u>CURRENT<br/>YEAR</u> | <u>TOTAL</u>      | <u>ESTIMATED<br/>PERCENTAGE<br/>OF<br/>COMPLETION</u> |
|--|--|---------------------------------------|------------------------|-------------------------|-------------------|---|
| 1996:                                    |  |                                       |                        |                         |                   |   |
| Jail Expansion                           | \$ 20,298,378                          | \$ 20,298,378                         | \$20,454,858           | \$ -                    | \$ 20,454,858     | 100%  |
| Fire Stations                            | 2,000,000                              | 2,000,000                             | 2,453,693              | -                       | 2,453,693         | 75%   |
| Law Enforcement Center                   | 10,760,000                             | 10,760,000                            | 10,829,943             | -                       | 10,829,943        | 100%  |
| Debt Service                             | -                                      | -                                     | 224,723                | -                       | 224,723           |   |
| <b>TOTAL 1996</b>                        | <b>33,058,378</b>                      | <b>33,058,378</b>                     | <b>33,963,217</b>      | <b>-</b>                | <b>33,963,217</b> |   |
| 2001:                                    |  |                                       |                        |                         |                   |   |
| Stadium Construction                     | 14,329,500                             | 14,329,500                            | 16,240,640             | 50,550                  | 16,291,190        | 100%  |
| <b>TOTAL 2001</b>                        | <b>14,329,500</b>                      | <b>14,329,500</b>                     | <b>16,240,640</b>      | <b>50,550</b>           | <b>16,291,190</b> |   |
| 2003:                                    |  |                                       |                        |                         |                   |   |
| Blacks Bluff Road Sewer Treatment Plant  | 8,170,000                              | 8,170,000                             | 4,234,442              | 10,000                  | 4,244,442         | 52%   |
| Old Dalton Road Sewer                    | 3,000,000                              | 3,000,000                             | 1,914,750              | 1,085,251               | 3,000,001         | 100%  |
| Cave Spring Sewer Plant                  | 900,000                                | 900,000                               | 900,000                | -                       | 900,000           | 100%  |
| New Health Department                    | 9,500,000                              | 9,500,000                             | 8,571,327              | 11,756                  | 8,583,083         | 90%   |
| 4th Ave & New Courthouses                | 2,000,000                              | 2,000,000                             | 2,250,505              | 278,569                 | 2,529,074         | 100%  |
| Burnett Ferry Road ROW                   | 300,000                                | 300,000                               | -                      | -                       | -                 | 0%  |
| Old Dalton Road ROW                      | 350,000                                | 350,000                               | 347,535                | 374,444                 | 721,979           | 100%  |
| Chulio Road ROW                          | 300,000                                | 300,000                               | 140,250                | 855                     | 141,105           | 47%   |
| Resurfacing Projects                     | 190,000                                | 750,000                               | 679,099                | -                       | 679,099           | 91%   |
| North Floyd Park                         | 1,150,000                              | 1,396,000                             | 1,381,004              | 18,915                  | 1,399,919         | 100%  |
| Midway Park                              | 250,000                                | 290,000                               | 325,982                | 77,963                  | 403,945           | 100%  |
| Shannon Park                             | 80,000                                 | 83,000                                | 82,879                 | -                       | 82,879            | 100%  |
| Crane Street Park                        | 110,000                                | 110,000                               | 94,375                 | -                       | 94,375            | 86%   |
| Parks Hoke Park                          | 70,000                                 | 70,000                                | 58,948                 | -                       | 58,948            | 84%   |
| Cave Spring Park                         | 30,000                                 | 32,000                                | 31,368                 | -                       | 31,368            | 98%   |
| General and Administrative               | 27,194                                 | 27,194                                | 1,027                  | 2,384                   | 3,411             | 13%   |
| Debt Service                             | -                                      | -                                     | 15,303,220             | 200,000                 | 15,503,220        | 100%  |
| <b>TOTAL 2003</b>                        | <b>26,427,194</b>                      | <b>27,278,194</b>                     | <b>36,316,711</b>      | <b>2,060,137</b>        | <b>38,376,848</b> |   |
| 2006:                                    |  |                                       |                        |                         |                   |   |
| North Floyd Park                         | 3,000,000                              | 3,000,000                             | -                      | 76,204                  | 76,204            | 3%  |
| Shannon Park                             | 927,000                                | 927,000                               | -                      | 187,775                 | 187,775           | 20%   |
| Wolfe Park Improvements                  | 200,000                                | 200,000                               | -                      | 120,320                 | 120,320           | 60%   |
| Practice Fields Renovations              | 850,000                                | 850,000                               | -                      | 576,531                 | 576,531           | 68%   |
| Tennis Courts                            | 600,000                                | 600,000                               | -                      | 87,912                  | 87,912            | 15%   |
| North Rome Swim Center Renovations       | 530,000                                | 530,000                               | -                      | 149,955                 | 149,955           | 28%   |
| Town Green                               | 1,690,000                              | 1,690,000                             | -                      | 52,281                  | 52,281            | 3%  |
| Historic Courthouse Parking Deck         | 1,540,000                              | 1,540,000                             | -                      | 57,962                  | 57,962            | 4%  |
| Work Release Center                      | 1,750,000                              | 1,750,000                             | -                      | 151,352                 | 151,352           | 9%  |
| Cave Spring Sr/Community Center          | 850,000                                | 850,000                               | -                      | 8,550                   | 8,550             | 1%  |
| South Rome Youth Center                  | 2,000,000                              | 2,000,000                             | -                      | 1,204,427               | 1,204,427         | 60%   |
| Marine Armory                            | 1,600,000                              | 1,600,000                             | -                      | -                       | -                 | 0%  |
| City Hall/Carnegie Building Renovation   | 1,500,000                              | 1,500,000                             | -                      | 95,150                  | 95,150            | 6%  |
| Wastewater Treatment Plant Upgrade       | 5,200,000                              | 5,200,000                             | -                      | 237,027                 | 237,027           | 5%  |
| River Education Building                 | 834,825                                | 834,825                               | -                      | 29,555                  | 29,555            | 4%  |
| General and Administrative Expenses      | 50,000                                 | 50,000                                | -                      | 10,980                  | 10,980            | 22%   |
| US 411 Right of Way                      | 3,300,000                              | 3,300,000                             | -                      | 62,950                  | 62,950            | 2%  |
| Armuchee Connector Road                  | 12,000,000                             | 12,000,000                            | -                      | 159,358                 | 159,358           | 1%  |
| Huffaker Road Right of Way               | 1,250,000                              | 1,250,000                             | -                      | 94,441                  | 94,441            | 8%  |
| Heritage Park / Levee Gate               | 1,955,000                              | 1,955,000                             | -                      | 216,855                 | 216,855           | 11%   |
| T McCall / N5th Ave Intersection         | 550,000                                | 550,000                               | -                      | 50,179                  | 50,179            | 9%  |
| Rome High / Middle School Access Road    | 2,900,000                              | 2,900,000                             | -                      | -                       | -                 | 0%  |
| Shorter Ave. / Redmond Circle Intersecti | 1,470,000                              | 1,470,000                             | -                      | -                       | -                 | 0%  |
| N Broad / Turner McCall Turn Lane        | 330,000                                | 330,000                               | -                      | 214,645                 | 214,645           | 65%   |

**FLOYD COUNTY, GEORGIA**  
*Schedule of Projects Constructed with Special Purpose*  
*Local Option Sales Tax Proceeds*  
*For the Year Ended December 31, 2007*

| <u>PROJECTS</u>                         | <u>ORIGINAL<br/>ESTIMATED<br/>COST</u> | <u>REVISED<br/>ESTIMATED<br/>COST</u> | <u>PRIOR<br/>YEARS</u> | <u>CURRENT<br/>YEAR</u> | <u>TOTAL</u>         | <u>ESTIMATED<br/>PERCENTAGE<br/>OF<br/>COMPLETION</u> |
|---|--|---------------------------------------|------------------------|-------------------------|----------------------|---|
| Turner McCall Bridge                    | 2,000,000                              | 2,000,000                             | -                      | -                       | -                    | 0%  |
| S Broad Sidewalk / Corridor Improvement | 2,000,000                              | 2,000,000                             | -                      | 3,940                   | 3,940                | 0%  |
| Fire Station Renovations                | 410,000                                | 410,000                               | -                      | 8,064                   | 8,064                | 2%  |
| Fire Training Facilities                | 500,000                                | 500,000                               | -                      | 320                     | 320                  | 0%  |
| Cave Spring Fire Station & Equipment    | 1,200,000                              | 1,200,000                             | -                      | 330,964                 | 330,964              | 28%   |
| Debt Service                            | -                                      | -                                     | -                      | 552,544                 | 552,544              | 100%  |
| TOTAL 2006                              | <u>52,986,825</u>                      | <u>52,986,825</u>                     | <u>-</u>               | <u>4,740,241</u>        | <u>4,740,241</u>     |   |
| TOTAL 1996, 2001, 2003 and 2006         | <u>\$ 126,801,897</u>                  | <u>\$ 127,652,897</u>                 | <u>\$86,520,568</u>    | <u>\$ 6,850,928</u>     | <u>\$ 93,371,496</u> |   |

Note (1): Estimated percentage of completion is based on expenditures by the County to date in relation to total estimated expenditures, which have been provided by County management.

## **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, 2007*

|                                       | <b>Development<br/>Authority<br/>of Floyd<br/>County</b> | <b>Rome-Floyd<br/>Parks and<br/>Recreation<br/>Authority</b> |
|---------------------------------------|--|--|
| <b>ASSETS</b>                         |  |  |
| Cash and cash equivalents             | \$ 423,984   | \$ 593,572   |
| Accounts receivable, net of allowance | -  | 53,329   |
| Due from primary government           | -  | 83,391   |
| Inventory                             | -  | 4,727  |
| Prepaid items                         | -  | 19,652   |
|                                       | <u>          </u>  | <u>          </u>  |
| Total assets                          | <u>\$ 423,984</u>  | <u>\$ 754,671</u>  |
| <b>LIABILITIES AND FUND BALANCE</b>   |  |  |
| <b>LIABILITIES</b>                    |  |  |
| Accounts payable                      | \$ -   | \$ 54,221  |
| Accrued liabilities                   | -  | 75,205   |
| Due to primary government             | -  | 50,306   |
|                                       | <u>          </u>  | <u>          </u>  |
| Total liabilities                     | <u>-</u>   | <u>179,732</u>   |
| <b>FUND BALANCE</b>                   |  |  |
| Unrestricted                          | <u>423,984</u>   | <u>574,939</u>   |
|                                       | <u>          </u>  | <u>          </u>  |
| Total liabilities and fund balance    | <u>\$ 423,984</u>  | <u>\$ 754,671</u>  |

**FLOYD COUNTY, GEORGIA**  
*Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Component Units - Governmental Fund Types*  
*For the Year Ended December 31, 2007*

|  | <b>Development<br/>Authority<br/>of Floyd<br/>County</b> | <b>Rome-Floyd<br/>Parks and<br/>Recreation<br/>Authority</b> |
|--|--|--|
| <b>REVENUES</b>                          |  |  |
| Charges for services                     | \$ 15,978  | \$ 1,148,299   |
| Investment income                        | 18,335   | 24,723   |
| Other                                    | -  | 107,428  |
| Total revenues                           | <u>34,313</u>  | <u>1,280,450</u>   |
| <b>EXPENDITURES</b>                      |  |  |
| Current:                                 |  |  |
| Culture and recreation                   | -  | 3,532,108  |
| Housing and development                  | <u>136,329</u>   | <u>-</u>   |
| Total expenditures                       | <u>136,329</u>   | <u>3,532,108</u>   |
| Deficiency of revenues over expenditures | <u>(102,016)</u>   | <u>(2,251,658)</u>   |
| <b>OTHER FINANCING SOURCES</b>           |  |  |
| Payments from primary government         | -  | 2,400,000  |
| Sale of capital assets                   | <u>26,640</u>  | <u>-</u>   |
| Total other financing sources            | <u>26,640</u>  | <u>2,400,000</u>   |
| Net change in fund balance               | (75,376)   | 148,342  |
| <b>FUND BALANCE, BEGINNING OF YEAR</b>   | <u>499,360</u>   | <u>426,597</u>   |
| <b>FUND BALANCE, END OF YEAR</b>         | <u>\$ 423,984</u>  | <u>\$ 574,939</u>  |

**FLOYD COUNTY, GEORGIA**  
*Statement of Cash Flows*  
*Component Unit - Proprietary Fund Types*  
*For the Year Ended December 31, 2007*

|  | <b>Component<br/>Unit</b>                              |
|--|--|
|  | <b>Richard B.<br/>Russell<br/>Regional<br/>Airport</b> |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>          |  |
| Cash received from customers                         | \$ 1,191,395   |
| Cash payments to employees for services              | (189,746)  |
| Cash paid for operations                             | (914,217)  |
| <b>NET CASH PROVIDED BY<br/>OPERATING ACTIVITIES</b> | 87,432   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>          |  |
| Interest on investments                              | 12,257   |
| <b>NET CASH PROVIDED BY<br/>INVESTING ACTIVITIES</b> | 12,257   |
| <b>NET INCREASE IN CASH AND<br/>CASH EQUIVALENTS</b> | 99,689   |
| <b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b> | 230,390  |
| <b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>       | \$ 330,079   |

**FLOYD COUNTY, GEORGIA**  
*Statement of Cash Flows*  
*Component Unit - Proprietary Fund Types (Continued)*  
*For the Year Ended December 31, 2007*

|   | <b>Component<br/>Unit</b>                              |
|---|--|
|   | <b>Richard B.<br/>Russell<br/>Regional<br/>Airport</b> |
| <br>  |  |
| <b>RECONCILIATION OF OPERATING INCOME (LOSS) TO<br/>NET CASH PROVIDED BY (USED IN) OPERATING<br/>ACTIVITIES</b> |  |
| Operating income (loss)   | \$ (82,436)  |
| Adjustments:  |  |
| Depreciation  | 187,422  |
| (Increase) decrease in assets:  |  |
| Accounts receivable   | 559  |
| Inventory held for resale   | (29,750)   |
| Prepaid expenses  | (59)   |
| Increase (decrease) in liabilities:   |  |
| Accounts payable  | 2,939  |
| Accrued expenses  | (2,605)  |
| Compensated absences  | 1,747  |
| Due to primary governments  | 9,615  |
| <b>NET CASH PROVIDED BY<br/>OPERATING ACTIVITIES</b>  | <b>\$ 87,432</b>                                       |
| <br>  |  |
| Non cash: Contributed by primary government   | \$ 375,000   |

## 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 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 Assets by Component  
Last Five Fiscal Years  
(accrual basis of accounting)*

|  | <b>Fiscal Year</b>    |                       |                       |                       |                       |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|  | <b>2003</b>           | <b>2004</b>           | <b>2005</b>           | <b>2006</b>           | <b>2007</b>           |
| <b>Governmental Activities</b>                   |                       |                       |                       |                       |                       |
| Invested in capital assets, net of related debt  | \$ 228,829,119        | \$ 220,168,507        | \$ 218,253,854        | \$ 229,449,026        | \$ 209,668,599        |
| Restricted                                       | 6,900,769             | 16,944,116            | 11,040,173            | 7,313,444             | 32,309,851            |
| Unrestricted                                     | 17,371,959            | 20,505,840            | 28,111,804            | 18,964,994            | 18,906,759            |
| <b>Total governmental activities net assets</b>  | <b>\$ 253,101,847</b> | <b>\$ 257,618,463</b> | <b>\$ 257,405,831</b> | <b>\$ 255,727,464</b> | <b>\$ 260,885,209</b> |
| <b>Business-type activities</b>                  |                       |                       |                       |                       |                       |
| Invested in capital assets, net of related debt  | \$ 23,935,087         | \$ 27,047,480         | \$ 28,059,494         | \$ 29,915,686         | \$ 29,508,424         |
| Restricted                                       | 2,302,427             | 1,137,943             | 733,940               | 930,910               | 3,739,425             |
| Unrestricted                                     | 2,238,946             | 3,266,825             | 3,123,774             | 2,150,503             | 1,191,664             |
| <b>Total business-type activities net assets</b> | <b>\$ 28,476,460</b>  | <b>\$ 31,452,248</b>  | <b>\$ 31,917,208</b>  | <b>\$ 32,997,099</b>  | <b>\$ 34,439,513</b>  |
| <b>Primary government</b>                        |                       |                       |                       |                       |                       |
| Invested in capital assets, net of related debt  | \$ 252,764,206        | \$ 247,215,987        | \$ 246,313,348        | \$ 259,364,712        | \$ 239,177,023        |
| Restricted                                       | 9,203,196             | 18,082,059            | 11,774,113            | 8,244,354             | 36,049,276            |
| Unrestricted                                     | 19,610,905            | 23,772,665            | 31,235,578            | 21,115,497            | 20,098,423            |
| <b>Total primary government net assets</b>       | <b>\$ 281,578,307</b> | <b>\$ 289,070,711</b> | <b>\$ 289,323,039</b> | <b>\$ 288,724,563</b> | <b>\$ 295,324,722</b> |

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

**FLOYD COUNTY, GEORGIA**

*Changes in Net Assets  
Last Five Fiscal Years  
(accrual basis of accounting)*

|   | Fiscal Year          |                      |                      |                      |                      |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
|   | 2003                 | 2004                 | 2005                 | 2006                 | 2007                 |
| <b>Expenses</b>                                 |                      |                      |                      |                      |                      |
| Governmental Activities:                        |                      |                      |                      |                      |                      |
| General government                              | \$ 6,272,086         | \$ 7,979,725         | (1) \$ 15,868,218    | \$ 7,465,348         | \$ 8,640,522         |
| Judicial  | 5,533,259            | 5,978,935            | 4,622,240            | 5,600,333            | 5,692,065            |
| Public safety                                   | 25,117,537           | 24,750,467           | 24,613,593           | 26,172,727           | 27,781,636           |
| Public works                                    | 12,926,206           | 13,741,570           | 10,711,588           | 17,260,898           | 15,218,657           |
| Health and welfare                              | 1,143,732            | 1,460,651            | 694,927              | 1,408,770            | 1,543,944            |
| Housing and development                         | 3,365,811            | 582,613              | 609,805              | 680,140              | 612,447              |
| Culture and recreation                          | 605,333              | 4,171,599            | 7,004,623            | 2,733,899            | 4,936,827            |
| Interest on long-term debt                      | 200,889              | 252,475              | 81,588               | 195,589              | 766,184              |
| Total governmental activities expenses          | <u>55,164,853</u>    | <u>58,918,035</u>    | <u>64,206,582</u>    | <u>61,517,704</u>    | <u>65,192,282</u>    |
| Business-type activities:                       |                      |                      |                      |                      |                      |
| Water   | 4,550,450            | 4,226,757            | 4,632,315            | 5,387,797            | 5,685,983            |
| Solid Waste                                     | 108,521              | -                    | 1,232,034            | -                    | -                    |
| Forum   | 748,420              | 787,507              | 786,682              | 849,281              | 870,300              |
| Recycling                                       | 694,853              | 712,855              | 703,172              | 711,082              | 691,387              |
| Total business-type activities expenses         | <u>6,102,244</u>     | <u>5,727,119</u>     | <u>7,354,203</u>     | <u>6,948,160</u>     | <u>7,247,670</u>     |
| Total primary government expenses               | <u>\$ 61,267,097</u> | <u>\$ 64,645,154</u> | <u>\$ 71,560,785</u> | <u>\$ 68,465,864</u> | <u>\$ 72,439,952</u> |
| <b>Program Revenues</b>                         |                      |                      |                      |                      |                      |
| Governmental Activities:                        |                      |                      |                      |                      |                      |
| Charges for Service:                            |                      |                      |                      |                      |                      |
| General Government                              | \$ 944,981           | \$ 1,378,448         | \$ 1,313,763         | \$ 1,521,819         | \$ 1,708,800         |
| Judicial  | 1,340,777            | 2,748,162            | (2) 2,446,950        | 2,458,985            | 2,719,670            |
| Public safety                                   | 5,897,507            | 3,633,313            | (2) 3,897,987        | 3,678,065            | 4,011,246            |
| Public works                                    | -                    | 274,488              | 120,777              | 119,140              | 141,635              |
| Culture and recreation                          | -                    | 128,286              | -                    | -                    | -                    |
| Operating grants and contributions              | 3,285,345            | 3,133,986            | 2,415,766            | 3,011,336            | 2,887,740            |
| Capital grants and contributions                | 1,051,284            | 363,248              | 2,379,484            | 7,633,160            | 4,088,235            |
| Total governmental activities program revenues  | <u>12,519,894</u>    | <u>11,659,931</u>    | <u>12,574,727</u>    | <u>18,422,505</u>    | <u>15,557,326</u>    |
| Business-type activities:                       |                      |                      |                      |                      |                      |
| Charges for services:                           |                      |                      |                      |                      |                      |
| Water   | 5,262,744            | 5,537,836            | 5,868,044            | 6,229,476            | 6,162,822            |
| Forum   | 184,993              | 270,176              | 239,134              | 290,266              | 278,075              |
| Recycling                                       | 464,906              | 614,907              | 619,992              | 656,482              | 598,219              |
| Operating grants and contributions              | 219,564              | -                    | -                    | 75,614               | 60,000               |
| Capital grants and contributions                | 62,876               | 320,000              | 511,409              | 193,482              | 1,052,070            |
| Total business-type activities program revenues | <u>6,195,083</u>     | <u>6,742,919</u>     | <u>7,238,579</u>     | <u>7,445,320</u>     | <u>8,151,186</u>     |
| Total primary government program revenues       | <u>\$ 18,714,977</u> | <u>\$ 18,402,850</u> | <u>\$ 19,813,306</u> | <u>\$ 25,867,825</u> | <u>\$ 23,708,512</u> |

(1) - New SPLOST sales tax issued.

(2) - Reclass of charges for services in public safety.

**FLOYD COUNTY, GEORGIA**

*Changes in Net Assets  
Last Five Fiscal Years  
(accrual basis of accounting)*

|   | Fiscal Year            |                        |                        |                        |                        |
|---|------------------------|------------------------|------------------------|------------------------|------------------------|
|   | 2003                   | 2004                   | 2005                   | 2006                   | 2007                   |
| <b>Net (Expense)/Revenue</b>                            |                        |                        |                        |                        |                        |
| Governmental activities                                 | \$ (42,644,959)        | \$ (47,258,104)        | \$ (51,631,855)        | \$ (43,095,199)        | \$ (49,634,956)        |
| Business-type activities                                | 92,839                 | 1,015,800              | (115,624)              | 497,160                | 903,516                |
| Total primary government net expense                    | <u>\$ (42,552,120)</u> | <u>\$ (46,242,304)</u> | <u>\$ (51,747,479)</u> | <u>\$ (42,598,039)</u> | <u>\$ (48,731,440)</u> |
| <b>General Revenues and Other Changes in Net Assets</b> |                        |                        |                        |                        |                        |
| Governmental activities:                                |                        |                        |                        |                        |                        |
| Taxes   |                        |                        |                        |                        |                        |
| Property taxes  | \$ 24,677,529          | \$ 24,062,742          | \$ 22,626,414          | \$ 22,024,383          | \$ 24,615,573          |
| Sales taxes   | 17,617,937             | 22,919,103             | 21,061,271             | 9,970,507              | 20,867,152             |
| Hotel/motel   | 43,228                 | -                      | -                      | -                      | -                      |
| Insurance premium                                       | 2,081,830              | 2,252,580              | 2,405,479              | 2,520,870              | 2,650,727              |
| Other taxes   | 860,468                | 2,078,544              | 4,319,056              | 5,151,389              | 4,545,232              |
| Interest Earned   | 253,200                | 260,193                | 873,287                | 1,405,059              | 1,979,634              |
| Miscellaneous   | 1,635,906              | 859,649                | 637,515                | 665,632                | 392,883                |
| Gain (loss) on sale of capital assets                   | -                      | (250,543)              | -                      | -                      | -                      |
| Transfers   | (532,021)              | (365,776)              | (405,512)              | (321,008)              | (258,500)              |
| Total governmental activities                           | <u>46,638,077</u>      | <u>51,816,492</u>      | <u>51,517,510</u>      | <u>41,416,832</u>      | <u>54,792,701</u>      |
| Business-type activities                                |                        |                        |                        |                        |                        |
| Property taxes  | -                      | 50,183                 | -                      | -                      | -                      |
| Hotel/motel   | 65,000                 | -                      | -                      | -                      | -                      |
| Interest Earned   | 86,618                 | 44,143                 | 175,072                | 247,423                | 280,398                |
| Miscellaneous   | 31,264                 | 539,808                | -                      | -                      | -                      |
| Gain (Loss) on Sale of Capital Assets                   | -                      | 21,445                 | -                      | 14,300                 | -                      |
| Transfers   | 532,021                | 365,776                | 405,512                | 321,008                | 258,500                |
| Total business-type activities                          | <u>714,903</u>         | <u>1,021,355</u>       | <u>580,584</u>         | <u>582,731</u>         | <u>538,898</u>         |
| Total primary government                                | <u>\$ 47,352,980</u>   | <u>\$ 52,837,847</u>   | <u>\$ 52,098,094</u>   | <u>\$ 41,999,563</u>   | <u>\$ 55,331,599</u>   |
| <b>Change in Net Assets</b>                             |                        |                        |                        |                        |                        |
| Governmental activities                                 | \$ (4,839,223)         | \$ 6,710,844           | \$ 3,404,104           | \$ (1,678,367)         | \$ 5,157,745           |
| Business-type activities                                | 70,179                 | 394,512                | 426,623                | 1,079,891              | 1,442,414              |
| Total primary government                                | <u>\$ (4,769,044)</u>  | <u>\$ 7,105,356</u>    | <u>\$ 3,830,727</u>    | <u>\$ (598,476)</u>    | <u>\$ 6,600,159</u>    |

**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          |                      |                      |                      |                      |                      |                      |                      |                      |                      |
|------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
|                                    | 1998                 | 1999                 | 2000                 | 2001                 | 2002                 | 2003                 | 2004                 | 2005                 | 2006                 | 2007                 |
| General Fund                       |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Reserved                           | \$ 506,721           | \$ 817,665           | \$ 1,126,061         | \$ 1,412,761         | \$ 1,660,942         | \$ 291,511           | \$ 705,888           | \$ 666,197           | \$ 1,159,672         | \$ 1,220,539         |
| Unreserved                         | 7,123,504            | 13,577,409           | 17,665,435           | 21,168,433           | 16,054,545           | 17,205,499           | 16,999,727           | 16,939,083           | 15,546,970           | 14,905,767           |
| Total general fund                 | <u>\$ 7,630,225</u>  | <u>\$ 14,395,074</u> | <u>\$ 18,791,496</u> | <u>\$ 22,581,194</u> | <u>\$ 17,715,487</u> | <u>\$ 17,497,010</u> | <u>\$ 17,705,615</u> | <u>\$ 17,605,280</u> | <u>\$ 16,706,642</u> | <u>\$ 16,126,306</u> |
| All Other Governmental Funds       |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Reserved                           | \$ 10,422,392        | \$ 2,662,660         | \$ 3,584,561         | \$ -                 | \$ -                 | \$ -                 | \$ -                 | \$ -                 | \$ -                 | \$ -                 |
| Unreserved, reported in:           |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Debt Service funds                 | -                    | -                    | -                    | -                    | -                    | -                    | 4,599,981            | 5,283,089            | 73,598               | 75,580               |
| Special revenue funds              | 625,824              | 441,954              | 372,847              | 336,605              | 1,366,293            | 2,328,345            | 3,239,199            | 4,377,322            | 4,680,182            | 5,261,401            |
| Capital projects funds             | -                    | -                    | -                    | 1,153,075            | 6,323,298            | 15,076,755           | 13,348,960           | 13,600,072           | 7,313,444            | 32,309,851           |
| Total all other governmental funds | <u>\$ 11,048,216</u> | <u>\$ 3,104,614</u>  | <u>\$ 3,957,408</u>  | <u>\$ 1,489,680</u>  | <u>\$ 7,689,591</u>  | <u>\$ 17,405,100</u> | <u>\$ 21,188,140</u> | <u>\$ 23,260,483</u> | <u>\$ 12,067,224</u> | <u>\$ 37,646,832</u> |

**FLOYD COUNTY, GEORGIA**  
*Changes in Fund Balances of Governmental Funds*  
*Last Ten Fiscal Years*  
*(modified accrual basis of accounting)*

|  | Fiscal Year         |                       |                     |                    |                     |                     |                     |                     |                       |                     |
|--|---------------------|-----------------------|---------------------|--------------------|---------------------|---------------------|---------------------|---------------------|-----------------------|---------------------|
|  | 1998                | 1999                  | 2000                | 2001               | 2002                | 2003                | 2004                | 2005                | 2006                  | 2007                |
| <b>Revenues</b>  |                     |                       |                     |                    |                     |                     |                     |                     |                       |                     |
| Taxes  | \$46,609,119        | \$38,556,104          | \$33,797,231        | \$34,543,562       | \$43,600,002        | \$45,630,364        | \$51,325,510        | \$49,768,592        | \$ 40,309,285         | \$52,673,879        |
| Licenses and permits                                       | 112,567             | 138,539               | 153,982             | 135,313            | 178,216             | 213,113             | 244,122             | 243,413             | 239,765               | 220,113             |
| Intergovernmental  | 3,869,286           | 3,814,342             | 4,344,823           | 4,315,035          | 6,251,569           | 4,336,629           | 3,497,234           | 4,795,250           | 4,263,040             | 5,894,656           |
| Fines and forfeitures                                      | 1,369,646           | 1,630,116             | 1,486,502           | 1,354,258          | 1,264,244           | 1,375,384           | 1,504,763           | 1,322,413           | 1,369,313             | 1,690,601           |
| Charges for Service  | 2,414,234           | 3,765,053             | 5,608,600           | 6,023,294          | 6,745,017           | 6,594,768           | 6,070,026           | 6,078,012           | 6,028,779             | 6,507,174           |
| Interest Income  | 900,400             | 944,951               | 937,873             | 889,633            | 381,935             | 253,200             | 260,193             | 873,287             | 1,405,059             | 1,979,634           |
| Other Revenues   | 1,344,733           | 1,688,030             | 1,440,797           | 641,276            | 1,559,503           | 1,635,906           | 1,196,378           | 773,154             | 805,784               | 556,346             |
| <b>Total revenues</b>                                      | <b>56,619,985</b>   | <b>50,537,135</b>     | <b>47,769,808</b>   | <b>47,902,371</b>  | <b>59,980,486</b>   | <b>60,039,364</b>   | <b>64,098,226</b>   | <b>63,854,121</b>   | <b>54,421,025</b>     | <b>69,522,403</b>   |
| <b>Expenditures</b>  |                     |                       |                     |                    |                     |                     |                     |                     |                       |                     |
| General government   | 10,096,577          | 9,516,362             | 9,007,466           | 5,761,026          | 5,901,481           | 5,940,960           | 7,161,158           | 14,559,932          | 6,682,873             | 6,855,398           |
| Judicial   | -                   | -                     | -                   | 4,399,631          | 4,808,844           | 5,116,382           | 5,274,330           | 5,478,154           | 5,562,022             | 5,672,632           |
| Public safety  | 16,114,661          | 15,303,256            | 16,938,281          | 19,702,761         | 22,130,971          | 23,428,104          | 22,904,238          | 23,651,700          | 26,073,479            | 25,818,483          |
| Public works   | 6,566,338           | 6,812,893             | 7,999,901           | 6,561,699          | 6,394,456           | 6,015,907           | 6,436,774           | 5,864,204           | 6,717,944             | 7,175,588           |
| Health and welfare   | 1,681,721           | 1,633,019             | 2,207,680           | 1,340,445          | 1,406,982           | 1,135,424           | 1,167,576           | 1,190,878           | 1,249,742             | 1,286,151           |
| Culture and recreation                                     | 1,643,975           | 1,425,205             | 1,676,578           | 1,425,523          | 972,133             | 1,119,038           | 3,530,000           | 6,854,780           | 3,978,458             | 4,187,370           |
| Housing and development                                    | 1,480,957           | 418,980               | 1,007,956           | 2,132,892          | 747,439             | 598,839             | 582,101             | 609,578             | 677,927               | 611,837             |
| Capital outlay (1)   | 6,515,969           | 1,308,152             | 879,881             | 2,625,750          | 13,476,977          | 11,983,147          | 12,178,082          | 1,692,082           | 9,223,452             | 11,364,647          |
| Debt service   |                     |                       |                     |                    |                     |                     |                     |                     |                       |                     |
| Interest   | 896,830             | 635,190               | 229,311             | 116,322            | 130,517             | 122,523             | 231,435             | 207,825             | 195,589               | 362,084             |
| Principal  | 6,906,012           | 12,761,962            | 798,570             | 851,426            | 775,694             | 1,752,722           | -                   | 4,465,000           | 5,134,351             | -                   |
| Bond issuance cost   | -                   | -                     | -                   | -                  | -                   | -                   | -                   | -                   | -                     | 280,259             |
| Intergovernmental  | -                   | -                     | -                   | -                  | 2,011,707           | 2,100,000           | -                   | -                   | -                     | -                   |
| <b>Total expenditures</b>                                  | <b>51,903,040</b>   | <b>49,815,019</b>     | <b>40,745,624</b>   | <b>44,917,475</b>  | <b>58,757,201</b>   | <b>59,481,504</b>   | <b>59,465,694</b>   | <b>64,574,133</b>   | <b>65,495,837</b>     | <b>63,614,449</b>   |
| Excess of revenues<br>over (under) expenditures            | 4,716,945           | 722,116               | 7,024,184           | 2,984,896          | 1,223,285           | 557,860             | 4,632,532           | (720,012)           | (11,074,812)          | 5,907,954           |
| <b>Other Financing Sources (Uses)</b>                      |                     |                       |                     |                    |                     |                     |                     |                     |                       |                     |
| Transfers in   | -                   | -                     | -                   | 662,647            | 5,513,566           | 2,718,986           | 6,495,873           | 6,305,750           | 2,126,158             | 4,528,248           |
| Transfers out  | (1,937,293)         | (2,193,974)           | (2,426,410)         | (3,574,987)        | (6,343,479)         | (3,866,008)         | (7,625,149)         | (6,711,262)         | (3,197,166)           | (5,670,489)         |
| Refunding bonds issued                                     | -                   | -                     | -                   | -                  | -                   | -                   | -                   | -                   | -                     | -                   |
| Bonds issued   | -                   | -                     | -                   | -                  | -                   | 9,500,000           | -                   | -                   | -                     | 19,490,000 (2)      |
| Premium on bonds issued                                    | -                   | -                     | -                   | -                  | -                   | 195,289             | -                   | -                   | -                     | 509,719 (2)         |
| Capital leases   | -                   | 293,105               | 651,442             | 508,562            | 870,524             | -                   | 474,494             | -                   | -                     | -                   |
| Sale of capital assets                                     | -                   | -                     | -                   | 60,004             | 70,308              | 390,905             | 55,667              | 635,920             | 53,923                | 233,840             |
| <b>Total other financing sources (uses)</b>                | <b>(1,937,293)</b>  | <b>(1,900,869)</b>    | <b>(1,774,968)</b>  | <b>(2,343,774)</b> | <b>110,919</b>      | <b>8,939,172</b>    | <b>(599,115)</b>    | <b>230,408</b>      | <b>(1,017,085)</b>    | <b>19,091,318</b>   |
| <b>Net change in fund balances</b>                         | <b>\$ 2,779,652</b> | <b>\$ (1,178,753)</b> | <b>\$ 5,249,216</b> | <b>\$ 641,122</b>  | <b>\$ 1,334,204</b> | <b>\$ 9,497,032</b> | <b>\$ 4,033,417</b> | <b>\$ (489,604)</b> | <b>\$(12,091,897)</b> | <b>\$24,999,272</b> |
| Debt service as a percentage<br>of noncapital expenditures | 17%                 | 28%                   | 3%                  | 2%                 | 2%                  | 4%                  | 1%                  | 8%                  | 11%                   | 1%                  |

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

(2) - Issuance of SPLOST General Obligation Bonds.

**FLOYD COUNTY, GEORGIA**  
*Tax Revenue by Source, Governmental Funds*  
*Last Ten Fiscal Years*

| <b>Fiscal Year</b> | <b>Property Tax</b> | <b>Motor Vehicles &amp; Mobile Homes</b> | <b>Local Option Sales Tax</b> | <b>Special Purpose Local Option Sales Tax</b> | <b>Alcoholic Beverage Excise Tax</b> | <b>Insurance Premium Tax</b> | <b>Other Taxes</b> | <b>Total Taxes</b> |
|--------------------|---------------------|--|-------------------------------|---|--------------------------------------|------------------------------|--------------------|--------------------|
| 1998               | \$ 21,711,170       | \$ 2,214,530                             | \$ 7,166,444                  | \$ 12,399,977                                 | \$ 422,072                           | \$ 1,820,765                 | \$ 256,621         | \$ 45,991,579      |
| 1999               | 21,689,668          | 2,270,360                                | 7,354,374                     | 4,728,938                                     | 423,112                              | 1,848,194                    | 456,121            | 38,770,767         |
| 2000               | 20,462,454          | 2,569,321                                | 7,667,696                     | 212,289                                       | 426,968                              | 1,948,591                    | 509,912            | 33,797,231         |
| 2001               | 21,828,085          | 2,346,607                                | 7,600,894                     | 62,315  | 408,761                              | 1,758,023                    | 538,877            | 34,543,562         |
| 2002               | 20,736,761          | 2,468,390                                | 7,445,752                     | 9,806,814                                     | 438,256                              | 1,941,196                    | 762,833            | 43,600,002         |
| 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         |

**FLOYD COUNTY, GEORGIA**  
*Assessed Value and Estimated Actual Value of Taxable Property*  
*Last Ten Fiscal Years*

| <b>Fiscal Year</b> | <b>Real Property</b> | <b>Personal Property</b> | <b>Public Utilities Property</b> | <b>Motor Vehicles Mobile Homes</b> | <b>Less: Tax-Exempt Property</b> | <b>Total Taxable Assessed Value</b> | <b>Total Direct Tax Rate</b> | <b>Estimated Actual Taxable Value</b> | <b>Assessed Value as a Percentage of Actual Value</b> |
|--------------------|----------------------|--------------------------|----------------------------------|------------------------------------|----------------------------------|-------------------------------------|------------------------------|---------------------------------------|---|
| 1998               | \$ 816,480,973       | \$ 758,466,895           | \$ 377,557,975                   | \$ 130,168,946                     | \$(159,791,666)                  | \$1,922,883,123                     | 11.640                       | \$4,807,207,808                       | 40%   |
| 1999               | 848,986,941          | 756,678,491              | 364,636,089                      | 183,050,153                        | (166,977,252)                    | 1,986,374,422                       | 12.240                       | 4,965,936,055                         | 40%   |
| 2000               | 1,001,369,730        | 752,767,374              | 344,907,057                      | 192,919,190                        | (166,951,222)                    | 2,125,012,129                       | 12.110                       | 5,312,530,323                         | 40%   |
| 2001               | 1,113,687,320        | 775,522,719              | 352,476,010                      | 226,150,324                        | (182,822,015)                    | 2,285,014,358                       | 10.943                       | 5,712,535,895                         | 40%   |
| 2002               | 1,158,009,579        | 735,018,318              | 322,943,204                      | 229,612,703                        | (179,176,570)                    | 2,266,407,234                       | 10.948                       | 5,666,018,085                         | 40%   |
| 2003               | 1,245,458,049        | 748,577,822              | 361,957,736                      | 231,621,029                        | (228,299,467)                    | 2,359,315,169                       | 10.900                       | 5,898,287,923                         | 40%   |
| 2004               | 1,308,119,461        | 789,794,181              | 351,960,365                      | 232,778,612                        | (257,164,528)                    | 2,425,488,091                       | 10.845                       | 6,063,720,228                         | 40%   |
| 2005               | 1,415,641,457        | 825,837,504              | 360,948,132                      | 229,901,998                        | (307,683,654)                    | 2,524,645,437                       | 10.515                       | 6,311,613,593                         | 40%   |
| 2006               | 1,527,786,515        | 892,672,506              | 366,680,707                      | 217,392,090                        | (354,409,346)                    | 2,650,122,472                       | 10.433                       | 6,625,306,180                         | 40%   |
| 2007               | 1,627,963,997        | 896,817,726              | 359,420,546                      | 236,085,298                        | (375,895,657)                    | 2,744,391,910                       | 10.433                       | 6,860,979,775                         | 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       |                      | County Schools |                   | City   | State | Total  |
|-------------|--------------|----------------------|----------------|-------------------|--------|-------|--------|
|             | General Fund | Special Revenue Fund | General Fund   | Debt Service Fund |        |       |        |
|             |              |                      |                |                   |        |       |        |
| 1998        | 10.990       | -                    | -              | -                 | 23.830 | 0.25  | 35.070 |
| 1999        | 10.860       | -                    | -              | -                 | 24.470 | 0.25  | 35.580 |
| 2000        | 9.780        | -                    | -              | -                 | 24.100 | 0.25  | 34.130 |
| 2001        | 8.510        | -                    | -              | -                 | 23.330 | 0.25  | 32.090 |
| 2002        | 7.850        | -                    | -              | -                 | 23.980 | 0.25  | 32.080 |
| 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 |

**City of Cave Spring**

| Fiscal Year | County       |                      | County Schools |                   | City | State | Total  |
|-------------|--------------|----------------------|----------------|-------------------|------|-------|--------|
|             | General Fund | Special Revenue Fund | General Fund   | Debt Service Fund |      |       |        |
|             |              |                      |                |                   |      |       |        |
| 1998        | 10.990       | -                    | 16.850         | -                 | -    | 0.25  | 28.090 |
| 1999        | 10.860       | -                    | 16.850         | -                 | -    | 0.25  | 27.960 |
| 2000        | 9.780        | -                    | 15.707         | -                 | -    | 0.25  | 25.737 |
| 2001        | 8.510        | -                    | 15.707         | -                 | -    | 0.25  | 24.467 |
| 2002        | 7.850        | -                    | 17.691         | -                 | -    | 0.25  | 25.791 |
| 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 |

**Floyd County (Unincorporated)**

| Fiscal Year | County       |                      | County Schools |                   | City | State | Total  |
|-------------|--------------|----------------------|----------------|-------------------|------|-------|--------|
|             | General Fund | Special Revenue Fund | General Fund   | Debt Service Fund |      |       |        |
|             |              |                      |                |                   |      |       |        |
| 1998        | 10.990       | 1.250                | 16.850         | -                 | -    | 0.25  | 29.340 |
| 1999        | 10.860       | 1.250                | 16.850         | -                 | -    | 0.25  | 29.210 |
| 2000        | 9.780        | 1.160                | 15.707         | -                 | -    | 0.25  | 26.897 |
| 2001        | 8.510        | 2.430                | 15.707         | -                 | -    | 0.25  | 26.897 |
| 2002        | 7.850        | 3.050                | 17.691         | -                 | -    | 0.25  | 28.841 |
| 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 |

**FLOYD COUNTY, GEORGIA***Principal Property Taxpayers  
Current Year and Nine Years Ago*

|                                 | 2007                  |      |                           | 1998                  |      |                           |
|---------------------------------|-----------------------|------|---------------------------|-----------------------|------|---------------------------|
|                                 | Assessed Value        | Rank | % of Total Assessed Value | Assessed Value        | Rank | % of Total Assessed Value |
| Georgia Power                   | \$159,118,076         | 1    | 5.80%                     | \$ 160,824,062        | 2    | 8.36%                     |
| Oglethorpe Power                | 150,185,280           | 2    | 5.47%                     | 165,975,084           | 1    | 8.63%                     |
| Inland Container                | 83,930,348            | 3    | 3.06%                     | 100,865,012           | 3    | 5.25%                     |
| Redmond Regional Medical Center | 49,198,162            | 4    | 1.79%                     |                       |      |                           |
| Mohawk Industries               | 25,385,618            | 5    | 0.92%                     |                       |      |                           |
| Metal Container                 | 22,544,231            | 6    | 0.82%                     |                       |      |                           |
| Bekaert Steel Wire Corp.        | 18,519,755            | 7    | 0.67%                     | 32,416,381            | 4    | 1.69%                     |
| Larry C. Martin                 | 17,457,504            | 8    | 0.82%                     |                       |      |                           |
| Berry School                    | 17,374,876            | 9    | 0.63%                     |                       |      |                           |
| Wal Mart Store East LP          | 15,204,868            | 10   | 0.92%                     |                       |      |                           |
| Lindale Manufacturing Co.       |                       |      |                           | 20,139,264            | 5    | 1.05%                     |
| Southern Bell Telephone         |                       |      |                           | 19,093,769            | 6    | 0.99%                     |
| Florida Tile                    |                       |      |                           | 16,052,339            | 7    | 0.83%                     |
| Galey & Lord                    |                       |      |                           | 14,129,030            | 8    | 0.73%                     |
| Southeastern Mills              |                       |      |                           | 11,920,021            | 9    | 0.62%                     |
| General Electric Corp.          |                       |      |                           | 8,668,209             | 10   | 0.45%                     |
|                                 | <u>\$ 558,918,718</u> |      | <u>20.90%</u>             | <u>\$ 550,083,171</u> |      | <u>28.60%</u>             |

**FLOYD COUNTY, GEORGIA**  
*Property Tax Levies and Collections*  
*Last Ten Fiscal Years*

| <b>Fiscal<br/>Year<br/>Ended<br/>Dec-31</b> | <b>Taxes Levied<br/>for the<br/>Fiscal Year</b> | <b>Collected within the<br/>Fiscal Year of the Levy</b> |                               | <b>Collections<br/>in Subsequent<br/>Years</b> | <b>Total Collections to Date</b> |                               |
|---|---|---|-------------------------------|--|----------------------------------|-------------------------------|
|   |   | <b>Amount</b>   | <b>Percentage<br/>of Levy</b> |  | <b>Amount</b>                    | <b>Percentage<br/>of Levy</b> |
| 1998  | \$ 21,381,856                                   | \$ 19,802,107   | 92.61%                        | \$ 1,143,549                                   | \$ 20,945,656                    | 97.96%                        |
| 1999  | 21,344,279                                      | 19,426,568  | 91.02%                        | 1,285,162                                      | 20,711,730                       | 97.04%                        |
| 2000  | 20,698,289                                      | 18,198,229  | 87.92%                        | 1,237,854                                      | 19,436,083                       | 93.90%                        |
| 2001  | 20,571,669                                      | 18,071,064  | 87.84%                        | 1,672,022                                      | 19,743,086                       | 95.97%                        |
| 2002  | 20,185,474                                      | 17,104,301  | 84.74%                        | 1,437,410                                      | 18,541,711                       | 91.86%                        |
| 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%                        | 2,720,109                                      | 21,106,448                       | 91.72%                        |
| 2006  | 23,101,585                                      | 17,496,750  | 75.74%                        | 3,733,675                                      | 21,230,425                       | 91.90%                        |
| 2007  | 23,771,863                                      | 22,300,872  | 93.81%                        | 4,383,813                                      | 26,684,685                       | 112.25%                       |

**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 <sup>1</sup> | Per Capita <sup>1</sup> |
|-------------|-------------------------|----------------|--------------------------|---------------|--------------------------|--|-------------------------|
|             | G.O. Bonds              | Capital Leases | Revenue Bonds            | Notes Payable |                          |  |                         |
| 1998        | \$ 10,000,000           | \$ 1,848,781   | \$ 12,975,000            | \$ 1,928,692  | \$ 26,752,473            | 1.35%                                      | 314                     |
| 1999        | -                       | 3,425,902      | 16,370,000               | -             | 19,795,902               | 0.94%                                      | 231                     |
| 2000        | -                       | 3,278,774      | 15,550,000               | -             | 18,828,774               | 0.83%                                      | 208                     |
| 2001        | -                       | 2,935,910      | 14,705,000               | -             | 17,640,910               | 0.76%                                      | 193                     |
| 2002        | -                       | 2,817,616      | 13,820,000               | -             | 16,637,616               | 0.69%                                      | 180                     |
| 2003        | 9,500,000               | 103,007        | 11,670,000               | -             | 21,273,007               | 0.86%                                      | 228                     |
| 2004        | 9,500,000               | 217,101        | 10,725,000               | -             | 20,442,101               | 0.81%                                      | 217                     |
| 2005        | 9,500,000               | 2,777,000      | 9,750,000                | -             | 22,027,000               | 0.85%                                      | 234                     |
| 2006        | -                       | 2,777,000      | 8,755,000                | -             | 11,532,000               | 0.62%                                      | 121                     |
| 2007        | 19,490,000              | 2,777,000      | 7,750,000                | -             | 30,017,000               | 0.34%                                      | 110                     |

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

<sup>1</sup> See the Schedule of Demographic and Economic Statistics for personal income and population data.

**FLOYD COUNTY, GEORGIA**  
*Legal Debt Margin Information*  
*Last Ten Fiscal Years*

|   | Fiscal Year          |                      |                      |                      |                      |                      |                      |                      |                      |                      |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
|   | 1998                 | 1999                 | 2000                 | 2001                 | 2002                 | 2003                 | 2004                 | 2005                 | 2006                 | 2007                 |
| Debt limit  | \$ 208,267,479       | \$ 215,335,167       | \$ 229,196,335       | \$ 246,783,637       | \$ 244,558,380       | \$ 258,761,464       | \$ 268,265,262       | \$ 283,232,909       | \$ 300,453,182       | \$ 312,028,757       |
| Total net debt applicable to limit                          | 10,000,000           | -                    | -                    | -                    | -                    | 9,500,000            | 9,500,000            | 5,035,000            | -                    | 19,490,000           |
| Legal debt margin   | <u>\$198,267,479</u> | <u>\$215,335,167</u> | <u>\$229,196,335</u> | <u>\$246,783,637</u> | <u>\$244,558,380</u> | <u>\$249,261,464</u> | <u>\$258,765,262</u> | <u>\$278,197,909</u> | <u>\$300,453,182</u> | <u>\$292,538,757</u> |
| Total net debt applicable to the limit as a % of debt limit | <u>4.80%</u>         | <u>0.00%</u>         | <u>0.00%</u>         | <u>0.00%</u>         | <u>0.00%</u>         | <u>3.67%</u>         | <u>3.54%</u>         | <u>1.78%</u>         | <u>0.00%</u>         | <u>6.25%</u>         |

**Legal Debt Margin Calculation for Fiscal Year 2007**

|   |                       |
|---|-----------------------|
| Assessed value  | \$2,744,391,910       |
| Add back exempt real property                                   | <u>375,895,657</u>    |
| Total assessed value  | 3,120,287,567         |
| Debt limit (10% of total assessed value)                        | 312,028,757           |
| Debt applicable to limit:                                       |                       |
| General obligation bonds  | -                     |
| Less: Amount set aside for repayment of general obligation debt | -                     |
| Total net debt applicable to limit                              | <u>19,490,000</u>     |
| Legal debt margin   | <u>\$ 292,538,757</u> |

**FLOYD COUNTY, GEORGIA**  
*Computation of Direct and Overlapping Bonded Debt*  
*General Obligation Bonds*  
*December 31, 2007*

| <u>Jurisdiction</u>                      | <u>Net General<br/>Obligation<br/>Bonded Debt<br/>Outstanding</u> | <u>Percentage<br/>Applicable<br/>to<br/>Government</u> | <u>Amount<br/>Applicable<br/>to<br/>Government</u> |
|--|---|--|--|
| Direct:                                  |   |  |  |
| General Obligation Bonds of Floyd County | \$ 19,490,000   | 100%   | \$ 19,490,000                                      |
| Capital leases                           | 812,615   | 100%   | 812,615  |
| Intergovernmental Contracts              | <u>83,630,000</u>   | 100%   | <u>83,630,000</u>                                  |
| Total Direct Debt                        | <u>103,932,615</u>  |  | <u>103,932,615</u>                                 |
| Overlapping:                             |   |  |  |
| Floyd County School District:            |   |  |  |
| General Obligation Bonds                 | 25,225,000  | 100%   | 25,225,000   |
| Capital Leases                           | 7,121,916   | 100%   | 7,121,916  |
| City of Rome:                            |   |  |  |
| Capital Leases                           | 5,856,650   | 37%  | 2,166,961  |
| Intergovernmental Contracts              | 5,320,000   | 37%  | 1,968,400  |
| Rome School District:                    |   |  |  |
| General Obligation Bonds                 | 2,000,000   | 37%  | 740,000  |
| Capital Leases                           | 1,032,933   | 37%  | 382,185  |
| City of Cave Spring:                     |   |  |  |
| Capital Leases                           | 57,748  | 1%   | 577  |
| Total Overlapping Debt                   | <u>46,614,247</u>   |  | <u>37,605,039</u>                                  |
| Total Direct and Overlapping Debt        |   |  | <u><u>\$ 141,537,654</u></u>                       |

**FLOYD COUNTY, GEORGIA***Pledged Revenue Coverage**Water System Bonds**Last Ten Fiscal Years*

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| <b>Water Revenue Bonds</b> |                          |                                      |   |                                  |                 |              |                       |
|----------------------------|--------------------------|--------------------------------------|---|----------------------------------|-----------------|--------------|-----------------------|
| <b>Fiscal Year</b>         | <b>Operating Revenue</b> | <b>(1) Direct Operating Expenses</b> | <b>Net Revenue Available For Debt Service</b> | <b>Debt Service Requirements</b> |                 |              | <b>Times Coverage</b> |
|                            |                          |                                      |   | <b>Principal</b>                 | <b>Interest</b> | <b>Total</b> |                       |
| 1998                       | \$ 4,339,494             | \$ 2,091,430                         | \$ 2,248,064                                  | \$ 620,000                       | \$ 622,345      | \$ 1,242,345 | 1.81                  |
| 1999                       | 4,589,111                | 2,197,484                            | 2,391,627                                     | 685,000                          | 761,212         | 1,446,212    | 1.65                  |
| 2000                       | 4,832,621                | 2,353,558                            | 2,479,063                                     | 820,000                          | 761,925         | 1,581,925    | 1.57                  |
| 2001                       | 4,719,676                | 2,470,103                            | 2,249,573                                     | 845,000                          | 729,185         | 1,574,185    | 1.43                  |
| 2002                       | 5,069,342                | 2,815,153                            | 2,254,189                                     | 885,000                          | 694,550         | 1,579,550    | 1.43                  |
| 2003                       | 5,262,744                | 2,923,141                            | 2,339,603                                     | 1,100,000                        | 715,552         | 1,815,552    | 1.29                  |
| 2004                       | 5,537,836                | 2,927,040                            | 2,610,796                                     | 975,000                          | 358,059         | 1,333,059    | 1.96                  |
| 2005                       | 5,868,044                | 3,179,412                            | 2,688,632                                     | 975,000                          | 388,831         | 1,363,831    | 1.97                  |
| 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                  |

**NOTE:** (1) Direct operating expenses excludes depreciation

**FLOYD COUNTY, GEORGIA**

*Top Ten Water Customers  
For Fiscal Year 2007*

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|                                 | <b>Gallons<br/>Used</b> | <b>% of<br/>Total<br/>Gallons</b> | <b>Amount</b>        | <b>% of<br/>Total<br/>Billed</b> |
|---------------------------------|-------------------------|-----------------------------------|----------------------|----------------------------------|
| Temple Inland                   | 74,085,000              | 5.1%                              | \$ 182,323.72        | 3.2%                             |
| Marglen Industries              | 60,578,000              | 4.2%                              | 150,416.62           | 2.6%                             |
| Metal Container                 | 59,099,000              | 4.1%                              | 150,474.55           | 2.6%                             |
| Floyd County Board of Education | 25,860,000              | 1.8%                              | 97,327.47            | 1.7%                             |
| Stonebridge Golf Course         | 14,125,000              | 1.0%                              | 52,816.20            | 0.9%                             |
| Swan Lake Mobile Home Park      | 12,306,000              | 0.8%                              | 32,150.22            | 0.6%                             |
| Plant Hammond                   | 11,793,000              | 0.8%                              | 34,574.85            | 0.6%                             |
| F&P Manufacturing               | 6,671,000               | 0.5%                              | 24,301.51            | 0.4%                             |
| Georgia Highlands               | 5,751,000               | 0.4%                              | 17,497.71            | 0.3%                             |
| Oglethorpe Power                | 5,439,000               | 0.4%                              | 16,733.31            | 0.3%                             |
|                                 | <u>275,707,000</u>      | <u>19.0%</u>                      | <u>\$ 758,616.16</u> | <u>13.2%</u>                     |

**FLOYD COUNTY, GEORGIA**

*Water Customers  
Last Ten Fiscal Years*

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| <b><u>Fiscal<br/>Year</u></b> | <b><u>Number<br/>of<br/>Customers</u></b> | <b><u>Number<br/>Increase</u></b> | <b><u>%<br/>Increase</u></b> |
|-------------------------------|---|-----------------------------------|------------------------------|
| 1998                          | 14,044                                    | 269                               | 2.0%                         |
| 1999                          | 14,351                                    | 307                               | 2.2%                         |
| 2000                          | 14,788                                    | 437                               | 3.0%                         |
| 2001                          | 14,953                                    | 165                               | 1.1%                         |
| 2002                          | 15,126                                    | 173                               | 1.2%                         |
| 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%                         |

**FLOYD COUNTY, GEORGIA**

*Water Rates and Fees  
Last Four Fiscal Years*

| Meter Size | Meter Charge             |        |        |          | Base Charge |          |          |          | Deposit  |          |          |          |
|------------|--------------------------|--------|--------|----------|-------------|----------|----------|----------|----------|----------|----------|----------|
|            | 3/1/04                   | 3/1/05 | 3/1/06 | 7/1/07   | 3/1/04      | 3/1/05   | 3/1/06   | 7/1/07   | 3/1/04   | 3/1/05   | 3/1/06   | 7/1/07   |
| 5/8 inch   | \$ 900                   | \$ 900 | \$ 900 | \$ 1,200 | \$ 10.20    | \$ 10.71 | \$ 11.03 | \$ 11.03 | \$ 75.00 | \$ 75.00 | \$ 75.00 | \$ 75.00 |
| 1 inch     | 1,100                    | 1,100  | 1,100  | 1,400    | 13.18       | 13.84    | 14.26    | 14.26    | 100.00   | 100.00   | 100.00   | 100.00   |
| 1 1/2 inch | Actual Installation Cost |        |        |          | 23.79       | 24.98    | 25.73    | 25.73    | 170.00   | 170.00   | 170.00   | 170.00   |
| 2 inch     | Actual Installation Cost |        |        |          | 38.57       | 40.50    | 41.72    | 41.72    | 275.00   | 275.00   | 275.00   | 275.00   |
| 3 inch     | Actual Installation Cost |        |        |          | 69.91       | 73.41    | 75.61    | 75.61    | 550.00   | 550.00   | 550.00   | 550.00   |
| 4 inch     | Actual Installation Cost |        |        |          | 115.77      | 121.56   | 125.21   | 125.21   | 825.00   | 825.00   | 825.00   | 825.00   |
| 6 inch     | Actual Installation Cost |        |        |          | 224.21      | 235.42   | 242.48   | 242.48   | 1,000.00 | 1,000.00 | 1,000.00 | 1,000.00 |
| 8 inch     | Actual Installation Cost |        |        |          | 399.45      | 419.42   | 432.00   | 432.00   | 1,275.00 | 1,175.00 | 1,175.00 | 1,175.00 |
| 10 inch    | Actual Installation Cost |        |        |          | 574.78      | 603.52   | 621.63   | 621.63   | 1,550.00 | 1,350.00 | 1,350.00 | 1,350.00 |

|                          | Rates   |         |         |         |
|--------------------------|---------|---------|---------|---------|
|                          | 3/1/04  | 3/1/05  | 3/1/06  | 7/1/07  |
| 0 - 2,999 gallons        | \$ 3.83 | \$ 4.02 | \$ 4.14 | \$ 4.14 |
| 3,000 - 25,999 gallons   | 3.13    | 3.29    | 3.39    | 3.39    |
| 26,000 - 100,000 gallons | 2.47    | 2.59    | 2.67    | 2.67    |
| over 100,000 gallons     | 2.27    | 2.38    | 2.45    | 2.45    |

**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 \$15.00 is charged to resume service. Any subsequent disconnection within a two year period is \$40.00.

**FLOYD COUNTY, GEORGIA**  
*Demographic and Economic Statistics*  
*Last Ten Fiscal Years*

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| <b>Fiscal Year</b> | <b>Population<sup>1</sup></b> | <b>Personal Income</b> | <b>Per Capita Personal Income<sup>1</sup></b> | <b>Median Age<sup>1</sup></b> | <b>School Enrollment<sup>2</sup></b> | <b>Unemployment Rate<sup>3</sup></b> |
|--------------------|-------------------------------|------------------------|---|-------------------------------|--------------------------------------|--------------------------------------|
| 1998               | 85,213                        | \$1,988,104,503        | \$ 23,331                                     | (1)                           | 9,887                                | 4.30%                                |
| 1999               | 85,512                        | 2,095,813,608          | 24,509  | (1)                           | 9,816                                | 4.09%                                |
| 2000               | 90,565                        | 2,264,034,435          | 24,999  | (1)                           | 9,938                                | 3.60%                                |
| 2001               | 91,183                        | 2,317,233,579          | 25,413  | (1)                           | 10,311                               | 4.30%                                |
| 2002               | 92,606                        | 2,400,440,126          | 25,921  | (1)                           | 10,189                               | 4.70%                                |
| 2003               | 93,368                        | 2,468,556,552          | 26,439  | (1)                           | 9,846                                | 4.30%                                |
| 2004               | 94,009                        | 2,535,234,712          | 26,968  | 34                            | 10,105                               | 4.41%                                |
| 2005               | 94,198                        | 2,591,104,386          | 27,507  | 36                            | 10,302                               | 5.30%                                |
| 2006               | 95,322                        | 2,674,449,354          | 28,057  | 36                            | 10,321                               | 4.30%                                |
| 2007               | 95,618                        | 3,134,358,040          | 32,780  | 36                            | 10,275                               | 4.60%                                |

**Data sources**

<sup>1</sup>US Bureau of Census

(1) Information not readily available

<sup>2</sup>Floyd County Board of Education

<sup>3</sup>Georgia Department of Labor

**FLOYD COUNTY, GEORGIA**

*Principal Employers*

*Current Year and Nine Years Ago*

| <b>Employer</b>         | <b>2007</b>      |             |   | <b>1998**</b>    |             |   |
|-------------------------|------------------|-------------|---|------------------|-------------|---|
|                         | <b>Employees</b> | <b>Rank</b> | <b>% of Total<br/>County<br/>Employment</b> | <b>Employees</b> | <b>Rank</b> | <b>% of Total<br/>County<br/>Employment</b> |
| Floyd Medical           | 2,170            | 1           | 4.4%  |                  |             |   |
| Floyd County Schools    | 1,775            | 2           | 3.6%  |                  |             |   |
| Redmond Regional        | 1,191            | 3           | 2.4%  |                  |             |   |
| Harbin Clinic           | 964              | 4           | 2.0%  |                  |             |   |
| Inland Container        | 915              | 5           | 1.9%  |                  |             |   |
| Pierre Zartic           | 804              | 6           | 1.6%  |                  |             |   |
| Floyd County Government | 711              | 7           | 1.4%  |                  |             |   |
| Mohawk Industries       | 700              | 8           | 1.4%  |                  |             |   |
| City of Rome            | 665              | 9           | 1.3%  |                  |             |   |
| Kellogg                 | 626              | 10          | 1.3%  |                  |             |   |
| <b>Total</b>            | <b>10,521</b>    |             | <b>21.3%</b>                                | <b>-</b>         |             | <b>0.00%</b>                                |

**Source: Chamber of Commerce**

\*\* Prior information not available at this time.

**FLOYD COUNTY, GEORGIA**  
*Full-time-Equivalent County Government Employees by Function/Program*  
*Last Ten Fiscal Years*

| <b>Function/Program</b>   | <b>Full-time Employees as of December 31, 2007</b> |             |             |             |             |             |             |             |             |             |
|---------------------------|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
|                           | <b>1998</b>  | <b>1999</b> | <b>2000</b> | <b>2001</b> | <b>2002</b> | <b>2003</b> | <b>2004</b> | <b>2005</b> | <b>2006</b> | <b>2007</b> |
| General government:       | 194  | 188         | 203         | 219         | 222         | 185         | 190         | 194         | 174         | 167         |
| Public Safety:            |  |             |             |             |             |             |             |             |             |             |
| Police & Sheriff          |  |             |             |             |             |             |             |             |             |             |
| Officers                  | 186  | 181         | 186         | 192         | 199         | 189         | 200         | 204         | 197         | 210         |
| Civilians                 | 26   | 26          | 58          | 53          | 53          | 51          | 59          | 59          | 58          | 58          |
| Corrections               | 36   | 36          | 34          | 40          | 54          | 54          | 55          | 55          | 54          | 53          |
| Water                     | 34   | 33          | 34          | 33          | 36          | 35          | 35          | 35          | 35          | 38          |
| Highways & Streets Admin. |  |             |             |             |             |             |             |             |             |             |
| Engineering               | 4  | 4           | 4           | 4           | 4           | 4           | 3           | 3           | 3           | 3           |
| Maintenance               | 92   | 90          | 93          | 90          | 85          | 83          | 93          | 85          | 80          | 80          |
| Airport                   | 3  | 3           | 4           | 4           | 5           | 4           | 4           | 4           | 4           | 4           |
| <b>Total</b>              | <b>575</b>   | <b>561</b>  | <b>616</b>  | <b>635</b>  | <b>658</b>  | <b>605</b>  | <b>639</b>  | <b>639</b>  | <b>605</b>  | <b>613</b>  |

**Source:** Finance Dept

**FLOYD COUNTY, GEORGIA**  
*Operating Indicators by Function*  
*Last Ten Fiscal Years*

| Function                    | Fiscal Year |       |       |       |       |       |       |       |        |        |
|-----------------------------|-------------|-------|-------|-------|-------|-------|-------|-------|--------|--------|
|                             | 1998        | 1999  | 2000  | 2001  | 2002  | 2003  | 2004  | 2005  | 2006   | 2007   |
| <b>Police</b>               |             |       |       |       |       |       |       |       |        |        |
| Citations                   | 3,202       | 5,136 | 3,624 | 4,594 | 4,287 | 7,572 | 7,267 | 6,090 | 11,406 | 13,078 |
| Parking violations          | 4           | 5     | -     | 1     | 1     | -     | 5     | 9     | 6      | -      |
| <b>Fire</b>                 |             |       |       |       |       |       |       |       |        |        |
| Calls answered              | 3,760       | 4,257 | 4,340 | 4,475 | 4,422 | 4,236 | 4,651 | 4,394 | 4,705  | 4,791  |
| Emergency medical calls     | 947         | 929   | 867   | 921   | 1,239 | 1,180 | 1,285 | 1,255 | 1,506  | 1,380  |
| Inspections                 | 1,167       | 1,045 | 1,243 | 1,151 | 761   | 660   | 1,321 | 1,563 | 1,584  | 1,424  |
| <b>Highways and streets</b> |             |       |       |       |       |       |       |       |        |        |
| Street resurfacing (miles)  | 56          | 47    | 46    | 42    | 35    | 28    | 37    | 44    | 46     | 44     |

**Sources:** Various city and county departments.

**FLOYD COUNTY, GEORGIA**  
*Capital Asset Statistics by Function*  
*Last Ten Fiscal Years*

| Function                      | Fiscal Year |      |      |      |      |      |      |      |      |      |
|-------------------------------|-------------|------|------|------|------|------|------|------|------|------|
|                               | 1998        | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 |
| <b>Police</b>                 |             |      |      |      |      |      |      |      |      |      |
| Stations                      | 1           | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Total vehicles                | (1)         | (1)  | (1)  | (1)  | 60   | 62   | 58   | 62   | 63   | 72   |
| Patrol zones                  | 5           | 5    | 5    | 5    | 5    | 5    | 5    | 5    | 5    | 5    |
| <b>Fire Stations</b>          | 10          | 10   | 10   | 10   | 10   | 10   | 10   | 10   | 10   | 10   |
| <b>Public Works</b>           |             |      |      |      |      |      |      |      |      |      |
| Streets (miles)               | 742         | 741  | 722  | 725  | 725  | 725  | 723  | 728  | 730  | 726  |
| <b>Culture and Recreation</b> |             |      |      |      |      |      |      |      |      |      |
| Number of parks               | 25          | 42   | 40   | 43   | 43   | 43   | 43   | 43   | 46   | 44   |
| Park acreage                  | 586         | 602  | 712  | 883  | 831  | 831  | 831  | 831  | 882  | 892  |
| Playgrounds                   | 26          | 26   | 24   | 28   | 28   | 27   | 27   | 27   | 27   | 28   |
| Recreation centers            | 15          | 15   | 14   | 16   | 16   | 16   | 16   | 16   | 16   | 16   |
| Baseball/softball diamonds    | 19          | 19   | 19   | 19   | 19   | 19   | 19   | 19   | 19   | 23   |
| Soccer/football fields        | 12          | 12   | 12   | 12   | 12   | 13   | 13   | 13   | 13   | 15   |
| Tennis courts                 | 47          | 47   | 47   | 47   | 47   | 47   | 47   | 47   | 47   | 47   |

**Sources:** Various county and city departments.

(1) - Not readily available.

**FLOYD COUNTY, GEORGIA**  
*Insurance in Force*  
*For the Year Ended December 31, 2007*

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|   |    |                            |
|---|----|----------------------------|
| Property Coverage:  |    |                            |
| Buildings, contents, EDP, and mobile equipment                      | \$ | 147,723,707                |
| Automobile Liability-All (General and Water System):                |    |                            |
| Bodily injury per person per occurrence                             |    | 250,000                    |
| Bodily injury aggregate per occurrence                              |    | 450,000                    |
| 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*

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Floyd County was created by Legislative Act in 1832.

Form of Government-Board of Commissioners consisting of five members

Area-Square Miles 514

Building Permits:  
    Issued 344  
    Estimated Cost \$ 87,781,838

Registered Voters 42,905