

# **FLOYD COUNTY, GEORGIA**

*Comprehensive Annual Financial Report*

*For the Year Ended*

*December 31, 2011*

*Prepared by:*

*Finance Department*



**FLOYD COUNTY, GEORGIA  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011**

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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 organizational chart, and a list of principal officials.*



# BOARD OF COMMISSIONERS

TWELVE EAST 4<sup>TH</sup> AVENUE, SUITE 209 • POST OFFICE BOX 946 • ROME, GEORGIA 30162  
PHONE: 706.291.5110 • FAX: 706.291.5248 • [www.floydcountyga.org](http://www.floydcountyga.org)

June 7, 2012

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

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year, unless an extension has been approved, a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Floyd County for the fiscal year ended December 31, 2011.

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 designed both to protect the government's assets from loss, theft, or misuse as well as 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, Floyd County's comprehensive framework of internal controls have been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert this financial report is complete and reliable in all material respects, to the best of our knowledge and belief.

Floyd County's financial statements have been audited by Mauldin & Jenkins, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the county for the fiscal year ended December 31, 2011 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. Based upon the audit, the independent auditor concluded there was a reasonable basis for rendering an unqualified opinion that the County's financial statements for the fiscal year ended December 31, 2011, have been presented fairly in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

BOARD OF COMMISSIONERS  
IRWIN BAGWELL, CHAIRMAN      GARRY FRICKS, VICE-CHAIRMAN  
JOHN MAYES

The independent audit of the financial statements of Floyd County was part of a broader, federally mandated “Single Audit” designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the County’s separately issued Single Audit Report.

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

### **Profile of the Government**

Floyd County is located in northwest Georgia, and is considered the economic hub of this region. The County occupies a land area of 514 square miles and serves a population of 96,317. 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 is 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 for, among other things, 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 Board of Commissioners, overseeing the day-to-day operations of the government, and appointing the heads of the various departments.

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

The annual budget serves as the foundation for Floyd County’s financial planning and control. All departments of the County are required to submit requests for appropriation to the County Manager, who in turn submits 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> of each year. The appropriated budget is prepared both by fund and by 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 a report for each individual governmental fund for which an appropriated annual budget has been adopted.

### **Factors Affecting Financial Conditions**

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

**Local Economy:** Floyd County continues to have a sluggish local economy similar to what communities all over the nation are experiencing. For the second year in a row, Floyd County saw its total tax digest decrease over the previous year. The decrease was again a modest 2% and reflected the fact that home prices have decreased on average with home foreclosure compounding the problem. Unemployment rates remained over 10% for most of the year. Sales tax collections began to stabilize in late 2011 after three straight years of decline. According to state reports, approximately 1,000 jobs were lost in Floyd County in 2011. This would include the closing of Northwest Georgia Regional Hospital (700 jobs), a Mohawk flooring plant (228 jobs), General Aluminum (67 jobs), and Vend Services (50 jobs).

However, these job losses were offset in large part by new jobs created through both an active economic development recruiting effort, as well as jobs created through existing business expansions. The biggest news was the inking of a deal for a new Lowe's Home Improvement Regional Distribution Center, creating \$125M in investment and over 600 jobs. Thermal Seal Duct Systems opened (40 jobs), as did Source Therapy Billing (20 jobs + 50 additional jobs), FP Pigments (20 jobs), United Medical Response (20 jobs) and Petz Enterprises (8 initial + 62 additional jobs). Existing business expansions included Profile Extrusion (35 jobs), Kellogg's (\$25.5M investment and 25 jobs), and Brugg Cable (\$5M investment and 5 jobs).

As in previous years, a large number of City and County capital projects are being completed locally as a result of a 2006 and 2009 special purpose local option sales tax (SPLOST) initiatives. Barron Stadium, the City of Rome's municipal football stadium was dedicated in 2011, just in time for the NAIA National Football Championship held in Rome.

**Long Term Outlook.** Earlier this year, the UGA Terry School of Business predicted that it would be 2020 before we returned to "normal" economic conditions. Most observers would agree that the broader economic recovery will be very incremental in nature, and this is consistent with our local observations. Because of this, we do not expect any rapid, significant improvement in any of the local economic indicators. We expect sales tax revenue to reflect flat to incrementally-rising retail activity. Even with a strong first quarter 2012 in local housing sales, we still anticipate an approximate 1% decrease in the tax digest for 2012. The County's diverse tax base and strong healthcare industry will continue to provide a measure of economic stability locally.

One very vibrant aspect of our local economy is the local healthcare industry. Harbin Clinic opened its new state of the art Cancer Center on the Floyd Medical Center (FMC) campus in 2011. A new specialty hospital also opened on FMC's campus in 2011, creating 50 new jobs and representing an investment of over \$21 million.

A number of special purpose local option sales tax projects will continue in 2012. This includes Floyd County's \$26.7M project to install a new 800 MHz digital trunked public safety radio system to serve public safety agencies and governments in Floyd County, set to become operational in January 2013. The \$12M Armuchee Connector road project, creating an alternate route to northern Floyd County, and opening up a new area for development, was completed on time and dedicated in May 2012.

## **Financial Initiatives**

**Financial Policies.** Floyd County has continued to pursue change in responding to current economic conditions. Revenues overall have remained stagnant for the past few years and in order to counter these revenue conditions, Floyd County altered its operations in several ways. While 2010 employee furloughs in certain areas of the operation were eliminated in 2011, employee hiring freezes were continued, no across-the-board employee raises have been given since 2008, capital equipment purchases and capital projects were contained, and across the board budget reductions were implemented. During this time, Floyd County experienced an increase in pension costs, but began to see a leveling off regarding health insurance costs – due primarily to a proactive Employee Wellness Program that is beginning to pay dividends in reduced claims for several years running.

Floyd County has also committed to retain existing levels of service delivery, and in so doing, has had to use fund balance to balance the budget. Floyd County is sensitive to the long-term impact of deferring capital and maintenance, such as deferring the paving of roads and equipment purchases, while having to continue to pay the maintenance cost of keeping older equipment. In general, 2012 will continue to bring economic challenges, however, there are also opportunities. Floyd County is poised to take advantage of any improvements in the economy as they occur, and will continue to be strong financially due to the existing reserves.

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

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

## **Other Information**

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

**Awards.** The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its comprehensive annual financial report for the

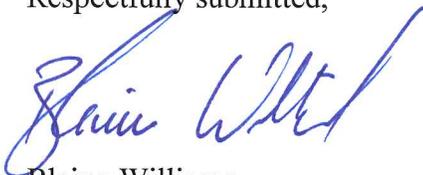
fiscal year ended December 31, 2010. In order to receive a Certificate of Achievement, Floyd County published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements. We are submitting it to GFOA to determine its eligibility for another certificate.

### **Acknowledgments**

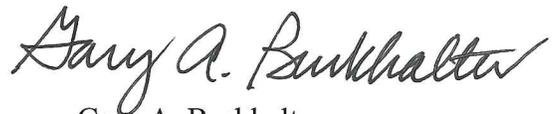
The preparation of this comprehensive annual financial report could not have been accomplished without the dedication and contributions of the entire Finance Department staff, the auditors for the County and the cooperation of the various elected officials and appointed management.

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

Respectfully submitted,



Blaine Williams  
County Manager



Gary A. Burkhalter  
Comptroller

# 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, 2010

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.



*Linda C. Davison*

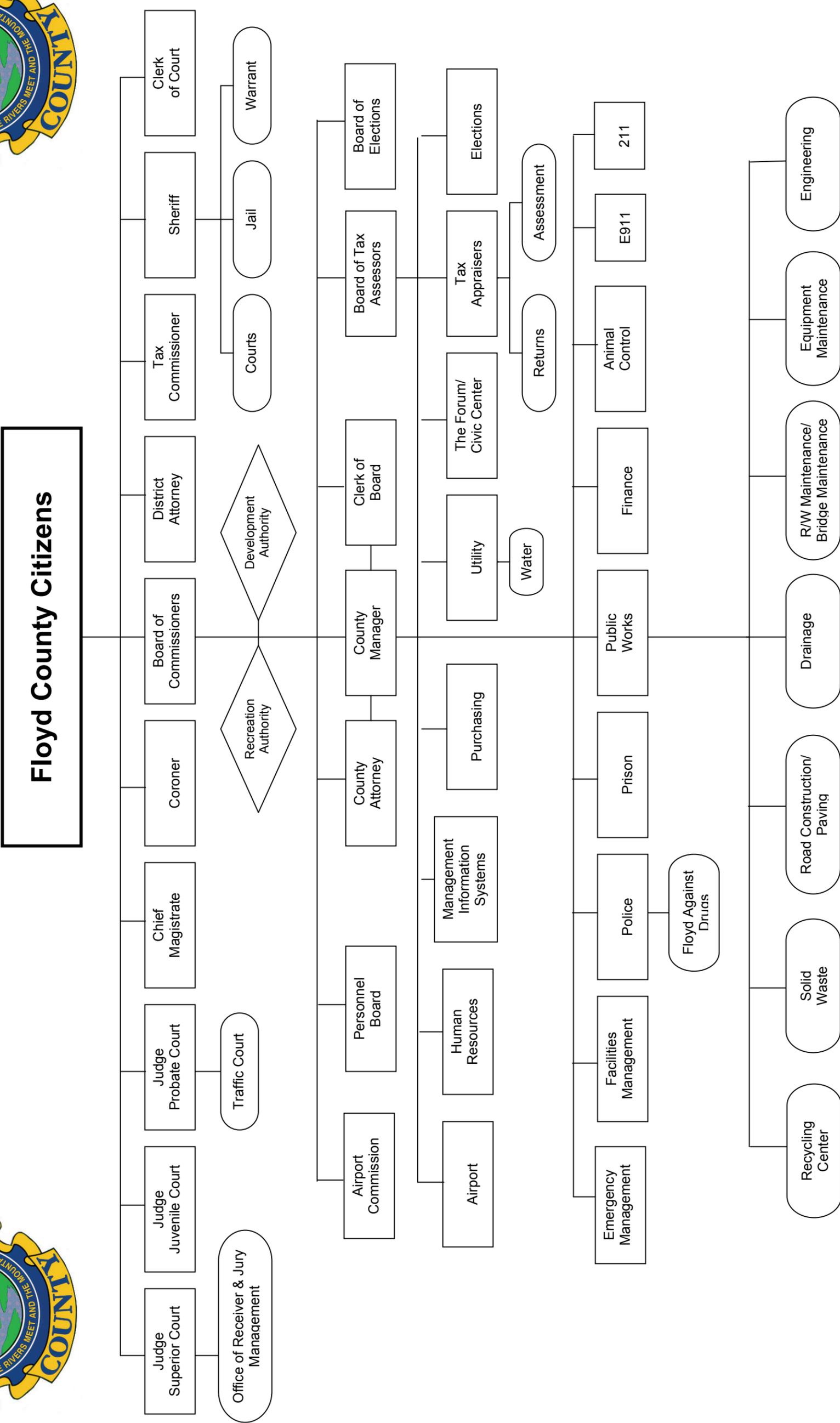
President

*Jeffrey R. Enos*

Executive Director



# FLOYD COUNTY, GEORGIA



**FLOYD COUNTY, GEORGIA**

*LIST OF PRINCIPAL OFFICIALS*

*December 31, 2011*

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**2011**

BOARD OF COMMISSIONERS

Eddie Lumsden  
Chad Whitefield  
Irwin Bagwell  
Garry Fricks  
John Mayes

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

COUNTY ADMINISTRATION

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

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

## **FINANCIAL SECTION**

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



## INDEPENDENT AUDITORS' REPORT

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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, 2011, 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 financial statements of the Floyd County Health Department, which represents 22% and 66% 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, 2011 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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As discussed in Note 1, Floyd County, Georgia implemented Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, as of January 1, 2011.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 6, 2012, 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 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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (on pages 4 through 18), and the schedules of funding progress (page 72) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's 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, as required by the Official Code of Georgia 48-8-21, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

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 and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

*Mauldin & Jenkins, LLC*

Atlanta, Georgia  
June 6, 2012

## **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, 2011*

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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, 2011. 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 \$292,660,896 (net assets) for the fiscal year reported. This compares to the previous year when total assets exceeded total liabilities by \$293,484,389.
- Total net assets are comprised of the following:
  - (1) Capital assets, net of related debt, of \$245,993,943 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 \$35,737,085 are restricted by constraints imposed from outside the County such as debt covenants, grantors, laws, or regulations.
  - (3) Unrestricted net assets of \$10,929,868 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 \$47,870,247 this year. This compares to the prior year ending fund balance of \$65,619,942 showing a decrease of \$17,749,695 during the current year.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$12,103,668, or 29% of total General Fund expenditures. This is a decrease of \$88,996 from 2010.

**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

**FLOYD COUNTY, GEORGIA**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2011*

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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 the County's infrastructure in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities*, which reports how the County's net 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 with the city of Rome. The County's fiduciary activities simply hold resources temporarily for others and are not included in the government-wide statements since these assets are not available to fund County programs.

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

The government-wide financial statements are presented on pages 19-22 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

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

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

The basic governmental fund financial statements are presented on pages 23-26 of this report.

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

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

The basic proprietary fund financial statements are presented on pages 30-33 of this report and component unit financial statements are presented on pages 109-112.

*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 34 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 35-71 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 funds are presented in a subsequent section of this report on pages 76-106.

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

The County's net assets at fiscal year-end are \$292,660,896. This is a \$823,493 decrease from last year's net assets of \$293,484,389. 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>Total</b>          |                       | <b>Percentage of Total</b> |             |
|---|--------------------------------|-----------------------|----------------------------|----------------------|-----------------------|-----------------------|----------------------------|-------------|
|   | <b>2010</b>                    | <b>2011</b>           | <b>2010</b>                | <b>2011</b>          | <b>2010</b>           | <b>2011</b>           | <b>2010</b>                | <b>2011</b> |
| <b>Assets:</b>                                  |                                |                       |                            |                      |                       |                       |                            |             |
| Current and other assets                        | \$ 74,270,344                  | \$ 58,877,668         | \$ 11,247,264              | \$ 10,904,637        | \$ 85,517,608         | \$ 69,782,305         | 24%                        | 21%         |
| Capital assets                                  | 229,247,390                    | 229,237,840           | 39,035,498                 | 39,463,035           | 268,282,888           | 268,700,875           | 76%                        | 79%         |
| <b>Total assets</b>                             | <b>303,517,734</b>             | <b>288,115,508</b>    | <b>50,282,762</b>          | <b>50,367,672</b>    | <b>353,800,496</b>    | <b>338,483,180</b>    | <b>100%</b>                | <b>100%</b> |
| <b>Liabilities:</b>                             |                                |                       |                            |                      |                       |                       |                            |             |
| Current liabilities                             | 20,279,486                     | 15,661,414            | 3,308,909                  | 3,058,902            | 23,588,395            | 18,720,316            | 39%                        | 41%         |
| Long-term liabilities                           | 26,838,794                     | 18,353,974            | 9,888,918                  | 8,747,994            | 36,727,712            | 27,101,968            | 61%                        | 59%         |
| <b>Total liabilities</b>                        | <b>47,118,280</b>              | <b>34,015,388</b>     | <b>13,197,827</b>          | <b>11,806,896</b>    | <b>60,316,107</b>     | <b>45,822,284</b>     | <b>100%</b>                | <b>100%</b> |
| <b>Net assets:</b>                              |                                |                       |                            |                      |                       |                       |                            |             |
| Invested in capital assets, net of related debt | 193,986,604                    | 214,821,279           | 28,911,250                 | 31,172,664           | 222,897,854           | 245,993,943           | 76%                        | 84%         |
| Restricted                                      | 45,228,105                     | 31,552,572            | 5,996,051                  | 4,184,513            | 51,224,156            | 35,737,085            | 17%                        | 12%         |
| Unrestricted                                    | 17,184,745                     | 7,726,269             | 2,177,634                  | 3,203,599            | 19,362,379            | 10,929,868            | 7%                         | 5%          |
| <b>Total net assets</b>                         | <b>\$ 256,399,454</b>          | <b>\$ 254,100,120</b> | <b>\$ 37,084,935</b>       | <b>\$ 38,560,776</b> | <b>\$ 293,484,389</b> | <b>\$ 292,660,896</b> | <b>100%</b>                | <b>100%</b> |

Current and Other Assets in Governmental Activities had a decrease of \$15,392,676 from the prior year. This decrease is due to the spending on 2006 SPLOST projects. During 2011 the 2006 SPLOST cash and investment accounts decreased by almost \$15,000,000. The remainder of this decrease was in the 2009 SPLOST projects. Funds were spent in 2011 on several 2009 SPLOST projects which caused that fund's cash and investment accounts to decrease. The capital assets category was basically the same for the two fiscal years.

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Governmental Activities Total Liabilities decreased \$13,102,892 from 2010. This decline is due to current and noncurrent portion of bonds payable decreasing in 2011 on the 2009 SPLOST general obligation bonds.

The Total Net Assets for Governmental Activities decreased by less than 1% during 2011.

In the Business Activities' Total Assets were basically the same for the two fiscal years. However, the Total Liabilities decreased by \$1,390,931, which is due to accounts payable and bonds payable declining in 2011.

The County continues to maintain a more than adequate current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities is 3.8 to 1 and 3.6 to 1 for business type activities. For the County overall, the current ratio is 3.7 to 1.

Note that approximately 80% of the governmental activities' net assets are tied up in capital. The County uses these capital assets to provide services to its citizens. However, with business type activities, the County has spent approximately 78% 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 percent of the County's total net assets are included in capital assets.

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**Summary of Changes in Net Assets**

|  | Governmental Activities |                | Business Activities |               | Total          |                | Percentage of Total |      |
|--|-------------------------|----------------|---------------------|---------------|----------------|----------------|---------------------|------|
|  | 2010                    | 2011           | 2010                | 2011          | 2010           | 2011           | 2010                | 2011 |
| Revenues:  |                         |                |                     |               |                |                |                     |      |
| Program:   |                         |                |                     |               |                |                |                     |      |
| Charges for Services                               | \$ 7,138,078            | \$ 7,894,308   | \$ 8,017,398        | \$ 8,061,771  | \$ 15,155,476  | \$ 15,956,079  | 19%                 | 20%  |
| Operating grants                                   | 4,022,530               | 4,118,086      | 107,191             | 186,271       | 4,129,721      | 4,304,357      | 5%                  | 5%   |
| Capital grants                                     | 2,471,664               | 3,262,970      | 29,740              | 399,201       | 2,501,404      | 3,662,171      | 3%                  | 4%   |
| General:   |                         |                |                     |               |                |                |                     |      |
| Property taxes                                     | 29,446,335              | 29,574,307     | -                   | -             | 29,446,335     | 29,574,307     | 37%                 | 36%  |
| Sales taxes  | 23,110,883              | 23,151,931     | -                   | -             | 23,110,883     | 23,151,931     | 29%                 | 28%  |
| Hotel motel taxes                                  | 80,419                  | 80,111         | -                   | -             | 80,419         | 80,111         | 0%                  | 0%   |
| Insurance premium taxes                            | 2,602,995               | 2,459,991      | -                   | -             | 2,602,995      | 2,459,991      | 3%                  | 3%   |
| Other taxes  | 1,278,783               | 1,234,254      | -                   | -             | 1,278,783      | 1,234,254      | 2%                  | 2%   |
| Interest Earned                                    | 161,033                 | 69,162         | 33,821              | 23,639        | 194,854        | 92,801         | 0%                  | 0%   |
| Other  | 716,665                 | 1,089,008      | -                   | -             | 716,665        | 1,089,008      | 1%                  | 1%   |
| Total revenues                                     | 71,029,385              | 72,934,128     | 8,188,150           | 8,670,882     | 79,217,535     | 81,605,010     | 100%                | 100% |
| Program Expenses:                                  |                         |                |                     |               |                |                |                     |      |
| General government                                 | 9,534,638               | 7,339,228      | -                   | -             | 9,534,638      | 7,339,228      | 12%                 | 9%   |
| Judicial   | 5,688,404               | 5,911,656      | -                   | -             | 5,688,404      | 5,911,656      | 7%                  | 7%   |
| Public safety                                      | 29,220,951              | 31,429,776     | -                   | -             | 29,220,951     | 31,429,776     | 36%                 | 38%  |
| Public works                                       | 16,169,450              | 15,198,489     | -                   | -             | 16,169,450     | 15,198,489     | 20%                 | 18%  |
| Health and welfare                                 | 1,761,492               | 1,944,332      | -                   | -             | 1,761,492      | 1,944,332      | 2%                  | 2%   |
| Culture and recreation                             | 8,154,602               | 7,392,537      | -                   | -             | 8,154,602      | 7,392,537      | 10%                 | 9%   |
| Housing and development                            | 2,675,108               | 4,869,790      | -                   | -             | 2,675,108      | 4,869,790      | 3%                  | 6%   |
| Interest   | 1,151,089               | 633,104        | -                   | -             | 1,151,089      | 633,104        | 1%                  | 1%   |
| Water  | -                       | -              | 6,225,460           | 6,166,178     | 6,225,460      | 6,166,178      | 8%                  | 8%   |
| Forum  | -                       | -              | 972,475             | 910,977       | 972,475        | 910,977        | 1%                  | 1%   |
| Recycling  | -                       | -              | 471,827             | 632,436       | 471,827        | 632,436        | 1%                  | 1%   |
| Total expenses                                     | 74,355,734              | 74,718,912     | 7,669,762           | 7,709,591     | 82,025,496     | 82,428,503     | 100%                | 100% |
| Increase (decrease) in net assets before transfers | (3,326,349)             | (1,784,784)    | 518,388             | 961,291       | (2,807,961)    | (823,493)      |                     |      |
| Transfers  | (438,500)               | (514,550)      | 438,500             | 514,550       | -              | -              |                     |      |
| Changes in net assets                              | (3,764,849)             | (2,299,334)    | 956,888             | 1,475,841     | (2,807,961)    | (823,493)      |                     |      |
| Beginning net assets                               | 260,164,303             | 256,399,454    | 36,128,047          | 37,084,935    | 296,292,350    | 293,484,389    |                     |      |
| Ending net assets                                  | \$ 256,399,454          | \$ 254,100,120 | \$ 37,084,935       | \$ 38,560,776 | \$ 293,484,389 | \$ 292,660,896 |                     |      |

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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 an ending fund balance of \$13,220,458. Of this year-end total, \$12,103,668 is unassigned indicating availability for continuing County service requirements. Restricted fund balances include: \$270,530 from the jail surcharge which is set aside for expenditures for public safety needs as required by the state of Georgia statutes, \$177,416 for the Metro Task Force, \$21,690 for supplemental juvenile services, \$316,801 for probation drug funds and \$9,089 for equitable sharing. Non Spendable fund balances include: \$188,457 for prepaid items and \$132,807 set aside for inventory.

The General Fund expenditures increased \$448,204 in 2011 from the previous year. This increase is due primarily to the fact that benefit costs went up in the areas of health insurance and pension and also fuel costs increased. A summary of significant changes are outlined below:

1. The Public Safety category increased \$141,494 due mainly to increase in benefits and fuel costs in the Police Department and the Sheriff's Office.
2. Also, the Public Works category increased \$334,236 due to fuel, repairs and maintenance and paving materials being more than the prior year. The County continued to increase the amount of road paving done during the year above the previous year.

The General Fund revenues increased by \$1,106,056 and its other financing uses increased by \$243,043 in 2011. These increases are due primarily to the following:

1. Taxes category increased by \$348,716 due mainly to an increase in ad valorem tax revenue and Local Option Sales Tax revenue. The local option sales tax revenue increased above the prior year for the first time since 2006.
2. Intergovernmental revenues increased due to receiving LARP funds in 2011 from the state of Georgia and FEMA Disaster Recovery Funds due to the April 2011 storm that came through our community. These two areas totaled over \$320,000 of additional revenue for 2011.
3. Charges for services increased approximately \$450,000 from the prior year. This increase is mainly in boarding inmates and payments to the Tax Commissioner's Office for the collection of taxes.
4. Fines and forfeitures increased almost \$100,000 in 2011 due mainly to an increase in Probate Court fines revenue.
5. Interest earnings were slightly higher in 2011. This increase is due to receiving \$13,195 more of interest earnings from the Tax Commissioner than in 2010.

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

1. Transfers Out increased due to transfers to the Capital Projects Fund increasing by \$291,312.

The 2006 SPLOST Fund ended on June 30, 2010 thus the reason for the only revenue being the interest earned on the available funds on uncompleted projects. The 2006 SPLOST Fund expenditures decreased in 2011 due to fewer projects in progress. These factors caused the 2006 SPLOST fund balance to decrease by \$14,259,706.

As the 2006 SPLOST came to an end, the 2009 SPLOST began July 1, 2010. This SPLOST continuation will be used to fund projects that total approximately \$42,000,000. The 2009 SPLOST fund balance decreased by \$2,168,847.

The General Capital Projects Fund revenues decreased by \$1,292,569. This is due mainly to fewer grant funds being received in 2011 with the majority of these funds for projects at the airport. The General Capital Projects Fund expenditures decreased by \$1,030,968. This is due mainly to fewer projects being funded in 2011.

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

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***Proprietary funds***

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

*The Major Proprietary Fund*

The water system fund is one of the County's major proprietary funds and provides water to approximately 15,600 residential and commercial customers. The water system bond coverage of 1.9 exceeded the required 1.1 coverage for the year ended December 31, 2011. Water rates were increased in 2011 by 3%. This was the first rate increase since January 1, 2009. Even though the bond coverage is well above the requirement, the number of water customers decreased for the third year in a row. The water sales revenue decreased in 2011 as well. Management has done a good job of managing the expenses in order to make sure the county is able to maintain an excellent bond coverage ratio.

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

*Water Fund Capital Plan*  
*For Next Four Fiscal Years*

|   | <b>2012</b>        | <b>2013</b>        | <b>2014</b>        | <b>2015</b>        |
|---|--------------------|--------------------|--------------------|--------------------|
| Replace 2,500 manual read meters  | \$500,000          | \$500,000          | \$500,000          | \$500,000          |
| Capital equipment   | 232,000            | 253,000            | 243,000            | 260,000            |
| New chemical feeders for treatment plant  | 48,000             | -                  | -                  | -                  |
| Replace 2.5 miles of sub-standard 2" lines  | 557,500            | 574,750            | 632,225            | 695,450            |
| Replace 8" PVC line with 8" ductile iron line from Hwy 293 to intersection of Wildflower and Rustic Ridge Roads | 121,000            | -                  | -                  | -                  |
| Calhoun Connection  | 300,000            | -                  | -                  | -                  |
| Texas Valley Development  | -                  | 3,250,000          | -                  | -                  |
| Fulton Well Project   | -                  | 1,500,000          | -                  | -                  |
| <b>Totals</b>   | <b>\$1,758,500</b> | <b>\$6,077,750</b> | <b>\$1,375,225</b> | <b>\$1,455,450</b> |

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

*Wholesale Water Rates*  
*For Fiscal Year Ended December 31, 2011*

| <u>Monthly Average Volume Use Per Day</u> | <u>City of Rome</u>                    |  | <u>City of Adairsville</u>             |  |
|---|--|--|--|--|
|   | <u>1.5 MGD Minimum Monthly Average</u> | <u>2.0 MGD Minimum Monthly Average</u> | <u>0.5 MGD Minimum Monthly Average</u> | <u>1.5 MGD Minimum Monthly Average</u> |
| ≥ 0.5 MGD                                 |  |  | \$ 1.40                                | \$ 1.40                                |
| < 1.0 MGD                                 | \$ 3.03                                | \$ 3.03                                |  |  |
| >1.0 MGD but < 1.5 MGD                    | \$ 2.27                                | \$ 2.27                                |  |  |
| > 1.5 MGD                                 | \$ 1.97                                | \$ 1.97                                |  |  |
| > 1.5 MGD (Industrial Customers)          | \$ 1.82                                | \$ 1.82                                |  |  |

**Notes:**

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

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

The Water System fund reported \$1,261,502 from operations and an overall increase in net assets of \$999,035.

**General Fund Budgetary Highlights**

The original adopted budget did anticipate a decrease in its total fund balance by \$2,266,245. The budget was subsequently revised to reflect a decrease of \$1,847,610 in its total fund balance. The actual total fund balance decrease was \$685,699. This decrease in fund balance is significantly less than projected due to a combination of revenues exceeding project and expenditures being less than projected.

The 2011 General Fund budget variances are as follows:

1. All revenue categories exceeded the revised budget by a combined \$32,549.
2. All expenditure categories were less than projected in the revised budget by a combined \$1,114,703. All departments met the challenge of providing services at basically the same level but with fewer funds available to spend.

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**Capital Asset and Debt Administration**

*Capital assets*

The County's investment in capital assets, net of accumulated depreciation and related debt, for governmental and business-type activities as of December 31, 2011, was \$214,821,729 and \$31,172,664, respectively. This is an increase of 10.7 % in this net investment for governmental activities and an increase in this net investment of 7.8% for business-type activities.

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

1. South Broad Street sidewalk improvements totaled \$1,157,696.
2. Work continued on the Armuchee Connector and that totaled \$4,441,234. This project will be completed in 2012.
3. Capital improvements at the airport, which consisted of runway and electrical improvements, land acquisition and perimeter fencing totaled \$550,686.
4. The renovation of the marine armory for new administrative offices and a gymnastics center for the Rome-Floyd Parks and Recreation Authority had expenditures of \$423,181 in 2011. This renovation project was completed during 2011.
5. Debt service on the existing general obligation bonds totaled \$14,046,625 during 2011.

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

| <u>Invested in Capital Assets</u> | <u>Governmental<br/>Activities</u> | <u>Business-type<br/>Activities</u> | <u>Total</u>          |
|-----------------------------------|------------------------------------|-------------------------------------|-----------------------|
| Capital assets, nondepreciable    | \$ 43,441,264                      | \$ 2,063,183                        | \$ 45,504,447         |
| Capital assets, net               | 185,796,576                        | 37,399,852                          | 223,196,428           |
| Bonds payable                     | (14,263,821)                       | (7,983,379)                         | (22,247,200)          |
| Capital leases payable            | (4,661,481)                        | -                                   | (4,661,481)           |
| Notes payable                     | -                                  | (1,009,025)                         | (1,009,025)           |
| Unspent bond proceeds             | 7,285,741                          | 702,033                             | 7,987,774             |
| Certificates of participation     | (2,777,000)                        | -                                   | (2,777,000)           |
|                                   | <u>\$ 214,821,279</u>              | <u>\$ 31,172,664</u>                | <u>\$ 245,993,943</u> |

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|                                   | Capital Assets                  |                |                     |               |                |                |
|-----------------------------------|---------------------------------|----------------|---------------------|---------------|----------------|----------------|
|                                   | Net of Accumulated Depreciation |                |                     |               |                |                |
|                                   | Governmental Activities         |                | Business Activities |               | Total          |                |
|                                   | 2010                            | 2011           | 2010                | 2011          | 2010           | 2011           |
| Non-depreciable assets:           |                                 |                |                     |               |                |                |
| Land                              | \$ 15,476,897                   | \$ 25,728,408  | \$ 930,538          | \$ 939,538    | \$ 16,407,435  | \$ 26,667,946  |
| Construction in progress          | 11,254,791                      | 17,712,856     | 2,968,943           | 1,123,645     | 14,223,734     | 18,836,501     |
| Total non-depreciable             | 26,731,688                      | 43,441,264     | 3,899,481           | 2,063,183     | 30,631,169     | 45,504,447     |
| Depreciable assets:               |                                 |                |                     |               |                |                |
| Buildings                         | 98,530,585                      | 94,826,400     | 11,720,350          | 11,690,636    | 110,250,935    | 106,517,036    |
| Machinery and equipment           | 16,223,990                      | 16,491,372     | 2,424,816           | 2,690,336     | 18,648,806     | 19,181,708     |
| Improvements other than buildings | 4,560,278                       | 8,143,677      | -                   | -             | 4,560,278      | 8,143,677      |
| Infrastructure                    | 278,143,299                     | 270,861,915    | 42,752,773          | 46,425,901    | 320,896,072    | 317,287,816    |
| Total depreciable assets          | 397,458,152                     | 390,323,364    | 56,897,939          | 60,806,873    | 454,356,091    | 451,130,237    |
| Less accumulated depreciation     | 194,942,450                     | 204,526,788    | 21,761,922          | 23,407,021    | 216,704,372    | 227,933,809    |
| Book value - depreciable assets   | \$ 202,515,702                  | \$ 185,796,576 | \$ 35,136,017       | \$ 37,399,852 | \$ 237,651,719 | \$ 223,196,428 |
| Book value - all capital assets   | \$ 229,247,390                  | \$ 229,237,840 | \$ 39,035,498       | \$ 39,463,035 | \$ 268,282,888 | \$ 268,700,875 |
| Percentage depreciated            | 49%                             | 52%            | 38%                 | 38%           | 48%            | 51%            |

See Note 3-D on pages 51-53 for additional information about the County's capital assets.

**FLOYD COUNTY, GEORGIA**  
*Management's Discussion and Analysis*  
For the Year Ended December 31, 2011

***Long-term debt***

At the end of the fiscal year, the County had total bonded debt outstanding of \$21,825,000. This total amount is supported by pledged revenues generated by general obligation bonds supported by special purpose local option sales tax (SPLOST) collections and by revenue bonds supported by water sales. The County's other long-term debt relates to certificates of participation, capital leases, notes payable and compensated absences.

|                               | <b>Outstanding Debt</b>        |                      |                                 |                     |                      |                      | <b>%<br/>Change</b> |
|-------------------------------|--------------------------------|----------------------|---------------------------------|---------------------|----------------------|----------------------|---------------------|
|                               | <b>Governmental Activities</b> |                      | <b>Business-type Activities</b> |                     | <b>Totals</b>        |                      |                     |
|                               | <b>2010</b>                    | <b>2011</b>          | <b>2010</b>                     | <b>2011</b>         | <b>2010</b>          | <b>2011</b>          |                     |
| Bonds                         | \$ 26,800,000                  | \$ 13,715,000        | \$ 9,220,000                    | \$ 8,110,000        | \$ 36,020,000        | \$ 21,825,000        | -39.4%              |
| Certificates of Participation | 2,777,000                      | 2,777,000            | -                               | -                   | 2,777,000            | 2,777,000            | 0.0%                |
| Capital leases                | 4,857,363                      | 4,661,481            | -                               | -                   | 4,857,363            | 4,661,481            | -4.0%               |
| Notes Payable                 | -                              | -                    | 1,085,431                       | 1,009,025           | 1,085,431            | 1,009,025            | -7.0%               |
| Compensated absences          | 2,887,756                      | 2,804,206            | 194,881                         | 192,117             | 3,082,637            | 2,996,323            | -2.8%               |
| <b>Total</b>                  | <b>\$ 37,322,119</b>           | <b>\$ 23,957,687</b> | <b>\$ 10,500,312</b>            | <b>\$ 9,311,142</b> | <b>\$ 47,822,431</b> | <b>\$ 33,268,829</b> | <b>-30.4%</b>       |

See Note 3-H on page 59 for additional information about the County's long-term debt.

***Bond Ratings***

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

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

**FLOYD COUNTY, GEORGIA**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2011*

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

The County projected another year with a decline in the tax digest for 2012. This decline was projected to be 2%. However, the preliminary digest totals projects a decline of approximately 1%. Also, during the first four months of 2012, local option sales tax collections are \$186,000, or 6.6%, more than the previous year and Special Purpose Local Option Sales Tax collections are \$332,000, or 6.6%, more than the previous year. The 2012 budget also projected an increase in the Intergovernmental and Charges for Services categories of 2.6% and 2.9% respectively. These increases are projecting additional funds from the state for road paving through LARP funding, boarding inmates, Clerk of Court and Magistrate Court fees. During the first four months of 2012 the county's General Fund has used \$700,000 less of its fund balance than in the prior year. These are positive indications of an improving local economy.

The County continues to have a hiring freeze in most departments, with some positions being eliminated; many employees are being furloughed, as well as operating budgets being reduced. The County has been able to cash flow its operations for many years without any short term borrowing. In 2012, budgeted cash flow will be difficult to achieve. However, at the present time cash flow projections shows the county's cash needs will be met without any short term borrowing. Each month the financial condition of the County is reviewed by management and the County Commission.

Floyd County adopted its 2012 budgets on January 24, 2012. The General Fund budget for 2012 reflects revenues and usage of unassigned fund balance of \$45,443,470 and expenditures and other financing uses of \$45,818,360. This budget reflects an increase from the 2011 budget of \$516,600 in revenues and unassigned fund balance and a decrease of \$940,905 in expenditures and other financing uses. This decrease is projected due to funding to the library, recreation, work release, 2006 SPLOST and capital projects being reduced in the 2012 budget.

**Contacting the County's Financial Management**

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

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

## **BASIC FINANCIAL STATEMENTS**

*The basic financial statements include the government-wide statement of net 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, 2011*

|   | Primary Government      |                          | Total                 |
|---|-------------------------|--------------------------|-----------------------|
|   | Governmental Activities | Business-Type Activities |                       |
| <b>ASSETS</b>                                   |                         |                          |                       |
| <b>Current Assets:</b>                          |                         |                          |                       |
| Cash  | \$ 39,214,975           | \$ 3,643,879             | \$ 42,858,854         |
| Investments                                     | 4,203,991               | -                        | 4,203,991             |
| Accounts receivable                             | 1,078,351               | 1,613,885                | 2,692,236             |
| Taxes receivable                                | 6,715,904               | -                        | 6,715,904             |
| Other receivable                                | 3,709                   | -                        | 3,709                 |
| Due from other governments                      | 781,049                 | 79,677                   | 860,726               |
| Due from component units                        | 35,917                  | -                        | 35,917                |
| Due from primary government                     | -                       | -                        | -                     |
| Internal balances                               | 14,383                  | (14,383)                 | -                     |
| Inventory                                       | 132,807                 | 339,212                  | 472,019               |
| Prepaid items                                   | 199,478                 | 19,205                   | 218,683               |
| Land held for resale                            | -                       | -                        | -                     |
| <b>Total Current Assets</b>                     | <b>52,380,564</b>       | <b>5,681,475</b>         | <b>58,062,039</b>     |
| <b>Noncurrent Assets:</b>                       |                         |                          |                       |
| <b>Restricted Assets:</b>                       |                         |                          |                       |
| Cash  | 3,584,927               | 4,995,619                | 8,580,546             |
| Investments                                     | 1,872,648               | 23,942                   | 1,896,590             |
| <b>Capital Assets:</b>                          |                         |                          |                       |
| Nondepreciable capital assets                   | 43,441,264              | 2,063,183                | 45,504,447            |
| Depreciable capital assets, net                 | 185,796,576             | 37,399,852               | 223,196,428           |
| <b>Deferred Charges</b>                         | <b>97,426</b>           | <b>203,601</b>           | <b>301,027</b>        |
| <b>Market Value of Derivative</b>               | <b>942,103</b>          | <b>-</b>                 | <b>942,103</b>        |
| <b>Total Noncurrent Assets</b>                  | <b>235,734,944</b>      | <b>44,686,197</b>        | <b>280,421,141</b>    |
| <b>TOTAL ASSETS</b>                             | <b>288,115,508</b>      | <b>50,367,672</b>        | <b>338,483,180</b>    |
| <b>LIABILITIES</b>                              |                         |                          |                       |
| <b>Current Liabilities:</b>                     |                         |                          |                       |
| Accounts payable                                | 4,317,025               | 468,582                  | 4,785,607             |
| Retainage payable                               | 303,487                 | -                        | 303,487               |
| Accrued salaries and payroll taxes              | 383,289                 | 27,532                   | 410,821               |
| Payroll withholdings payable                    | 49,844                  | 4,733                    | 54,577                |
| Other accrued liabilities                       | -                       | -                        | -                     |
| Unearned revenue                                | 942,103                 | 33,306                   | 975,409               |
| Due to other governments                        | 556,034                 | 1,223,478                | 1,779,512             |
| Due to primary government                       | -                       | -                        | -                     |
| Due to component unit                           | 13,903                  | -                        | 13,903                |
| Claims payable                                  | 1,018,297               | -                        | 1,018,297             |
| Compensated absences payable, current portion   | 1,217,663               | 86,595                   | 1,304,258             |
| Notes payable, current portion                  | -                       | 79,676                   | 79,676                |
| Bonds payable, current portion                  | 6,660,000               | 1,135,000                | 7,795,000             |
| Capital leases payable, current portion         | 199,769                 | -                        | 199,769               |
| <b>Total Current Liabilities</b>                | <b>15,661,414</b>       | <b>3,058,902</b>         | <b>18,720,316</b>     |
| <b>Noncurrent Liabilities:</b>                  |                         |                          |                       |
| Accrued interest payable                        | 250,936                 | 56,537                   | 307,473               |
| Customer deposits                               | -                       | 808,207                  | 808,207               |
| Net OPEB obligation                             | 1,454,652               | -                        | 1,454,652             |
| Net pension obligation                          | 219,310                 | -                        | 219,310               |
| Compensated absences payable                    | 1,586,543               | 105,522                  | 1,692,065             |
| Notes payable                                   | -                       | 929,349                  | 929,349               |
| Bonds payable                                   | 7,603,821               | 6,848,379                | 14,452,200            |
| Capital leases payable                          | 4,461,712               | -                        | 4,461,712             |
| Certificates of participation                   | 2,777,000               | -                        | 2,777,000             |
| <b>Total Noncurrent Liabilities</b>             | <b>18,353,974</b>       | <b>8,747,994</b>         | <b>27,101,968</b>     |
| <b>TOTAL LIABILITIES</b>                        | <b>34,015,388</b>       | <b>11,806,896</b>        | <b>45,822,284</b>     |
| <b>NET ASSETS</b>                               |                         |                          |                       |
| Invested in capital assets, net of related debt | 214,821,279             | 31,172,664               | 245,993,943           |
| Restricted for:                                 |                         |                          |                       |
| Capital projects                                | 25,270,631              | 3,008,333                | 28,278,964            |
| Debt service                                    | 4,266,291               | 1,176,180                | 5,442,471             |
| Program activities                              | 2,015,650               | -                        | 2,015,650             |
| Unrestricted                                    | 7,726,269               | 3,203,599                | 10,929,868            |
| <b>TOTAL NET ASSETS</b>                         | <b>\$ 254,100,120</b>   | <b>\$ 38,560,776</b>     | <b>\$ 292,660,896</b> |

See accompanying notes to the basic financial statements.

| Component Units |   |  |  |  |
|-----------------|---|--|--|--|
|                 | Floyd<br>County<br>Health<br>Department | Development<br>Authority<br>of Floyd<br>County | Richard B.<br>Russell<br>Regional<br>Airport | Rome-Floyd<br>Parks and<br>Recreation<br>Authority |
| \$              | 2,090,450                               | \$ 336,616                                     | \$ 613,281                                   | \$ 471,184   |
|                 | -                                       | -  | -  | -  |
|                 | 220,565                                 | 470  | 25,352                                       | 33,049   |
|                 | -                                       | -  | -  | -  |
|                 | -                                       | -  | -  | -  |
|                 | 1,757,248                               | -  | 18   | -  |
|                 | -                                       | -  | -  | -  |
|                 | -                                       | -  | -  | 13,903   |
|                 | -                                       | -  | -  | -  |
|                 | 47,811                                  | -  | 84,630                                       | 4,158  |
|                 | 25,790                                  | -  | 6,519  | 31,365   |
|                 | -                                       | 1,553,687                                      | -  | -  |
|                 | 4,141,864                               | 1,890,773                                      | 729,800                                      | 553,659  |
|                 | -                                       | -  | -  | -  |
|                 | -                                       | 3,753,470                                      | 956,556                                      | -  |
|                 | 220,749                                 | -  | 7,780,887                                    | 78,627   |
|                 | -                                       | 88,620   | -  | -  |
|                 | -                                       | -  | -  | -  |
|                 | 220,749                                 | 3,842,090                                      | 8,737,443                                    | 78,627   |
|                 | 4,362,613                               | 5,732,863                                      | 9,467,243                                    | 632,286  |
|                 | 292,280                                 | -  | 26,274                                       | 53,788   |
|                 | -                                       | -  | -  | -  |
|                 | -                                       | -  | 3,064  | 35,130   |
|                 | -                                       | -  | 383  | 2,193  |
|                 | 533,605                                 | -  | -  | -  |
|                 | -                                       | -  | 12,442                                       | 29,156   |
|                 | 712,804                                 | 121,856  | -  | 261  |
|                 | -                                       | 34,128   | 859  | 930  |
|                 | -                                       | -  | -  | -  |
|                 | -                                       | -  | -  | -  |
|                 | 49,156                                  | -  | 5,465  | 49,513   |
|                 | -                                       | -  | -  | -  |
|                 | -                                       | 172,500  | -  | -  |
|                 | -                                       | -  | -  | -  |
|                 | 1,587,845                               | 328,484  | 48,487                                       | 170,971  |
|                 | -                                       | -  | -  | -  |
|                 | -                                       | -  | -  | -  |
|                 | -                                       | -  | -  | -  |
|                 | -                                       | -  | -  | -  |
|                 | 442,404                                 | -  | 26,794                                       | 91,336   |
|                 | -                                       | -  | -  | -  |
|                 | -                                       | 3,661,032                                      | -  | -  |
|                 | -                                       | -  | -  | -  |
|                 | -                                       | -  | -  | -  |
|                 | 442,404                                 | 3,661,032                                      | 26,794                                       | 91,336   |
|                 | 2,030,249                               | 3,989,516                                      | 75,281                                       | 262,307  |
|                 | 220,749                                 | 3,753,470                                      | 8,737,443                                    | 78,627   |
|                 | -                                       | -  | -  | -  |
|                 | -                                       | -  | -  | -  |
|                 | 2,052                                   | -  | -  | -  |
|                 | 2,109,563                               | (2,010,123)                                    | 654,519                                      | 291,352  |
| \$              | 2,332,364                               | \$ 1,743,347                                   | \$ 9,391,962                                 | \$ 369,979   |

See accompanying notes to the basic financial statements.

**FLOYD COUNTY, GEORGIA**  
*Statement of Activities*  
For the Year Ended December 31, 2011

|                                       | Expenses             | Program Revenues     |                                    |                                  |
|---------------------------------------|----------------------|----------------------|------------------------------------|----------------------------------|
|                                       |                      | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| <b>PRIMARY GOVERNMENT:</b>            |                      |                      |                                    |                                  |
| <b>Governmental Activities:</b>       |                      |                      |                                    |                                  |
| General government                    | \$ 7,339,228         | \$ 1,601,384         | \$ 31,165                          | \$ 64,288                        |
| Judicial                              | 5,911,656            | 2,179,364            | 2,663,224                          | 99,950                           |
| Public safety                         | 31,429,776           | 3,983,379            | 166,552                            | 459,571                          |
| Public works                          | 15,198,489           | 130,181              | 306,994                            | 2,114,132                        |
| Health and welfare                    | 1,944,332            | -                    | 296,951                            | 24,597                           |
| Culture and recreation                | 7,392,537            | -                    | 524,000                            | 29,502                           |
| Housing and development               | 4,869,790            | -                    | 129,200                            | 470,930                          |
| Interest on long-term debt            | 633,104              | -                    | -                                  | -                                |
| <b>Total Governmental Activities</b>  | <b>74,718,912</b>    | <b>7,894,308</b>     | <b>4,118,086</b>                   | <b>3,262,970</b>                 |
| <b>Business-Type Activities:</b>      |                      |                      |                                    |                                  |
| Water                                 | 6,166,178            | 6,910,420            | 114,423                            | 133,466                          |
| Forum                                 | 910,977              | 289,097              | 71,848                             | 210,175                          |
| Recycling                             | 632,436              | 862,254              | -                                  | 55,560                           |
| <b>Total Business-Type Activities</b> | <b>7,709,591</b>     | <b>8,061,771</b>     | <b>186,271</b>                     | <b>399,201</b>                   |
| <b>Total - Primary Government</b>     | <b>\$ 82,428,503</b> | <b>\$ 15,956,079</b> | <b>\$ 4,304,357</b>                | <b>\$ 3,662,171</b>              |
| <b>Component Units:</b>               |                      |                      |                                    |                                  |
| Floyd County Health Department        | \$ 14,476,760        | \$ 911,636           | \$ 12,582,036                      | \$ -                             |
| Development Authority of Floyd County | 2,303,785            | 33,819               | 718,175                            | -                                |
| Richard B. Russell Regional Airport   | 2,029,419            | 1,137,859            | -                                  | 1,730,513                        |
| Rome-Floyd Parks & Rec Authority      | 4,147,422            | 1,466,680            | 2,400,000                          | 27,939                           |
| <b>Total - Component Units</b>        | <b>\$ 22,957,386</b> | <b>\$ 3,549,994</b>  | <b>\$ 15,700,211</b>               | <b>\$ 1,758,452</b>              |

**GENERAL REVENUES:**

Taxes:

- Property
- Sales
- Insurance premium
- Franchise
- Beverage
- Intangible
- Hotel/Motel

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                |                                       |                                     |   |
| Governmental Activities                         | Business-Type Activities | Total          | Floyd County Health Department | Development Authority of Floyd County | Richard B. Russell Regional Airport | Rome-Floyd Parks and Recreation Authority |
| \$ (5,642,391)                                  | \$ -                     | \$ (5,642,391) | \$ -                           | \$ -                                  | \$ -                                | \$ -                                      |
| (969,118)                                       | -                        | (969,118)      | -                              | -                                     | -                                   | -   |
| (26,820,274)                                    | -                        | (26,820,274)   | -                              | -                                     | -                                   | -   |
| (12,647,182)                                    | -                        | (12,647,182)   | -                              | -                                     | -                                   | -   |
| (1,622,784)                                     | -                        | (1,622,784)    | -                              | -                                     | -                                   | -   |
| (6,839,035)                                     | -                        | (6,839,035)    | -                              | -                                     | -                                   | -   |
| (4,269,660)                                     | -                        | (4,269,660)    | -                              | -                                     | -                                   | -   |
| (633,104)                                       | -                        | (633,104)      | -                              | -                                     | -                                   | -   |
| (59,443,548)                                    | -                        | (59,443,548)   | -                              | -                                     | -                                   | -   |
| -   | 992,131                  | 992,131        | -                              | -                                     | -                                   | -   |
| -   | (339,857)                | (339,857)      | -                              | -                                     | -                                   | -   |
| -   | 285,378                  | 285,378        | -                              | -                                     | -                                   | -   |
| -   | 937,652                  | 937,652        | -                              | -                                     | -                                   | -   |
| (59,443,548)                                    | 937,652                  | (58,505,896)   | -                              | -                                     | -                                   | -   |
| -   | -                        | -              | (983,088)                      | -                                     | -                                   | -   |
| -   | -                        | -              | -                              | (1,551,791)                           | -                                   | -   |
| -   | -                        | -              | -                              | -                                     | 838,953                             | -   |
| -   | -                        | -              | -                              | -                                     | -                                   | (252,803)                                 |
| -   | -                        | -              | (983,088)                      | (1,551,791)                           | 838,953                             | (252,803)                                 |
| 29,574,307                                      | -                        | 29,574,307     | -                              | -                                     | -                                   | -   |
| 23,151,931                                      | -                        | 23,151,931     | -                              | -                                     | -                                   | -   |
| 2,459,991                                       | -                        | 2,459,991      | -                              | -                                     | -                                   | -   |
| 652,211   | -                        | 652,211        | -                              | -                                     | -                                   | -   |
| 387,457   | -                        | 387,457        | -                              | -                                     | -                                   | -   |
| 194,586   | -                        | 194,586        | -                              | -                                     | -                                   | -   |
| 80,111  | -                        | 80,111         | -                              | -                                     | -                                   | -   |
| 69,162  | 23,639                   | 92,801         | 1,939                          | 418                                   | 896                                 | 1,431                                     |
| 1,089,008                                       | -                        | 1,089,008      | 1,362,407                      | 1,459                                 | -                                   | 17,836                                    |
| 57,658,764                                      | 23,639                   | 57,682,403     | 1,364,346                      | 1,877                                 | 896                                 | 19,267                                    |
| (514,550)                                       | 514,550                  | -              | -                              | -                                     | -                                   | -   |
| 57,144,214                                      | 538,189                  | 57,682,403     | 1,364,346                      | 1,877                                 | 896                                 | 19,267                                    |
| (2,299,334)                                     | 1,475,841                | (823,493)      | 381,258                        | (1,549,914)                           | 839,849                             | (233,536)                                 |
| 256,399,454                                     | 37,084,935               | 293,484,389    | 1,951,106                      | 3,293,261                             | 8,552,113                           | 603,515                                   |
| \$ 254,100,120                                  | \$ 38,560,776            | \$ 292,660,896 | \$ 2,332,364                   | \$ 1,743,347                          | \$ 9,391,962                        | \$ 369,979                                |

See accompanying notes to the basic financial statements.

**FLOYD COUNTY, GEORGIA**

*Balance Sheet*

*Governmental Funds*

*December 31, 2011*

|   | <b>General<br/>Fund</b> | <b>Fire<br/>Fund</b> | <b>2006 SPLOST<br/>Fund</b> | <b>2009 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  | \$ 11,968,713           | \$ 1,876,838         | \$ 815,372                  | \$ 17,564,401               | \$ 18,645                                    | \$ 5,087,600                            | \$ 37,331,569                           |
| Investments   | -                       | -                    | 4,203,991                   | -                           | -  | -                                       | 4,203,991                               |
| Receivables (net of allowance<br>for uncollectibles): |                         |                      |                             |                             |  |   |   |
| Taxes   | 4,672,281               | 388,390              | -                           | 1,481,833                   | -  | 173,400                                 | 6,715,904                               |
| Accounts  | 833,499                 | -                    | -                           | -                           | -  | 244,852                                 | 1,078,351                               |
| Due from component units                              | 1,789                   | -                    | -                           | 34,128                      | -  | -                                       | 35,917                                  |
| Due from other funds                                  | 738,885                 | -                    | -                           | -                           | -  | 71,061                                  | 809,946                                 |
| Due from other governments                            | 84,127                  | -                    | 181,867                     | -                           | 337,306                                      | 177,749                                 | 781,049                                 |
| Inventory, at cost                                    | 132,807                 | -                    | -                           | -                           | -  | -                                       | 132,807                                 |
| Prepaid items   | 188,457                 | -                    | -                           | -                           | -  | 11,021                                  | 199,478                                 |
| Restricted cash                                       | -                       | -                    | -                           | 3,584,927                   | -  | -                                       | 3,584,927                               |
| Restricted investments                                | -                       | -                    | -                           | -                           | 1,872,648                                    | -                                       | 1,872,648                               |
| <b>TOTAL ASSETS</b>                                   | <b>\$ 18,620,558</b>    | <b>\$ 2,265,228</b>  | <b>\$ 5,201,230</b>         | <b>\$ 22,665,289</b>        | <b>\$ 2,228,599</b>                          | <b>\$ 5,765,683</b>                     | <b>\$ 56,746,587</b>                    |
| <b>LIABILITIES AND FUND BALANCES</b>                  |                         |                      |                             |                             |  |   |   |
| <b>LIABILITIES</b>                                    |                         |                      |                             |                             |  |   |   |
| Accounts payable                                      | \$ 2,824,041            | \$ -                 | \$ 615,283                  | \$ 147,649                  | \$ 289,128                                   | \$ 428,615                              | \$ 4,304,716                            |
| Retainage payable                                     | -                       | -                    | 52,295                      | 207,861                     | 43,331                                       | -                                       | 303,487                                 |
| Accrued salaries and payroll taxes                    | 342,580                 | -                    | -                           | -                           | -  | 40,709                                  | 383,289                                 |
| Payroll withholdings payable                          | 45,000                  | -                    | -                           | -                           | -  | 4,132                                   | 49,132                                  |
| Due to other governments                              | -                       | -                    | 48,794                      | 473,401                     | -  | 33,839                                  | 556,034                                 |
| Due to other funds                                    | 4,448                   | -                    | -                           | 10,991                      | 615,704                                      | 163,969                                 | 795,112                                 |
| Due to component units                                | 7,257                   | -                    | -                           | 6,646                       | -  | -                                       | 13,903                                  |
| Deferred revenues                                     | 2,176,774               | 210,283              | -                           | -                           | -  | 83,610                                  | 2,470,667                               |
| <b>TOTAL LIABILITIES</b>                              | <b>5,400,100</b>        | <b>210,283</b>       | <b>716,372</b>              | <b>846,548</b>              | <b>948,163</b>                               | <b>754,874</b>                          | <b>8,876,340</b>                        |
| <b>FUND BALANCES</b>                                  |                         |                      |                             |                             |  |   |   |
| Nonspendable:   |                         |                      |                             |                             |  |   |   |
| Prepaid items   | 188,457                 | -                    | -                           | -                           | -  | 11,021                                  | 199,478                                 |
| Inventory   | 132,807                 | -                    | -                           | -                           | -  | -                                       | 132,807                                 |
| Restricted:   |                         |                      |                             |                             |  |   |   |
| Metro task force                                      | 177,416                 | -                    | -                           | -                           | -  | -                                       | 177,416                                 |
| Supplemental juvenile services                        | 21,690                  | -                    | -                           | -                           | -  | -                                       | 21,690                                  |
| Probation drug funds                                  | 316,801                 | -                    | -                           | -                           | -  | -                                       | 316,801                                 |
| Jail surcharge funds                                  | 270,530                 | -                    | -                           | -                           | -  | -                                       | 270,530                                 |
| Equitable sharing                                     | 9,089                   | -                    | -                           | -                           | -  | -                                       | 9,089                                   |
| Debt service  | -                       | -                    | -                           | 3,584,927                   | -  | 681,364                                 | 4,266,291                               |
| Public safety activities                              | -                       | -                    | -                           | -                           | -  | 1,003,311                               | 1,003,311                               |
| Law library operations                                | -                       | -                    | -                           | -                           | -  | 216,748                                 | 216,748                                 |
| Health and welfare activities                         | -                       | -                    | -                           | -                           | -  | 65                                      | 65                                      |
| Capital construction                                  | -                       | -                    | 4,484,858                   | 18,233,814                  | 1,280,436                                    | 1,271,523                               | 25,270,631                              |
| Committed:  |                         |                      |                             |                             |  |   |   |
| Public safety activities                              | -                       | 2,054,945            | -                           | -                           | -  | 21,132                                  | 2,076,077                               |
| Public works  | -                       | -                    | -                           | -                           | -  | 1,405,144                               | 1,405,144                               |
| Culture and recreation                                | -                       | -                    | -                           | -                           | -  | 400,501                                 | 400,501                                 |
| Unassigned  | 12,103,668              | -                    | -                           | -                           | -  | -                                       | 12,103,668                              |
| <b>TOTAL FUND BALANCES</b>                            | <b>13,220,458</b>       | <b>2,054,945</b>     | <b>4,484,858</b>            | <b>21,818,741</b>           | <b>1,280,436</b>                             | <b>5,010,809</b>                        | <b>47,870,247</b>                       |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCES</b>        | <b>\$ 18,620,558</b>    | <b>\$ 2,265,228</b>  | <b>\$ 5,201,230</b>         | <b>\$ 22,665,289</b>        | <b>\$ 2,228,599</b>                          | <b>\$ 5,765,683</b>                     | <b>\$ 56,746,587</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, 2011*

|   |                      |                           |
|---|----------------------|---------------------------|
| <b>TOTAL GOVERNMENTAL FUND BALANCES</b>   | \$                   | 47,870,247                |
| 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  | \$ 433,764,628       |                           |
| Less accumulated depreciation   | <u>(204,526,788)</u> | 229,237,840               |
| Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.  |                      |                           |
| Property taxes  |                      | 2,470,667                 |
| Internal service funds are used by management to charge the costs of workers' compensation and health insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets. |                      |                           |
|   |                      | 855,346                   |
| Net OPEB obligations are not due and payable in current period and therefore not reported in the funds.   |                      |                           |
|   |                      | (1,454,652)               |
| Net pension obligations are not due and payable in current period and therefore not reported in the funds.  |                      |                           |
|   |                      | (219,310)                 |
| Liabilities, including bonds, are not due and payable in the current period and therefore are not reported in the funds.  |                      |                           |
| Accrued interest  | (250,936)            |                           |
| Bonds premium, net of amortization  | (548,821)            |                           |
| Bond issuance costs, net of amortization  | 97,426               |                           |
| Bonds payable   | (13,715,000)         |                           |
| Capital leases payable  | (4,661,481)          |                           |
| Certificate of participation  | (2,370,341)          |                           |
| Fair market interest rate hedge - certificates of participation   | (406,659)            |                           |
| Compensated absences  | <u>(2,804,206)</u>   | <u>(24,660,018)</u>       |
| <b>NET ASSETS OF GOVERNMENTAL ACTIVITIES</b>  | <b>\$</b>            | <b><u>254,100,120</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, 2011*

|  | <b>General<br/>Fund</b> | <b>Fire<br/>Fund</b> | <b>2006 SPLOST<br/>Fund</b> | <b>2009 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>REVENUES</b>  |                         |                      |                             |                             |  |   |   |
| Taxes  | \$ 35,062,234           | \$ 5,345,720         | \$ -                        | \$ 14,796,128               | \$ -   | \$ 1,240,569                            | \$ 56,444,651                           |
| Licenses and permits   | 198,645                 | -                    | -                           | -                           | -  | -                                       | 198,645                                 |
| Intergovernmental  | 3,649,460               | -                    | -                           | 17,195                      | 917,494                                      | 1,333,875                               | 5,918,024                               |
| Charges for services   | 4,085,547               | -                    | -                           | -                           | -  | 2,430,240                               | 6,515,787                               |
| Fines and forfeitures  | 1,174,109               | -                    | -                           | -                           | -  | 5,767                                   | 1,179,876                               |
| Interest earned  | 29,122                  | 1,441                | 12,539                      | 51,749                      | 26,950                                       | 11,649                                  | 133,450                                 |
| Miscellaneous  | 748,132                 | -                    | -                           | 68,312                      | 22,348                                       | 128,075                                 | 966,867                                 |
| <b>TOTAL REVENUES</b>  | <b>44,947,249</b>       | <b>5,347,161</b>     | <b>12,539</b>               | <b>14,933,384</b>           | <b>966,792</b>                               | <b>5,150,175</b>                        | <b>71,357,300</b>                       |
| <b>EXPENDITURES</b>  |                         |                      |                             |                             |  |   |   |
| <b>Current:</b>  |                         |                      |                             |                             |  |   |   |
| General government   | 7,092,140               | -                    | -                           | -                           | -  | 345,932                                 | 7,438,072                               |
| Judicial   | 5,804,900               | -                    | -                           | -                           | -  | -                                       | 5,804,900                               |
| Public safety  | 18,838,834              | 5,480,000            | -                           | -                           | -  | 3,866,702                               | 28,185,536                              |
| Public works   | 5,056,523               | -                    | -                           | -                           | -  | 816,419                                 | 5,872,942                               |
| Health and welfare   | 1,118,210               | -                    | -                           | -                           | -  | 321,548                                 | 1,439,758                               |
| Culture and recreation   | 4,028,550               | -                    | -                           | -                           | -  | -                                       | 4,028,550                               |
| Housing and development  | 519,790                 | -                    | -                           | -                           | -  | 199,981                                 | 719,771                                 |
| <b>Capital outlay</b>  | <b>-</b>                | <b>-</b>             | <b>4,516,478</b>            | <b>4,529,229</b>            | <b>2,303,950</b>                             | <b>53,898</b>                           | <b>11,403,555</b>                       |
| <b>Debt service:</b>   |                         |                      |                             |                             |  |   |   |
| Principal  | -                       | -                    | 6,800,000                   | 6,285,000                   | -  | 312,117                                 | 13,397,117                              |
| Interest   | -                       | -                    | 154,000                     | 807,625                     | -  | 456,973                                 | 1,418,598                               |
| <b>Intergovernmental</b>   | <b>-</b>                | <b>-</b>             | <b>3,101,767</b>            | <b>5,480,377</b>            | <b>-</b>                                     | <b>-</b>                                | <b>8,582,144</b>                        |
| <b>TOTAL EXPENDITURES</b>  | <b>42,458,947</b>       | <b>5,480,000</b>     | <b>14,572,245</b>           | <b>17,102,231</b>           | <b>2,303,950</b>                             | <b>6,373,570</b>                        | <b>88,290,943</b>                       |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | <b>2,488,302</b>        | <b>(132,839)</b>     | <b>(14,559,706)</b>         | <b>(2,168,847)</b>          | <b>(1,337,158)</b>                           | <b>(1,223,395)</b>                      | <b>(16,933,643)</b>                     |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |                         |                      |                             |                             |  |   |   |
| Transfers in   | 557,565                 | -                    | 300,000                     | -                           | 1,565,427                                    | 1,474,635                               | 3,897,627                               |
| Transfers out  | (3,783,945)             | (225,000)            | -                           | -                           | (55,620)                                     | (701,493)                               | (4,766,058)                             |
| Sale of capital assets   | 52,379                  | -                    | -                           | -                           | -  | -                                       | 52,379                                  |
| <b>TOTAL OTHER FINANCING<br/>SOURCES (USES)</b>                      | <b>(3,174,001)</b>      | <b>(225,000)</b>     | <b>300,000</b>              | <b>-</b>                    | <b>1,509,807</b>                             | <b>773,142</b>                          | <b>(816,052)</b>                        |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | <b>(685,699)</b>        | <b>(357,839)</b>     | <b>(14,259,706)</b>         | <b>(2,168,847)</b>          | <b>172,649</b>                               | <b>(450,253)</b>                        | <b>(17,749,695)</b>                     |
| <b>FUND BALANCES -<br/>BEGINNING OF YEAR</b>                         | <b>13,906,157</b>       | <b>2,412,784</b>     | <b>18,744,564</b>           | <b>23,987,588</b>           | <b>1,107,787</b>                             | <b>5,461,062</b>                        | <b>65,619,942</b>                       |
| <b>FUND BALANCES -<br/>END OF YEAR</b>                               | <b>\$ 13,220,458</b>    | <b>\$ 2,054,945</b>  | <b>\$ 4,484,858</b>         | <b>\$ 21,818,741</b>        | <b>\$ 1,280,436</b>                          | <b>\$ 5,010,809</b>                     | <b>\$ 47,870,247</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, 2011*

|  |                   |                              |
|--|-------------------|------------------------------|
| <b>NET CHANGES IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS</b>   |                   | \$ (17,749,695)              |
| <p>Amounts reported for governmental activities in the Statement of Activities are different because:</p> <p>Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense current period.</p> |                   |                              |
| Depreciation expense   | \$ (10,580,366)   |                              |
| Capital outlay   | <u>10,784,552</u> | 204,186                      |
| The book value of the capital assets disposed of during the year are reported as a cost on the government-wide statement of activities.  |                   | (1,850,856)                  |
| <p>Governmental funds do not report the acquisition of capital assets acquired through donations or capital contributions. However, in the statement of activities, the costs of those assets are reported at fair market value at the time of donation.</p>   |                   |                              |
| Capital contributions  |                   | 1,637,120                    |
| <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/Sales taxes   |                   | 55,943                       |
| <p>The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>                  |                   |                              |
| Principal retirement   | 13,280,882        |                              |
| Amortization of bond premium   | 684,261           |                              |
| Amortization of bond issuance costs  | <u>(132,829)</u>  | 13,832,314                   |
| The current year's increase to the net pension obligation increases net expenses on the government-wide statements.  |                   | (123,715)                    |
| The current year's increase to the net OPEB obligation increases net expenses of functions on the government-wide statements   |                   | (266,884)                    |
| <p>Some expenses reported in the Statement of Activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</p>  |                   |                              |
| Change in compensated absences   | 83,550            |                              |
| Change in accrued interest   | <u>234,062</u>    | 317,612                      |
| <p>Elimination of transfers between governmental funds:</p>  |                   |                              |
| Transfers in   | (3,897,627)       |                              |
| Transfers out  | <u>3,897,627</u>  | -                            |
| The internal service funds are used by management to charge the costs of workers' compensation and health insurance to individual funds.   |                   | <u>1,644,641</u>             |
| <b>CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES</b>   |                   | <u><u>\$ (2,299,334)</u></u> |

See accompanying notes to the basic financial statements.

**FLOYD COUNTY, GEORGIA**

*General Fund*

*Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Budget and Actual (GAAP Basis)  
For the Year Ended December 31, 2011*

|                                     | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>     | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|-------------------------------------|----------------------------|-------------------------|-------------------|---|
| <b>REVENUES</b>                     |                            |                         |                   |   |
| Taxes                               | \$ 34,952,500              | \$ 35,050,000           | \$ 35,062,234     | \$ 12,234                                   |
| Licenses and permits                | 184,000                    | 201,000                 | 198,645           | (2,355)                                     |
| Intergovernmental                   | 3,304,500                  | 3,638,570               | 3,649,460         | 10,890                                      |
| Charges for services                | 3,957,900                  | 4,049,000               | 4,085,547         | 36,547                                      |
| Fines and forfeitures               | 1,059,000                  | 1,179,000               | 1,174,109         | (4,891)                                     |
| Interest earned                     | 35,700                     | 22,700                  | 29,122            | 6,422                                       |
| Miscellaneous                       | 589,000                    | 774,430                 | 748,132           | (26,298)                                    |
| <b>TOTAL REVENUES</b>               | <b>44,082,600</b>          | <b>44,914,700</b>       | <b>44,947,249</b> | <b>32,549</b>                               |
| <b>EXPENDITURES</b>                 |                            |                         |                   |   |
| <b>Current:</b>                     |                            |                         |                   |   |
| General government:                 |                            |                         |                   |   |
| Board of commissioners              | 127,740                    | 128,100                 | 127,614           | 486   |
| County manager                      | 399,570                    | 402,195                 | 397,570           | 4,625                                       |
| County clerk                        | 156,285                    | 156,955                 | 150,514           | 6,441                                       |
| Finance department                  | 616,930                    | 619,650                 | 617,739           | 1,911                                       |
| Purchasing department               | 126,935                    | 127,525                 | 126,302           | 1,223                                       |
| Data processing                     | 351,810                    | 354,390                 | 349,988           | 4,402                                       |
| Human resources                     | 482,190                    | 484,140                 | 483,312           | 828   |
| Tax commissioner                    | 853,720                    | 857,380                 | 832,840           | 24,540                                      |
| Tax appraisers                      | 1,024,810                  | 1,029,285               | 1,026,297         | 2,988                                       |
| Tax assessors                       | 42,070                     | 42,070                  | 40,738            | 1,332                                       |
| Facilities management               | 1,124,050                  | 1,117,880               | 1,034,571         | 83,309                                      |
| Engineering                         | 237,620                    | 238,910                 | 231,204           | 7,706                                       |
| Board of registrars                 | 163,520                    | 163,520                 | 158,456           | 5,064                                       |
| Registrars and elections            | 47,840                     | 47,840                  | 43,373            | 4,467                                       |
| General services                    | 1,503,080                  | 1,545,750               | 1,471,622         | 74,128                                      |
| Total general government            | <u>7,258,170</u>           | <u>7,315,590</u>        | <u>7,092,140</u>  | <u>223,450</u>                              |
| Judicial:                           |                            |                         |                   |   |
| Superior court                      | 34,620                     | 33,060                  | 28,422            | 4,638                                       |
| Superior court - Office of receiver | 338,765                    | 339,585                 | 335,429           | 4,156                                       |
| Superior court - Judge Niedrach     | 30,425                     | 30,565                  | 27,082            | 3,483                                       |
| Superior court - Judge Durham       | 63,940                     | 64,330                  | 64,122            | 208   |
| Superior court - Judge Matthews     | 76,525                     | 77,045                  | 76,021            | 1,024                                       |
| Superior court - Judge Colston      | 67,620                     | 67,930                  | 66,027            | 1,903                                       |
| Superior court - Administrator      | 118,220                    | 120,955                 | 120,718           | 237   |
| Matrix program                      | 119,700                    | 119,700                 | 117,577           | 2,123                                       |
| Court reporter - Judge Niedrach     | 94,070                     | 94,840                  | 94,787            | 53  |
| Court reporter - Judge Durham       | 112,650                    | 113,235                 | 94,923            | 18,312                                      |
| Court reporter - Judge Matthews     | 109,910                    | 110,430                 | 105,145           | 5,285                                       |
| Court reporter - Judge Colston      | 92,110                     | 92,520                  | 90,602            | 1,918                                       |
| Clerk of superior court             | 783,850                    | 828,450                 | 818,862           | 9,588                                       |
| District attorney                   | 998,355                    | 1,007,155               | 1,006,647         | 508   |
| Victim witness program              | 186,840                    | 151,580                 | 142,691           | 8,889                                       |
| Public defender                     | 572,210                    | 580,435                 | 578,124           | 2,311                                       |
| Magistrate court                    | 560,275                    | 617,275                 | 615,817           | 1,458                                       |
| Probate court                       | 472,050                    | 473,970                 | 472,814           | 1,156                                       |
| Juvenile court                      | 970,980                    | 974,830                 | 949,090           | 25,740                                      |
| Total judicial                      | <u>5,803,115</u>           | <u>5,897,890</u>        | <u>5,804,900</u>  | <u>92,990</u>                               |

See accompanying notes to the basic financial statements.

**FLOYD COUNTY, GEORGIA**

*General Fund*

*Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Budget and Actual (GAAP Basis)*

*For the Year Ended December 31, 2011*

|   | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>        | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|---|----------------------------|-------------------------|----------------------|---|
| Public safety:                                  |                            |                         |                      |   |
| County police                                   | \$ 4,761,920               | \$ 4,892,700            | \$ 4,872,569         | \$ 20,131                                   |
| Sheriff's office                                | 1,233,630                  | 1,273,370               | 1,257,720            | 15,650                                      |
| Sheriff - county jail                           | 6,707,400                  | 6,885,980               | 6,883,550            | 2,430                                       |
| Medical department - prisoners                  | 2,705,000                  | 2,705,000               | 2,333,180            | 371,820                                     |
| County prison                                   | 3,480,600                  | 3,499,125               | 3,384,388            | 114,737                                     |
| Coroner   | 80,120                     | 83,395                  | 83,380               | 15  |
| Interagency                                     | 12,620                     | 24,050                  | 24,047               | 3   |
| Total public safety                             | <u>18,981,290</u>          | <u>19,363,620</u>       | <u>18,838,834</u>    | <u>524,786</u>                              |
| Public works:                                   |                            |                         |                      |   |
| Public roads                                    | 4,973,220                  | 5,323,730               | 5,056,523            | 267,207                                     |
| Total public works                              | <u>4,973,220</u>           | <u>5,323,730</u>        | <u>5,056,523</u>     | <u>267,207</u>                              |
| Health and welfare:                             |                            |                         |                      |   |
| Interagency - health                            | 648,000                    | 648,000                 | 648,000              | -   |
| Interagency - welfare                           | 453,650                    | 453,650                 | 453,250              | 400   |
| Transportation for seniors                      | 15,750                     | 17,400                  | 16,960               | 440   |
| Total health and welfare                        | <u>1,117,400</u>           | <u>1,119,050</u>        | <u>1,118,210</u>     | <u>840</u>                                  |
| Culture and recreation                          |                            |                         |                      |   |
| Library   | 1,628,550                  | 1,628,550               | 1,628,550            | -   |
| Recreation                                      | 2,376,000                  | 2,400,000               | 2,400,000            | -   |
| Total culture and recreation                    | <u>4,004,550</u>           | <u>4,028,550</u>        | <u>4,028,550</u>     | <u>-</u>                                    |
| Housing and development:                        |                            |                         |                      |   |
| Cooperative extension                           | 116,050                    | 121,100                 | 120,970              | 130   |
| Economic development                            | 193,950                    | 193,950                 | 189,006              | 4,944                                       |
| Interagency - NWGA regional commission          | 59,170                     | 59,170                  | 58,814               | 356   |
| Interagency - Planning commission               | 114,500                    | 114,500                 | 114,500              | -   |
| Interagency - Environmental office              | 36,500                     | 36,500                  | 36,500               | -   |
| Total housing and development                   | <u>520,170</u>             | <u>525,220</u>          | <u>519,790</u>       | <u>5,430</u>                                |
| <b>TOTAL EXPENDITURES</b>                       | <u>42,657,915</u>          | <u>43,573,650</u>       | <u>42,458,947</u>    | <u>1,114,703</u>                            |
| <b>EXCESS OF REVENUES OVER<br/>EXPENDITURES</b> | <u>1,424,685</u>           | <u>1,341,050</u>        | <u>2,488,302</u>     | <u>1,147,252</u>                            |
| <b>OTHER FINANCING SOURCES (USES)</b>           |                            |                         |                      |   |
| Transfers in                                    | 465,500                    | 558,600                 | 557,565              | (1,035)                                     |
| Transfers out                                   | (4,176,430)                | (3,790,260)             | (3,783,945)          | 6,315                                       |
| Sale of capital assets                          | 20,000                     | 43,000                  | 52,379               | 9,379                                       |
| <b>TOTAL OTHER FINANCING<br/>SOURCES (USES)</b> | <u>(3,690,930)</u>         | <u>(3,188,660)</u>      | <u>(3,174,001)</u>   | <u>14,659</u>                               |
| <b>NET CHANGE IN FUND BALANCES</b>              | <u>(2,266,245)</u>         | <u>(1,847,610)</u>      | <u>(685,699)</u>     | <u>1,161,911</u>                            |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>        | <u>13,906,157</u>          | <u>13,906,157</u>       | <u>13,906,157</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>              | <u>\$ 11,639,912</u>       | <u>\$ 12,058,547</u>    | <u>\$ 13,220,458</u> | <u>\$ 1,161,911</u>                         |

See accompanying notes to the basic financial statements.

**FLOYD COUNTY, GEORGIA**  
*Fire Special Revenue Fund*  
*Statement of Revenues, Expenditures, and*  
*Changes in Fund Balances - Budget and Actual (GAAP Basis)*  
*For the Year Ended December 31, 2011*

|   | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>       | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|---|----------------------------|-------------------------|---------------------|---|
| <b>REVENUES</b>                                 |                            |                         |                     |   |
| Taxes   | \$ 5,301,500               | \$ 5,345,000            | \$ 5,345,720        | \$ 720                                      |
| Interest earned                                 | 5,000                      | 5,000                   | 1,441               | (3,559)                                     |
| <b>TOTAL REVENUES</b>                           | <u>5,306,500</u>           | <u>5,350,000</u>        | <u>5,347,161</u>    | <u>(2,839)</u>                              |
| <b>EXPENDITURES</b>                             |                            |                         |                     |   |
| <b>Current:</b>                                 |                            |                         |                     |   |
| Public safety                                   | 5,480,000                  | 5,480,000               | 5,480,000           | -   |
| <b>TOTAL EXPENDITURES</b>                       | <u>5,480,000</u>           | <u>5,480,000</u>        | <u>5,480,000</u>    | <u>-</u>                                    |
| <b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b> | <u>(173,500)</u>           | <u>(130,000)</u>        | <u>(132,839)</u>    | <u>(2,839)</u>                              |
| <b>OTHER FINANCING USES</b>                     |                            |                         |                     |   |
| Transfers out                                   | (225,000)                  | (225,000)               | (225,000)           | -   |
| <b>TOTAL OTHER FINANCING USES</b>               | <u>(225,000)</u>           | <u>(225,000)</u>        | <u>(225,000)</u>    | <u>-</u>                                    |
| <b>NET CHANGE IN FUND BALANCES</b>              | (398,500)                  | (355,000)               | (357,839)           | (2,839)                                     |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>        | <u>2,412,784</u>           | <u>2,412,784</u>        | <u>2,412,784</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>              | <u>\$ 2,014,284</u>        | <u>\$ 2,057,784</u>     | <u>\$ 2,054,945</u> | <u>\$ (2,839)</u>                           |

See accompanying notes to the basic financial statements.

**FLOYD COUNTY, GEORGIA**

*Statement of Net Assets*

*Proprietary Funds*

*December 31, 2011*

|  | Enterprise Funds     |                     |  |                      | Internal Service Funds |
|--|----------------------|---------------------|--|----------------------|------------------------|
|  | Water System         | Forum Fund          | Other Enterprise Fund Recycling Center | Total                |                        |
| <b>ASSETS</b>  |                      |                     |  |                      |                        |
| <b>Current Assets:</b>                               |                      |                     |  |                      |                        |
| Cash   | \$ 2,687,442         | \$ 316,819          | \$ 639,618                             | \$ 3,643,879         | \$ 1,883,406           |
| Receivables (net of allowance for uncollectibles):   |                      |                     |  |                      |                        |
| Accounts   | 1,605,804            | 8,081               | -                                      | 1,613,885            | 3,709                  |
| Due from other governments                           | 34,115               | 2,755               | 42,807                                 | 79,677               | -                      |
| Inventory  | 334,281              | 4,931               | -                                      | 339,212              | -                      |
| Prepaid items  | 12,247               | 4,917               | 2,041                                  | 19,205               | -                      |
| <b>Total Current Assets</b>                          | <b>4,673,889</b>     | <b>337,503</b>      | <b>684,466</b>                         | <b>5,695,858</b>     | <b>1,887,115</b>       |
| <b>Noncurrent Assets:</b>                            |                      |                     |  |                      |                        |
| <b>Restricted assets:</b>                            |                      |                     |  |                      |                        |
| Customer deposits, cash and equivalents              | 778,511              | -                   | -                                      | 778,511              | -                      |
| Debt service accounts, cash and equivalents          | 1,208,775            | -                   | -                                      | 1,208,775            | -                      |
| Renewal and extension accounts, cash and equivalents | 3,008,333            | -                   | -                                      | 3,008,333            | -                      |
| Debt service accounts, investments                   | 23,942               | -                   | -                                      | 23,942               | -                      |
| <b>Capital assets:</b>                               |                      |                     |  |                      |                        |
| Nondepreciable capital assets                        | 1,607,683            | 447,762             | 7,738                                  | 2,063,183            | -                      |
| Depreciable capital assets, net                      | 31,580,731           | 5,474,818           | 344,303                                | 37,399,852           | -                      |
| <b>Deferred charges:</b>                             |                      |                     |  |                      |                        |
| Bond issuance costs                                  | 203,601              | -                   | -                                      | 203,601              | -                      |
| <b>Total Noncurrent Assets</b>                       | <b>38,411,576</b>    | <b>5,922,580</b>    | <b>352,041</b>                         | <b>44,686,197</b>    | <b>-</b>               |
| <b>TOTAL ASSETS</b>                                  | <b>43,085,465</b>    | <b>6,260,083</b>    | <b>1,036,507</b>                       | <b>50,382,055</b>    | <b>1,887,115</b>       |
| <b>LIABILITIES</b>                                   |                      |                     |  |                      |                        |
| <b>Current Liabilities:</b>                          |                      |                     |  |                      |                        |
| Accounts payable                                     | 372,968              | 72,868              | 22,746                                 | 468,582              | 12,309                 |
| Accrued salaries and payroll taxes                   | 20,122               | 2,776               | 4,634                                  | 27,532               | 712                    |
| Other accrued expenses                               | 3,506                | 469                 | 758                                    | 4,733                | -                      |
| Due to other governments                             | 1,223,478            | -                   | -                                      | 1,223,478            | -                      |
| Due to other funds                                   | 9,073                | 302                 | 5,008                                  | 14,383               | 451                    |
| Unearned revenue                                     | 33,306               | -                   | -                                      | 33,306               | -                      |
| Revenue bonds payable, current portion               | 1,135,000            | -                   | -                                      | 1,135,000            | -                      |
| Notes payable  | 79,676               | -                   | -                                      | 79,676               | -                      |
| Compensated absences payable, current portion        | 71,485               | 9,322               | 5,788                                  | 86,595               | -                      |
| <b>Total Current Liabilities</b>                     | <b>2,948,614</b>     | <b>85,737</b>       | <b>38,934</b>                          | <b>3,073,285</b>     | <b>13,472</b>          |
| <b>Noncurrent Liabilities:</b>                       |                      |                     |  |                      |                        |
| <b>Payable from restricted assets:</b>               |                      |                     |  |                      |                        |
| Accrued interest payable                             | 56,537               | -                   | -                                      | 56,537               | -                      |
| Customer deposits                                    | 778,511              | 29,696              | -                                      | 808,207              | -                      |
| <b>Total payable from restricted assets</b>          | <b>835,048</b>       | <b>29,696</b>       | <b>-</b>                               | <b>864,744</b>       | <b>-</b>               |
| Compensated absences payable                         | 77,843               | 14,796              | 12,883                                 | 105,522              | -                      |
| Claims payable                                       | -                    | -                   | -                                      | -                    | 1,018,297              |
| Notes payable  | 929,349              | -                   | -                                      | 929,349              | -                      |
| Revenue bonds payable                                | 6,848,379            | -                   | -                                      | 6,848,379            | -                      |
| <b>Total Noncurrent Liabilities</b>                  | <b>7,855,571</b>     | <b>14,796</b>       | <b>12,883</b>                          | <b>7,883,250</b>     | <b>1,018,297</b>       |
| <b>TOTAL LIABILITIES</b>                             | <b>11,639,233</b>    | <b>130,229</b>      | <b>51,817</b>                          | <b>11,821,279</b>    | <b>1,031,769</b>       |
| <b>NET ASSETS</b>                                    |                      |                     |  |                      |                        |
| Invested in capital assets, net of related debt      | 24,898,043           | 5,922,580           | 352,041                                | 31,172,664           | -                      |
| Restricted for debt service                          | 1,176,180            | -                   | -                                      | 1,176,180            | -                      |
| Restricted for renewal and extension                 | 3,008,333            | -                   | -                                      | 3,008,333            | -                      |
| Unrestricted   | 2,363,676            | 207,274             | 632,649                                | 3,203,599            | 855,346                |
| <b>TOTAL NET ASSETS</b>                              | <b>\$ 31,446,232</b> | <b>\$ 6,129,854</b> | <b>\$ 984,690</b>                      | <b>\$ 38,560,776</b> | <b>\$ 855,346</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, 2011

|   | <b>Enterprise Funds</b> |                       |   |                      | <b>Internal<br/>Service<br/>Funds</b> |
|---|-------------------------|-----------------------|---|----------------------|---------------------------------------|
|   | <b>Water<br/>System</b> | <b>Forum<br/>Fund</b> | <b>Other<br/>Enterprise<br/>Fund<br/>Recycling<br/>Center</b> | <b>Total</b>         |                                       |
| <b>OPERATING REVENUES</b>                                       |                         |                       |   |                      |                                       |
| Charges for services (security for debt where applicable)       | \$ 6,859,576            | \$ 191,913            | \$ 862,254  | \$ 7,913,743         | \$ 5,793,338                          |
| Rental fees   | 9,522                   | 96,979                | -   | 106,501              | -                                     |
| Other services  | 41,322                  | 205                   | -   | 41,527               | 235,645                               |
| <b>TOTAL OPERATING REVENUES</b>                                 | <b>6,910,420</b>        | <b>289,097</b>        | <b>862,254</b>  | <b>8,061,771</b>     | <b>6,028,983</b>                      |
| <b>OPERATING EXPENSES</b>                                       |                         |                       |   |                      |                                       |
| Personal services and employee benefits                         | 1,639,877               | 203,686               | 271,071   | 2,114,634            | 50,369                                |
| Purchased and contractual services                              | 943,490                 | 430,714               | 200,291   | 1,574,495            | -                                     |
| Supplies  | 1,620,445               | 33,089                | 77,297  | 1,730,831            | -                                     |
| Depreciation  | 1,397,854               | 243,488               | 82,376  | 1,723,718            | -                                     |
| Claims  | -                       | -                     | -   | -                    | 4,229,975                             |
| Other   | 47,252                  | -                     | 41  | 47,293               | 460,157                               |
| <b>TOTAL OPERATING EXPENSES</b>                                 | <b>5,648,918</b>        | <b>910,977</b>        | <b>631,076</b>  | <b>7,190,971</b>     | <b>4,740,501</b>                      |
| <b>OPERATING INCOME (LOSS)</b>                                  | <b>1,261,502</b>        | <b>(621,880)</b>      | <b>231,178</b>  | <b>870,800</b>       | <b>1,288,482</b>                      |
| <b>NON-OPERATING INCOME (LOSS)</b>                              |                         |                       |   |                      |                                       |
| Intergovernmental   | 114,423                 | 71,848                | -   | 186,271              | -                                     |
| Interest and fiscal charges                                     | (414,156)               | -                     | -   | (414,156)            | -                                     |
| Amortization of bond costs                                      | (103,104)               | -                     | -   | (103,104)            | -                                     |
| Interest earned   | 22,404                  | 397                   | 838   | 23,639               | 2,278                                 |
| Gain (loss) on disposal of capital assets                       | -                       | -                     | (1,360)   | (1,360)              | -                                     |
| <b>TOTAL NON-OPERATING INCOME (LOSS)</b>                        | <b>(380,433)</b>        | <b>72,245</b>         | <b>(522)</b>  | <b>(308,710)</b>     | <b>2,278</b>                          |
| <b>INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS</b> | <b>881,069</b>          | <b>(549,635)</b>      | <b>230,656</b>  | <b>562,090</b>       | <b>1,290,760</b>                      |
| Capital contributions   | 133,466                 | 210,175               | 55,560  | 399,201              | -                                     |
| Transfers out   | (140,500)               | -                     | -   | (140,500)            | -                                     |
| Transfers in  | 125,000                 | 530,050               | -   | 655,050              | 353,881                               |
| <b>CHANGE IN NET ASSETS</b>                                     | <b>999,035</b>          | <b>190,590</b>        | <b>286,216</b>  | <b>1,475,841</b>     | <b>1,644,641</b>                      |
| <b>NET ASSETS (DEFICIT):</b>                                    |                         |                       |   |                      |                                       |
| <b>BEGINNING OF YEAR</b>  | <b>30,447,197</b>       | <b>5,939,264</b>      | <b>698,474</b>  | <b>37,084,935</b>    | <b>(789,295)</b>                      |
| <b>END OF YEAR</b>  | <b>\$ 31,446,232</b>    | <b>\$ 6,129,854</b>   | <b>\$ 984,690</b>   | <b>\$ 38,560,776</b> | <b>\$ 855,346</b>                     |

See accompanying notes to the basic financial statements.

**FLOYD COUNTY, GEORGIA**

*Statement of Cash Flows*

*Proprietary Funds*

*For the Year Ended December 31, 2011*

|  | Enterprise Funds    |                   |  |                     | Internal<br>Service<br>Funds |
|--|---------------------|-------------------|--|---------------------|------------------------------|
|  | Water<br>System     | Forum<br>Fund     | Other<br>Enterprise<br>Fund<br>Recycling<br>Center | Total               |                              |
| <b>CASH FLOWS FROM OPERATING<br/>ACTIVITIES</b>  |                     |                   |  |                     |                              |
| Cash received from customers   | \$ 6,817,345        | \$ 312,854        | \$ 864,881   | \$ 7,995,080        | \$ 6,032,463                 |
| Cash payments to employees for services  | (1,641,561)         | (203,483)         | (263,825)  | (2,108,869)         | (49,930)                     |
| Cash payments for goods and services   | (2,976,749)         | (430,873)         | (311,949)  | (3,719,571)         | (5,050,956)                  |
| <b>NET CASH PROVIDED BY (USED IN)<br/>OPERATING ACTIVITIES</b>                         | <u>2,199,035</u>    | <u>(321,502)</u>  | <u>289,107</u>                                     | <u>2,166,640</u>    | <u>931,577</u>               |
| <b>CASH FLOWS FROM NON-CAPITAL<br/>FINANCING ACTIVITIES</b>                            |                     |                   |  |                     |                              |
| Intergovernmental revenue  | 114,423             | 71,848            | -  | 186,271             | -                            |
| Transfers in   | 125,000             | 530,050           | -  | 655,050             | 353,881                      |
| Transfers out  | (140,500)           | -                 | -  | (140,500)           | -                            |
| <b>NET CASH PROVIDED BY<br/>NON-CAPITAL FINANCING ACTIVITIES</b>                       | <u>98,923</u>       | <u>601,898</u>    | <u>-</u>   | <u>700,821</u>      | <u>353,881</u>               |
| <b>CASH FLOWS FROM CAPITAL AND<br/>RELATED FINANCING ACTIVITIES</b>                    |                     |                   |  |                     |                              |
| Principal paid on bonded debt  | (1,110,000)         | -                 | -  | (1,110,000)         | -                            |
| Principal paid on notes payable  | (76,406)            | -                 | -  | (76,406)            | -                            |
| Interest paid on debt  | (420,216)           | -                 | -  | (420,216)           | -                            |
| Payments for capital acquisitions  | (1,753,413)         | -                 | -  | (1,753,413)         | -                            |
| <b>NET CASH PROVIDED BY (USED IN)<br/>CAPITAL AND RELATED FINANCING<br/>ACTIVITIES</b> | <u>(3,360,035)</u>  | <u>-</u>          | <u>-</u>   | <u>(3,360,035)</u>  | <u>-</u>                     |
| <b>CASH FLOWS FROM INVESTING<br/>ACTIVITIES</b>  |                     |                   |  |                     |                              |
| Interest earned  | 22,879              | 397               | 838  | 24,114              | 2,278                        |
| <b>NET CASH PROVIDED BY<br/>INVESTING ACTIVITIES</b>                                   | <u>22,879</u>       | <u>397</u>        | <u>838</u>   | <u>24,114</u>       | <u>2,278</u>                 |
| <b>NET INCREASE (DECREASE) IN CASH<br/>AND CASH EQUIVALENTS</b>                        | <u>(1,039,198)</u>  | <u>280,793</u>    | <u>289,945</u>                                     | <u>(468,460)</u>    | <u>1,287,736</u>             |
| <b>CASH AND CASH EQUIVALENTS -<br/>BEGINNING OF YEAR</b>                               | <u>8,722,259</u>    | <u>36,026</u>     | <u>349,673</u>                                     | <u>9,107,958</u>    | <u>595,670</u>               |
| <b>CASH AND CASH EQUIVALENTS -<br/>END OF YEAR</b>                                     | <u>\$ 7,683,061</u> | <u>\$ 316,819</u> | <u>\$ 639,618</u>                                  | <u>\$ 8,639,498</u> | <u>\$ 1,883,406</u>          |
| <b>STATEMENT OF NET ASSETS:</b>  |                     |                   |  |                     |                              |
| Cash   | \$ 2,687,442        | \$ 316,819        | \$ 639,618   | \$ 3,643,879        | \$ 1,883,406                 |
| Restricted assets, cash  | 4,995,619           | -                 | -  | 4,995,619           | -                            |
| <b>Total assets</b>  | <u>\$ 7,683,061</u> | <u>\$ 316,819</u> | <u>\$ 639,618</u>                                  | <u>\$ 8,639,498</u> | <u>\$ 1,883,406</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, 2011*

|   | <b>Enterprise Funds</b> |                       |   |                     | <b>Internal<br/>Service<br/>Funds</b> |
|---|-------------------------|-----------------------|---|---------------------|---------------------------------------|
|   | <b>Water<br/>System</b> | <b>Forum<br/>Fund</b> | <b>Other<br/>Enterprise<br/>Fund<br/>Recycling<br/>Center</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)   | \$ 1,261,502            | \$ (621,880)          | \$ 231,178  | \$ 870,800          | \$ 1,288,482                          |
| Adjustments:  |                         |                       |   |                     |                                       |
| Depreciation  | 1,397,854               | 243,488               | 82,376  | 1,723,718           | -                                     |
| (Increase) decrease in assets:  |                         |                       |   |                     |                                       |
| Accounts receivable   | (125,939)               | 10,798                | -   | (115,141)           | 3,480                                 |
| Due from other funds  | -                       | 5,626                 | -   | 5,626               | -                                     |
| Due from other governments  | (442)                   | (2,755)               | 2,627   | (570)               | -                                     |
| Prepaid expense   | (1,335)                 | (204)                 | 33  | (1,506)             | -                                     |
| Inventory   | (45,757)                | (1,094)               | -   | (46,851)            | -                                     |
| Increase (decrease) in liabilities:   |                         |                       |   |                     |                                       |
| Accounts payable  | (411,530)               | 33,926                | (10,947)  | (388,551)           | 2,195                                 |
| Deposits  | 14,507                  | -                     | -   | 14,507              | -                                     |
| Accrued salaries and payroll taxes  | 3,649                   | 356                   | 1,569   | 5,574               | -                                     |
| Other accrued expenses  | (2,746)                 | (43)                  | 119   | (2,670)             | (12)                                  |
| Deferred revenue  | 33,306                  | 15,714                | -   | 49,020              | -                                     |
| Compensated absences payable  | (2,587)                 | (5,736)               | 5,558   | (2,765)             | -                                     |
| Claims payable  | -                       | -                     | -   | -                   | (363,019)                             |
| Due to other funds  | 6,699                   | 302                   | (23,406)  | (16,405)            | 451                                   |
| Due to other governments and individuals  | 71,854                  | -                     | -   | 71,854              | -                                     |
| <b>NET CASH PROVIDED BY (USED IN)<br/>OPERATING ACTIVITIES</b>  | <b>\$ 2,199,035</b>     | <b>\$ (321,502)</b>   | <b>\$ 289,107</b>   | <b>\$ 2,166,640</b> | <b>\$ 931,577</b>                     |
| Non cash: Contributed by others   | \$ 133,466              | \$ 210,175            | \$ 55,560   | \$ 399,201          | \$ -                                  |

See accompanying notes to the basic financial statements.

**FLOYD COUNTY, GEORGIA**  
*Statement of Fiduciary Assets and Liabilities*  
*Agency Funds*  
*December 31, 2011*

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|   |                            |
|---|----------------------------|
| <b>ASSETS</b>                               |                            |
| Cash  | \$ 4,254,774               |
| Taxes receivable                            | 46,086                     |
| Accounts receivable                         | <u>3,202</u>               |
| <b>TOTAL ASSETS</b>                         | <u><u>\$ 4,304,062</u></u> |
| <b>LIABILITIES</b>                          |                            |
| Due to other governments<br>and individuals | <u>\$ 4,304,062</u>        |
| <b>TOTAL LIABILITIES</b>                    | <u><u>\$ 4,304,062</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, 2011*

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**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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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, 2011*

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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. All management and policy decisions made by the Airport are subject to review and/or approval by the County Commission. The County Manager submits an Airport budget to the County Commission for approval. All finances are managed through the County.

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

***Floyd County Health Department*** (Health Department) - The Health Department provides health care services and health education to residents of Floyd County. The Health Department receives financial support from Floyd County, Georgia, the State of Georgia and the Federal Government. The County Commission appoints a majority of the Board of Directors. The Health Department issued separately audited financial statements with a fiscal year ended June 30, 2011. 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.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

**Government-wide Financial Statements** - The government-wide financial statements include the statement of net 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., Health Insurance Fund and Workers' Compensation 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.

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

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

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

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

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

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

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

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

***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.

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

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

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

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

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

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

Additionally, the County reports the following fund types:

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

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

**1-C. Measurement Focus**

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

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

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus on both financial reporting levels. All assets and all liabilities associated with the operation of these funds are included on the statements of net 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.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

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

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

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

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

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.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

***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 types of obligations:

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

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

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

***1-E-2. Receivables***

All trade and property tax receivables are reported net of an allowance for uncollectibles. Unbilled water charges are accrued as receivables and revenue at December 31, 2011.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

***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, 2011, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is reserved as this amount is not available for general appropriation.

***1-E-6. Restricted Assets***

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

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

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

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

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

**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 ten thousand dollars. The County's infrastructure consists of roads, bridges, water lines, detention ponds and runways. Improvements to capital assets are capitalized.

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

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

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

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

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

***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 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, 2011*

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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***

The County implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, as of January 1, 2011. This new standard changed the overall definitions and classifications of governmental fund balances.

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

Fund balances are classified as follows:

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

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

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

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

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

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

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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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 (Continued)***

***Net Assets*** – Net assets represent the difference between assets and liabilities in reporting which utilizes the economic resources measurement focus. 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 (i.e., the amount that the County has spent) for the acquisition, construction or improvement of those assets. Net assets are reported as restricted using the same definition as used for restricted for fund balance as described in the section above. 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, health insurance and the workers' compensation programs. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of each fund. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

***1-E-13. Contributions of Capital***

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

***1-E-14. Interfund Activity***

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

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

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

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

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

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

***2-B. Deficit Fund Equity***

The Workers' Compensation Fund had a deficit net assets balance of \$633,456 as of December 31, 2011. This deficit will be alleviated by transfers from the General Fund.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

**3-A. Deposits and Investments**

**3-A-1. Credit Risk**

The County does not have a formal policy to address credit risk aside from adherence to State statutes for investments. State statutes authorize the County to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by the U.S. government or by a government agency of the United States; obligations of any corporation of the U.S. government; prime banker's acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia. As of December 31, 2011, the County's investment in Georgia Fund 1 was rated AAAM by Standard & Poor's.

At December 31, 2011, the County had the following investments:

| <u>Investment</u>                                      | <u>Maturities</u> | <u>Fair Value</u>   |
|--|-------------------|---------------------|
| Guaranteed Investment Contract                         | June 1, 2028      | \$ 1,872,648        |
| Georgia Fund 1   | 60 days           | <u>4,227,933</u>    |
| Total  |                   | <u>\$ 6,100,581</u> |
| Reconciliation of Investments per Financial Statements |                   |                     |
| Investments, unrestricted                              |                   | \$ 4,203,991        |
| Investments, restricted                                |                   | <u>1,896,590</u>    |
| Total  |                   | <u>\$ 6,100,581</u> |

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

**3-A-2. Interest Rate Risk**

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

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

***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, 2011, the County was fully collateralized under the State statutes.

***3-A-4. Custodial Credit Risk – Investments***

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

***3-B. Receivables***

Receivables at December 31, 2011, consisted of taxes, interest, accounts (billings for user charges, including unbilled utility receivables), and intergovernmental receivables arising from grants. Receivables and payables are recorded on the County's financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectability.

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**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

Receivables at December 31, 2011, consist of the following:

|  | Taxes and<br>Fines | Accounts           | Mortgages        | Allowance for<br>Uncollectibles | Net<br>Receivables |
|--|--------------------|--------------------|------------------|---------------------------------|--------------------|
| Primary Government:                    |                    |                    |                  |                                 |                    |
| General Fund                           | \$5,214,661        | \$833,499          | \$ -             | \$542,380                       | \$5,505,780        |
| Fire Fund                              | 441,280            | -                  | -                | 52,890                          | 388,390            |
| SPLOST 2009 Fund                       | 1,481,833          |                    | -                | -                               | 1,481,833          |
| Other Governmental Funds               | 195,520            | 244,852            | 300,001          | 322,121                         | 418,252            |
| Water Fund                             | -                  | 2,439,034          | -                | 833,230                         | 1,605,804          |
| Forum Fund                             | -                  | 8,081              | -                | -                               | 8,081              |
| Internal Service Funds                 | -                  | 3,709              | -                | -                               | 3,709              |
| Total Primary Government               | <u>7,333,294</u>   | <u>3,529,175</u>   | <u>300,001</u>   | <u>1,750,621</u>                | <u>9,411,849</u>   |
| Component Units:                       |                    |                    |                  |                                 |                    |
| Richard B. Russell Regional<br>Airport | -                  | 25,352             | -                | -                               | 25,352             |
| Parks and Recreation Authority         | -                  | 33,049             | -                | -                               | 33,049             |
| Development Authority                  | -                  | 470                | -                | -                               | 470                |
| Health Department                      | -                  | 220,565            | -                | -                               | 220,565            |
| Total Component Units                  | <u>-</u>           | <u>279,436</u>     | <u>-</u>         | <u>-</u>                        | <u>279,436</u>     |
| Total Reporting Entity                 | <u>\$7,333,294</u> | <u>\$3,808,611</u> | <u>\$300,001</u> | <u>\$1,750,621</u>              | <u>\$9,691,285</u> |

The County has \$300,001 in forgivable loans receivable. These loans are recorded in the following nonmajor governmental fund: CHIP Grant Fund. Amounts represent loans to individuals in conjunction with the rehabilitation of private property and financing for locally owned businesses. Provided the terms of the loans are not violated, these loans will be forgiven at the end of the loan term. As the likelihood of violation of the loan terms, and thus cash repayment is remote, the County has elected to record an allowance for the total outstanding balance of the loans.

Amounts due from other governments at December 31, 2011, are broken down as shown on the table on the following page.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

| Primary Government                          | 2011                |
|---|---------------------|
| General Fund                                |                     |
| City of Rome, Georgia                       | \$ 46,105           |
| City of Cave Spring, Georgia                | 377                 |
| Floyd County Board of Education             | 37,645              |
| Total General Fund                          | 84,127              |
| 2006 SPLOST Fund                            |                     |
| City of Cave Spring, Georgia                | 181,867             |
| General Capital Projects Fund               |                     |
| State of Georgia                            | 337,306             |
| Other Governmental Funds                    |                     |
| Floyd Against Drugs Fund                    |                     |
| City of Rome, Georgia                       | 23,916              |
| Animal Control Fund                         |                     |
| City of Rome, Georgia                       | 840                 |
| Children and Families Grant Fund            |                     |
| State of Georgia                            | 48,750              |
| CHIP Grant Fund                             |                     |
| State of Georgia                            | 3,300               |
| CDBG - Mercy Senior Care Fund               |                     |
| State of Georgia                            | 2,632               |
| Debt Service Fund                           |                     |
| City of Rome, Georgia                       | 98,311              |
| Total Other Governmental Funds              | 177,749             |
| <b>Total Governmental Activities</b>        | <b>781,049</b>      |
| Enterprise Funds                            |                     |
| Water Fund                                  |                     |
| City of Rome, Georgia                       | 34,115              |
| Forum Fund                                  |                     |
| City of Rome, Georgia                       | 2,755               |
| Recycling Fund                              |                     |
| City of Rome, Georgia                       | 42,807              |
| <b>Total Enterprise Funds</b>               | <b>79,677</b>       |
| <b>Total Primary Government</b>             | <b>\$ 860,726</b>   |
| Component Units                             |                     |
| Floyd County Health Department              |                     |
| Georgia Department of Community Health      | \$ 1,755,122        |
| Other County Health Departments             | 2,126               |
| <b>Total Floyd County Health Department</b> | <b>\$ 1,757,248</b> |

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

**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 2011, property taxes were levied August 15, 2011, and were due November 16, 2011.

**3-D. Capital Assets**

Capital asset activity for the year ended December 31, 2011 was as follows:

| <b>Governmental activities:</b>             | Balance<br>12/31/10   | Additions           | Deductions         | Transfers             | Balance<br>12/31/11   |
|---|-----------------------|---------------------|--------------------|-----------------------|-----------------------|
| Capital assets not being depreciated:       |                       |                     |                    |                       |                       |
| Land  | \$ 15,476,897         | \$ 215,696          | \$ -               | \$ 10,035,815         | \$ 25,728,408         |
| Construction in progress                    | 11,254,791            | 9,925,191           | -                  | (3,467,126)           | 17,712,856            |
| Total capital assets not being depreciated  | <u>26,731,688</u>     | <u>10,140,887</u>   | <u>-</u>           | <u>6,568,689</u>      | <u>43,441,264</u>     |
| Other capital assets:                       |                       |                     |                    |                       |                       |
| Buildings                                   | 98,530,585            | -                   | 268,812            | (3,435,373)           | 94,826,400            |
| Machinery and equipment                     | 16,223,990            | 560,786             | 567,979            | 274,575               | 16,491,372            |
| Improvements other than buildings           | 4,560,278             | 82,879              | 148,343            | 3,648,863             | 8,143,677             |
| Infrastructure                              | 278,143,299           | 1,637,120           | -                  | (8,918,504)           | 270,861,915           |
| Total other capital assets                  | <u>397,458,152</u>    | <u>2,280,785</u>    | <u>985,134</u>     | <u>(8,430,439)</u>    | <u>390,323,364</u>    |
| Total capital assets                        | <u>424,189,840</u>    | <u>12,421,672</u>   | <u>985,134</u>     | <u>(1,861,750)</u>    | <u>433,764,628</u>    |
| Accumulated depreciation:                   |                       |                     |                    |                       |                       |
| Buildings                                   | 29,247,720            | 2,466,265           | 268,812            | (692,645)             | 30,752,528            |
| Machinery and equipment                     | 12,627,657            | 1,181,388           | 568,294            | 48,025                | 13,288,776            |
| Improvements other than buildings           | 1,322,648             | 342,032             | 206,947            | 692,645               | 2,150,378             |
| Infrastructure                              | 151,744,425           | 6,590,681           | -                  | -                     | 158,335,106           |
| Total accumulated depreciation              | <u>194,942,450</u>    | <u>10,580,366</u>   | <u>1,044,053</u>   | <u>48,025</u>         | <u>204,526,788</u>    |
| Governmental activities capital assets, net | <u>\$ 229,247,390</u> | <u>\$ 1,841,306</u> | <u>\$ (58,919)</u> | <u>\$ (1,909,775)</u> | <u>\$ 229,237,840</u> |

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

| <b>Business-type activities:</b>             | Balance<br>12/31/10  | Additions         | Deductions      | Transfers          | Balance<br>12/31/11  |
|--|----------------------|-------------------|-----------------|--------------------|----------------------|
| Capital assets not being depreciated:        |                      |                   |                 |                    |                      |
| Land   | \$ 930,538           | \$ 9,000          | \$ -            | \$ -               | \$ 939,538           |
| Construction in progress                     | 2,968,943            | 1,316,233         | -               | (3,161,531)        | 1,123,645            |
| Total capital assets not being depreciated   | <u>3,899,481</u>     | <u>1,325,233</u>  | <u>-</u>        | <u>(3,161,531)</u> | <u>2,063,183</u>     |
| Other capital assets:                        |                      |                   |                 |                    |                      |
| Buildings                                    | 11,720,350           | -                 | 29,714          | -                  | 11,690,636           |
| Machinery and equipment                      | 2,424,816            | 260,225           | 148,413         | 153,708            | 2,690,336            |
| Infrastructure                               | 42,752,773           | 511,597           | -               | 3,161,531          | 46,425,901           |
| Total other capital assets                   | <u>56,897,939</u>    | <u>771,822</u>    | <u>178,127</u>  | <u>3,315,239</u>   | <u>60,806,873</u>    |
| Total capital assets                         | <u>60,797,420</u>    | <u>2,097,055</u>  | <u>178,127</u>  | <u>153,708</u>     | <u>62,870,056</u>    |
| Accumulated depreciation:                    |                      |                   |                 |                    |                      |
| Buildings                                    | 4,533,606            | 299,830           | 29,714          | -                  | 4,803,722            |
| Machinery and equipment                      | 1,939,364            | 196,090           | 147,053         | 98,148             | 2,086,549            |
| Infrastructure                               | 15,288,952           | 1,227,798         | -               | -                  | 16,516,750           |
| Total accumulated depreciation               | <u>21,761,922</u>    | <u>1,723,718</u>  | <u>176,767</u>  | <u>98,148</u>      | <u>23,407,021</u>    |
| Business-type activities capital assets, net | <u>\$ 39,035,498</u> | <u>\$ 373,337</u> | <u>\$ 1,360</u> | <u>\$ 55,560</u>   | <u>\$ 39,463,035</u> |

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

| <u>Invested in Capital Assets</u> | <u>Governmental<br/>Activities</u> | <u>Business-type<br/>Activities</u> | <u>Total</u>          |
|-----------------------------------|------------------------------------|-------------------------------------|-----------------------|
| Capital assets, nondepreciable    | \$ 43,441,264                      | \$ 2,063,183                        | \$ 45,504,447         |
| Capital assets, net               | 185,796,576                        | 37,399,852                          | 223,196,428           |
| Bonds payable                     | (14,263,821)                       | (7,983,379)                         | (22,247,200)          |
| Capital leases payable            | (4,661,481)                        | -                                   | (4,661,481)           |
| Notes payable                     | -                                  | (1,009,025)                         | (1,009,025)           |
| Certificates of participation     | (2,777,000)                        | -                                   | (2,777,000)           |
| Unspent bond proceeds             | 7,285,741                          | 702,033                             | 7,987,774             |
|                                   | <u>\$ 214,821,279</u>              | <u>\$ 31,172,664</u>                | <u>\$ 245,993,943</u> |

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

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

|   |               |
|---|---------------|
| Governmental activities:                              |               |
| General government                                    | \$ 1,057,907  |
| Judicial  | 15,588        |
| Public safety   | 1,800,596     |
| Public works  | 6,834,352     |
| Health and welfare                                    | 237,690       |
| Culture and recreation                                | 634,233       |
| Total depreciation expense - governmental activities  | \$ 10,580,366 |
| Business-type activities:                             |               |
| Water   | \$ 1,397,854  |
| Forum   | 243,488       |
| Recycling   | 82,376        |
| Total depreciation expense - business-type activities | \$ 1,723,718  |

| <b>Component units:</b>                    | 12/31/10      | Additions    | Deductions | Transfers    | 12/31/11      |
|--|---------------|--------------|------------|--------------|---------------|
| Capital assets not being depreciated:      |               |              |            |              |               |
| Land                                       | \$ 4,680,291  | \$ 29,735    | \$ -       | \$ -         | \$ 4,710,026  |
| Construction in progress                   | -             | -            | -          | -            | -             |
| Total capital assets not being depreciated | 4,680,291     | 29,735       | -          | -            | 4,710,026     |
| Other capital assets:                      |               |              |            |              |               |
| Buildings                                  | 1,964,430     | -            | -          | -            | 1,964,430     |
| Machinery and equipment                    | 1,847,965     | 118,709      | 168,204    | 51,538       | 1,850,008     |
| Infrastructure                             | 8,290,891     | -            | 1,491,763  | 1,700,778    | 8,499,906     |
| Total other capital assets                 | 12,103,286    | 118,709      | 1,659,967  | 1,752,316    | 12,314,344    |
| Total capital assets                       | 16,783,577    | 148,444      | 1,659,967  | 1,752,316    | 17,024,370    |
| Accumulated depreciation:                  |               |              |            |              |               |
| Buildings                                  | 792,612       | 76,712       | -          | -            | 869,324       |
| Machinery and equipment                    | 1,509,802     | 124,441      | 167,150    | 51,538       | 1,518,631     |
| Infrastructure                             | 2,475,123     | 362,194      | 991,191    | -            | 1,846,126     |
| Total accumulated depreciation             | 4,777,537     | 563,347      | 1,158,341  | 51,538       | 4,234,081     |
| Component units capital assets, net        | \$ 12,006,040 | \$ (414,903) | \$ 501,626 | \$ 1,700,778 | \$ 12,790,289 |

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

Interfund balances at December 31, 2011, consisted of the following amounts and represent charges for services or reimbursable expenditures. These remaining balances resulted from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting period, and (3) payments between funds are made. The County expects to repay all interfund balances within one year.

|                         | Payable from    |                             |                        |                         |               |                         |                                 |                              | Total             |
|-------------------------|-----------------|-----------------------------|------------------------|-------------------------|---------------|-------------------------|---------------------------------|------------------------------|-------------------|
|                         | General<br>Fund | Capital<br>Projects<br>Fund | SPLOST<br>2009<br>Fund | Water<br>System<br>Fund | Forum<br>Fund | Non-major<br>Govt. Fund | Non-major<br>Enterprise<br>Fund | Internal<br>Service<br>Funds |                   |
| Payable to:             |                 |                             |                        |                         |               |                         |                                 |                              |                   |
| General Fund            | \$ -            | \$ 560,082                  | \$ -                   | \$ 9,073                | \$ 302        | \$ 163,969              | \$ 5,008                        | \$ 451                       | \$ 738,885        |
| Non-major<br>Gov. Funds | 4,448           | 55,622                      | 10,991                 | -                       | -             | -                       | -                               | -                            | 71,061            |
| <b>Total</b>            | <b>\$ 4,448</b> | <b>\$ 615,704</b>           | <b>\$ 10,991</b>       | <b>\$ 9,073</b>         | <b>\$ 302</b> | <b>\$ 163,969</b>       | <b>\$ 5,008</b>                 | <b>\$ 451</b>                | <b>\$ 809,946</b> |

Interfund transfers for the year ended December 31, 2011, consisted of the following:

| Transfer to:                  | General<br>Fund     | Fire<br>Fund      | General<br>Capital Projects<br>Fund | Water<br>Fund     | Non-major<br>Governmental<br>Funds | Total               |
|-------------------------------|---------------------|-------------------|-------------------------------------|-------------------|------------------------------------|---------------------|
|                               | General Fund        | \$ -              | \$ 100,000                          | \$ -              | \$ 140,500                         |                     |
| 2006 SPLOST Fund              | 300,000             | -                 | -                                   | -                 | -                                  | 300,000             |
| General Capital Projects Fund | 1,180,999           | -                 | -                                   | -                 | 384,428                            | 1,565,427           |
| Non-major governmental funds  | 1,419,015           | -                 | 55,620                              | -                 | -                                  | 1,474,635           |
| Water Fund                    | -                   | 125,000           | -                                   | -                 | -                                  | 125,000             |
| Forum Fund                    | 530,050             | -                 | -                                   | -                 | -                                  | 530,050             |
| Internal Service Funds        | 353,881             | -                 | -                                   | -                 | -                                  | 353,881             |
| <b>Total</b>                  | <b>\$ 3,783,945</b> | <b>\$ 225,000</b> | <b>\$ 55,620</b>                    | <b>\$ 140,500</b> | <b>\$ 701,493</b>                  | <b>\$ 4,906,558</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, 2011*

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

**3-F. Capital Leases**

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

The following is an analysis of leased assets under capital leases as of December 31, 2011:

|           |                     |
|-----------|---------------------|
| Buildings | <u>\$ 6,000,538</u> |
|-----------|---------------------|

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2011, were as follows:

| Year Ending<br>31-Dec                   | Governmental<br>Activities |
|---|----------------------------|
| 2012                                    | \$ 408,426                 |
| 2013                                    | 410,089                    |
| 2014                                    | 410,502                    |
| 2015                                    | 410,825                    |
| 2016                                    | 410,899                    |
| 2017-2021                               | 1,787,931                  |
| 2022-2026                               | 1,384,478                  |
| 2027-2031                               | 1,386,250                  |
| 2032-2033                               | 554,188                    |
| Total minimum lease payments            | <u>7,163,588</u>           |
| Less: Amount representing interest      | <u>2,502,107</u>           |
| Present value of minimum lease payments | <u>\$ 4,661,481</u>        |

**3-G. Compensated Absences**

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

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

**3-H. Long-term Debt**

**Primary Government Bonds** - The following is a summary of the outstanding long-term bond issues at December 31, 2011:

| Year Issued | Purpose                            | Interest Rate (%) | Interest Dates | Issue Date | Maturity Date | Original Authorized and Issued | Retired      | Outstanding 12/31/2011 |
|-------------|------------------------------------|-------------------|----------------|------------|---------------|--------------------------------|--------------|------------------------|
| 2010        | General obligation sales tax bonds | 2.00-5.00         | 04/01, 10/01   | 03/10/10   | 04/01/13      | \$ 20,000,000                  | \$ 6,285,000 | \$ 13,715,000          |
| 2010        | Water refunding issue              | 2.00-5.65         | 05/01, 11/01   | 06/23/10   | 11/1/29       | \$ 6,785,000                   | \$ 550,000   | \$ 6,235,000           |
| 2003        | Water refunding issue              | 2.00-4.00         | 05/01, 11/01   | 08/01/03   | 11/01/13      | \$ 8,540,000                   | \$ 6,665,000 | \$ 1,875,000           |

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

On June 23, 2010, the County's Water System issued water revenue bonds totaling \$6,785,000 with interest rates ranging from 2.0% to 5.65% to repay the County's outstanding 1999 Water Revenue Bonds and to finance certain additions, extensions and improvements to the water system of the County of \$1,795,000 and \$4,990,000, respectively. The refunding reduced the total debt service payments by \$533,984 over the next 6 years and resulted in an economic gain of \$500,309. The 1999 Revenue Bonds were called for redemption on June 24, 2010.

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

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**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

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

Annual debt service requirements to amortize all obligations outstanding, as of December 31, 2011 follow:

| Year  | Governmental Activities |            |               |
|-------|-------------------------|------------|---------------|
|       | Principal               | Interest   | Total         |
| 2012  | \$ 6,660,000            | \$ 501,625 | \$ 7,161,625  |
| 2013  | 7,055,000               | 176,375    | 7,231,375     |
| Total | \$ 13,715,000           | \$ 678,000 | \$ 14,393,000 |

| Year      | Business-Type Activities |              |               | Business-Type Activities |            |              |
|-----------|--------------------------|--------------|---------------|--------------------------|------------|--------------|
|           | Revenue Bonds            |              |               | Notes Payable            |            |              |
|           | Principal                | Interest     | Total         | Principal                | Interest   | Total        |
| 2012      | \$ 1,135,000             | \$ 339,220   | \$ 1,474,220  | \$ 79,676                | \$ 40,857  | \$ 120,533   |
| 2013      | 1,180,000                | 300,420      | 1,480,420     | 83,088                   | 37,445     | 120,533      |
| 2014      | 340,000                  | 257,720      | 597,720       | 86,646                   | 33,887     | 120,533      |
| 2015      | 230,000                  | 250,920      | 480,920       | 90,356                   | 30,177     | 120,533      |
| 2016      | 235,000                  | 245,745      | 480,745       | 94,225                   | 26,308     | 120,533      |
| 2017-2021 | 1,730,000                | 1,067,478    | 2,797,478     | 535,208                  | 67,457     | 602,665      |
| 2022-2026 | 1,950,000                | 668,450      | 2,618,450     | 39,826                   | 350        | 40,176       |
| 2027-2029 | 1,310,000                | 149,443      | 1,459,443     | -                        | -          | -            |
| Total     | \$ 8,110,000             | \$ 3,279,396 | \$ 11,389,396 | \$ 1,009,025             | \$ 236,481 | \$ 1,245,506 |

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**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

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

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

In the unlikely event that the Swap Counterparty becomes insolvent, or fails to make payments as specified in the Swap Agreement, the County would be exposed to credit risk in the amount of the Swap's fair value. To minimize this risk, the County executed this agreement with counterparties of appropriate credit strength, with the counterparty being rated Aa3 by Moody's. At December 31, 2011, the floating rate being paid by the County is 0.65% and the market value of this agreement is \$942,103, an increase of \$535,444 from the market value at the end of the previous fiscal year. The market value of the hedge was determined using settlement prices at the end of the day on December 31, 2011, based on the derivative contract. This market value is reported as an asset in the statement of net assets. As this derivative is an effective hedge, qualifying for hedge accounting, the inflow from the hedge (any change in fair value from inception until fiscal year end) is deferred and reported as unearned revenue in the statement of net assets.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

|   | Outstanding<br>12/31/10 | Additions           | Deductions           | Outstanding<br>12/31/2011 | Amounts Due<br>in One Year |
|---|-------------------------|---------------------|----------------------|---------------------------|----------------------------|
| <b>Governmental Activities:</b>                   |                         |                     |                      |                           |                            |
| General Obligation Sales                          |                         |                     |                      |                           |                            |
| Tax Bond  | \$ 26,800,000           | \$ -                | \$ 13,085,000        | \$ 13,715,000             | \$ 6,660,000               |
| Premium   | 1,233,082               | -                   | 684,261              | 548,821                   | -                          |
| Certificates of participation                     | 2,777,000               | -                   | -                    | 2,777,000                 | -                          |
| Capital Leases                                    | 4,857,363               | -                   | 195,882              | 4,661,481                 | 199,769                    |
| OPEB Obligation                                   | 1,187,768               | 494,638             | 227,754              | 1,454,652                 | -                          |
| Net Pension Obligation                            | 95,595                  | 2,672,820           | 2,549,105            | 219,310                   | -                          |
| Claims Payable                                    | 2,052,766               | 3,195,506           | 4,229,975            | 1,018,297                 | 1,018,297                  |
| Compensated Absences                              | 2,887,756               | 1,396,142           | 1,479,692            | 2,804,206                 | 1,217,663                  |
| <b>Total Governmental Activities</b>              | <b>\$ 41,891,330</b>    | <b>\$ 7,759,106</b> | <b>\$ 22,451,669</b> | <b>\$ 27,198,767</b>      | <b>\$ 9,095,729</b>        |
| <b>Business-Type Activities:</b>                  |                         |                     |                      |                           |                            |
| Water Revenue Bonds                               | \$ 9,220,000            | \$ -                | \$ 1,110,000         | \$ 8,110,000              | \$ 1,135,000               |
| Notes Payable                                     | 1,085,431               | -                   | 76,406               | 1,009,025                 | 79,676                     |
| Compensated Absences                              | 194,881                 | 94,538              | 97,302               | 192,117                   | 86,595                     |
| <b>Total Business-Type Activities</b>             | <b>\$ 10,500,312</b>    | <b>\$ 94,538</b>    | <b>\$ 1,283,708</b>  | <b>\$ 9,311,142</b>       | <b>\$ 1,301,271</b>        |
| <b>Component Units:</b>                           |                         |                     |                      |                           |                            |
| Health Department:                                |                         |                     |                      |                           |                            |
| Compensated Absences                              | \$ 459,677              | \$ 125,008          | \$ 93,125            | \$ 491,560                | \$ 49,156                  |
| Development Authority:                            |                         |                     |                      |                           |                            |
| Revenue Bonds                                     | 3,932,500               | -                   | 167,500              | 3,765,000                 | 172,500                    |
| Premium   | 76,353                  | -                   | 7,821                | 68,532                    | -                          |
| Airport Authority:                                |                         |                     |                      |                           |                            |
| Compensated Absences                              | 29,186                  | 8,892               | 5,819                | 32,259                    | 5,465                      |
| Recreation Authority:                             |                         |                     |                      |                           |                            |
| Compensated Absences                              | 138,076                 | 128,038             | 125,265              | 140,849                   | 49,513                     |
| <b>Total Component Units</b>                      | <b>\$ 4,635,792</b>     | <b>\$ 261,938</b>   | <b>\$ 399,530</b>    | <b>\$ 4,498,200</b>       | <b>\$ 276,634</b>          |
| <b>Business-Type Activities:</b>                  |                         |                     |                      |                           |                            |
| Water Revenue Bonds, long-term                    |                         |                     |                      | \$ 8,110,000              |                            |
| Less amount due in one year                       |                         |                     |                      | (1,135,000)               |                            |
| Discounts, net of amortization                    |                         |                     |                      | (49,650)                  |                            |
| Premium, net of amortization                      |                         |                     |                      | 14,945                    |                            |
| Deferred amount on refunding, net of amortization |                         |                     |                      | (91,916)                  |                            |
|   |                         |                     |                      | <b>\$ 6,848,379</b>       |                            |

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

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

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

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

***3-I. Pensions***

The County participates in the Association of County Commissioners of Georgia Pension Plan (ACCG Plan), an agent multiple-employer defined benefit pension plan, which covers all employees except those of the Rome-Floyd Parks and Recreation Authority ("Recreation Authority"), a component unit of the County. This plan, through execution of an adoption agreement is affiliated with the ACCG. The Floyd County Board of Commissioners has authorized the use of 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.

***ACCG Plan***

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

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

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

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

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

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

The actuarial accrued liability (projected to January 1, 2011) was computed as part of an actuarial valuation as of January 1, 2011. Significant actuarial assumptions used in the valuation include (a) an assumed rate of return on assets of 7.75% per year compounded annually, (b) projected salary increases of 5.0%-7.5% (based on age) per year compounded annually and (c) no post-retirement benefit increase (lump sum post-retirement death benefits) or cost of living adjustments. Actuarial assumptions also include an expected inflation rate of 3% per year compounded annually included in the rates above.

ACCG Plan funding policy provides for contributions under the "Projected Unit Credit" actuarial cost method. The actuarial asset valuation was determined using the market value of investments. The unfunded actuarial accrued liability is being amortized as a level percent of pay on a closed basis. The remaining amortization period at January 1, 2011 was 15 years.

Contributions totaling \$2,549,105 were paid in accordance with actuarially determined contribution requirements determined by an actuarial valuation performed as of January 1, 2011 for the 2011 Plan Year. The contributions represented 14.3% of the covered payroll for 2011. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of January 1, 2011.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

The County's actuarially required contribution, pension cost, and increase in net pension obligation for the year ended December 31, 2011, were computed as follows:

|   |                            |
|---|----------------------------|
| Actuarially required contribution                 | \$ (2,549,105)             |
| Interest  | (17,089)                   |
| Adjustment to actuarially required contribution   | (106,626)                  |
| Annual pension cost                               | <u>(2,672,820)</u>         |
| Actual contributions made                         | <u>2,549,105</u>           |
| Increase in net pension obligation                | (123,715)                  |
| Net pension asset (obligation), December 31, 2010 | (95,595)                   |
| Net pension asset (obligation), December 31, 2011 | <u><u>\$ (219,310)</u></u> |

| Fiscal Year<br>Ended<br>December 31, | Annual<br>Pension<br>Cost (APC) | Actual<br>Pension<br>Contribution | Percentage of<br>APC<br>Contributed | Net<br>Pension<br>Asset<br>(Obligation) |
|--------------------------------------|---------------------------------|-----------------------------------|-------------------------------------|---|
| 2009                                 | \$ 1,680,093                    | \$ 1,582,910                      | 94.2 %                              | \$ (97,183)                             |
| 2010                                 | 2,414,435                       | 2,416,023                         | 100.1                               | (95,595)                                |
| 2011                                 | 2,672,820                       | 2,549,105                         | 95.4                                | (219,310)                               |

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of January 1, 2011 and on the pattern of sharing costs between the employer and plan members to that point.

**Schedule of Funding Progress**

| 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 |
|--------------------------------|--|--|-----------------------------------|--|-------------------------------------|---|
| 1/1/2011                       | \$ 36,701,315                          | \$ 46,723,911                                  | 78.5%                             | \$ 10,022,596                            | \$ 18,456,867                       | 54.3%   |

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

**GMEBS Plan**

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

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

At July 1, 2011, the date of the most recent actuarial valuation, there were 64 participants consisting of the following:

|   |    |
|---|----|
| Retirees and beneficiaries currently receiving benefits   | 14 |
| Terminated vested participants not yet receiving benefits | 12 |
| Active employees  | 38 |
|   | 64 |
|   | 64 |

The Plan is subject to minimum funding standards of the Georgia Public Retirement Systems Standards law. The Board of Trustees of GMEBS has adopted a recommended actuarial funding policy for the plan which meets state minimum requirements and will accumulate sufficient funds to provide the benefits under the plan. The funding policy for the plan is to contribute an amount equal to or greater than the recommended contribution described below. For 2011, the actuarially determined contribution rate was 7.06% of covered payroll.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

**GMEBS Plan (Continued)**

For 2011, the Parks and Recreation Authority's recommended contribution and annual pension cost was \$99,794. Actual contributions totaled \$99,794. The recommended contribution was determined as part of the July 1, 2010 actuarial valuation using the projected unit credit actuarial cost method. Actuarial assumptions include an 7.75% rate of return on investments and projected salary increases of 3.5%. The amortization of the unfunded actuarial accrued liability is level dollar over 30 years for the initial unfunded accrued liability, 15 years for actuarial gains and losses, 20 years for plan provisions and 30 years for actuarial assumptions and cost methods. These amortization periods are closed for this plan year. The actuarial value of the plan assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over the Plan's life to date. The Recreation Authority's employees do not contribute to the Plan.

The following is a schedule of funding progress:

| Schedule of Funding Progress   |  |  |                                   |                               |                                     |   |
|--------------------------------|--|--|-----------------------------------|-------------------------------|-------------------------------------|---|
| 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 |
| 7/1/2011                       | \$ 3,285,852                           | \$ 2,321,073                                   | 141.57%                           | \$ 964,779                    | \$ 1,386,222                        | 0.0%  |

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

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of July 1, 2011.

| Year Ended<br>December 31, | Annual<br>Required<br>Contribution | Percentage<br>Contributed | Annual<br>Pension<br>Cost | Percentage<br>Contributed |
|----------------------------|------------------------------------|---------------------------|---------------------------|---------------------------|
| 2009                       | \$ 87,389                          | 100%                      | \$ 87,389                 | 100%                      |
| 2010                       | 81,194                             | 100%                      | 81,194                    | 100%                      |
| 2011                       | 99,794                             | 100%                      | 99,794                    | 100%                      |

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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***Note 4 - Other Notes***

***4-A. Risk Management***

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

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

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

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

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

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**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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**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 2011, 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, 2011, 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 | Fiscal Year<br>Liability | Claims and Changes<br>in Estimates | Claim<br>Payments | Fiscal Year<br>Liability |
|------|--------------------------|------------------------------------|-------------------|--------------------------|
| 2009 | \$ 612,391               | \$ 1,100,132                       | \$(1,002,655)     | \$ 709,868               |
| 2010 | 709,868                  | 1,020,864                          | (797,661)         | 933,071                  |
| 2011 | 933,071                  | (14,290)                           | (284,871)         | 633,910                  |

**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, 2011. 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 to the contingent nature of its responsibility.

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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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 to the contingent nature of its responsibility.

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

***4-C. Jointly Governed Organizations***

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

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

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

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

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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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 ensuring the financial viability of the solid waste facility should the obligations of the facility not be met internally. However, the facility should accumulate sufficient financial resources from services provided by the facility to function without placing a significant financial burden on either of the parties participating in the joint commission. The Solid Waste Commission had net assets of \$3,560,790 for the year ended December 31, 2011.

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

**4-D. Joint Ventures**

Under Georgia law, the County, in conjunction with other cities and counties in the Northwest area, is a member of the Northwest Georgia Regional Commission (NWGRC). Membership in NWGRC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34, which provides for the organizational structure of the NWGRC. Membership in the NWGRC includes the chief elected official of each county and municipality of the area. OCGA Section 50-8-39.1 provides that the member governments are liable for obligations of the NWGRC. During the year, the County paid \$58,814 in dues to the NWGRC. The financial requirements of the County related to the NWGRC are limited to the amount of its annual dues. Separate financial statements may be obtained from the NWGRC, Jackson Hill, Rome, GA 30161.

**4-E. Other Post-Employment Benefits**

In addition to providing pension benefits, the County provides certain health care benefits for retired employees between the ages of 60 and 65 through a single-employer, defined benefit plan. Substantially all of the County's employees may become eligible for those benefits if they reach early retirement age while working for the County with a minimum of ten years of service. The County contributes approximately 70% of the cost of these benefits while the retiree contributes approximately 30%. The provision of these benefits, along with the County's obligation to contribute, is established under the authority of the Board of Commissioners through passage of a local ordinance. At December 31, 2011, there were 32 retirees eligible for the benefits. The County recognizes the pay as you go cost of retiree health care benefits as an expense as claims are incurred. For 2011, those total \$227,754.

Membership

The following schedule (derived from the most recent actuarial valuation report) reflects membership for the OPEB Health Care Plan as of January 1, 2010.

|                 |            |
|-----------------|------------|
| Active members  | 609        |
| Retired members | 32         |
| Total           | <u>641</u> |

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

Contributions

The County contributed \$227,754 to the OPEB Health Care Plan in fiscal year 2011. The annual required contribution amount is determined using actuarial methods and assumptions approved by the Commission. The Commission establishes and may amend the funding policy for the OPEB Health Care Plan. The Plan does not issue a separate financial report.

FY11 Schedule of Employer Cost and Contributions:

|  |                            |
|--|----------------------------|
| Annual Required Contribution           | \$ 492,514                 |
| Interest on OPEB Obligation            | 47,511                     |
| Adjustment to the ARC                  | <u>(45,387)</u>            |
| Annual OPEB Cost                       | 494,638                    |
| Actual Contribution                    | <u>(227,754)</u>           |
| Increase in net OPEB obligation        | 266,884                    |
| Net OPEB obligation, December 31, 2010 | <u>1,187,768</u>           |
| Net OPEB obligation, December 31, 2011 | <u><u>\$ 1,454,652</u></u> |

| Fiscal Year<br>Ended<br>December 31, | Annual<br>OPEB<br>Cost | Actual<br>OPEB<br>Contribution | Percentage of<br>OPEB Cost<br>Contributed | Net<br>OPEB<br>Obligation |
|--------------------------------------|------------------------|--------------------------------|---|---------------------------|
| 2009                                 | \$ 497,477             | \$ 109,369                     | 21.98%                                    | \$ 820,919                |
| 2010                                 | 478,169                | 111,320                        | 23.28%                                    | 1,187,768                 |
| 2011                                 | 494,638                | 227,754                        | 46.04%                                    | 1,454,652                 |

OPEB Health Care Plan

As of the most recent valuation date, January 1, 2010, the funded status of the OPEB Health Care Plan was as follows:

|  |            |
|--|------------|
| Actuarial Value of Asset   | \$ -       |
| Actuarial Accrued Liability (AAL)  | 4,016,449  |
| Unfunded Actuarial Accrued Liability (UAAL)                                | 4,016,449  |
| Funded Ratio   | 0.00%      |
| Covered Payroll  | 21,268,226 |
| Unfunded Actuarial Accrued Liability as a<br>Percentage of Covered Payroll | 18.88%     |

**FLOYD COUNTY, GEORGIA**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2011*

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

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

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

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

Actuarial calculations reflect a long-term perspective. Calculations are based on the plan in effect at January 1, 2010. The assumptions used in the January 1, 2010 actuarial valuation are as follows:

|   |                               |
|---|-------------------------------|
| Cost Method   | Projected Unit Credit         |
| Amortization Method                                     | Level Percentage of Pay, Open |
| Remaining Amortization Period                           | 30 Years                      |
| Asset Valuation Method                                  | Market Value of Assets        |
| Investment Rate of Return (Includes inflation at 3.00%) | 4.00%                         |
| Medical Cost Trend Rate                                 | 10.50%-5.00%                  |
| Year of Ultimate Trend Rate                             | 2017                          |

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

The County imposes a 6% hotel/motel lodging tax for the purpose of promoting tourism as authorized in Georgia Law (O.C.G.A 48-13-51(a)(4.2)). A summary of transactions for the fiscal year ended December 31, 2011 is as follows:

|  |                    |
|--|--------------------|
| Fund balance as of December 31, 2010                                 | \$ (295)           |
| Tax collections during fiscal year 2011                              | 80,111             |
| Disbursements during fiscal year 2011 for tourism and public affairs | <u>(79,816)</u>    |
| Fund balance as of December 31, 2011                                 | <u><u>\$ -</u></u> |

## **REQUIRED SUPPLEMENTARY INFORMATION**

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

### *Floyd County, Georgia*

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

### *Rome-Floyd Parks and Recreation Authority*

*GMEBS Pension Plan - Schedule of Funding Progress*

**FLOYD COUNTY, GEORGIA**  
*Required Supplementary Information*  
 December 31, 2011

**SCHEDULE OF FUNDING PROGRESS**

**ACCG Plan - Floyd County, Georgia**

| Actuarial Valuation Date | (1)<br>Actuarial Value of Assets | (2)<br>Actuarial Accrued Liability (AAL) | (3)<br>Funded Ratio (1)/(2) | (4)<br>Unfunded / (Surplus) AAL (1)-(2) | (5)<br>Annual Covered Payroll | (6)<br>UAAL as a Percentage of Covered Payroll |
|--------------------------|----------------------------------|--|-----------------------------|---|-------------------------------|--|
| 1/1/2009                 | \$ 32,441,950                    | \$ 40,159,293                            | 80.8%                       | \$ 7,717,343                            | \$ 16,675,511                 | 46.3%  |
| 1/1/2010                 | 34,360,743                       | 43,234,023                               | 79.5%                       | 8,873,280                               | 17,449,086                    | 50.9%  |
| 1/1/2011                 | 36,701,315                       | 46,723,911                               | 78.5%                       | 10,022,596                              | 18,456,867                    | 54.3%  |

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

**OPEB Health Care Plan - Floyd County, Georgia**

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

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

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

**GMEBS Plan - Rome-Floyd Parks and Recreation Authority**

| Actuarial Valuation Date | (1)<br>Actuarial Value of Assets | (2)<br>Actuarial Accrued Liability (AAL) | (3)<br>Funded Ratio (1)/(2) | (4)<br>Unfunded / (Surplus) AAL (1)-(2) | (5)<br>Annual Covered Payroll | (6)<br>UAAL as a Percentage of Covered Payroll |
|--------------------------|----------------------------------|--|-----------------------------|---|-------------------------------|--|
| 10/1/2009                | \$ 2,764,964                     | \$ 2,419,506                             | 114.28%                     | \$ (345,458)                            | \$ 1,344,813                  | 0.0%   |
| 7/1/2010                 | 3,106,804                        | 2,208,696                                | 140.66%                     | (898,108)                               | 1,389,405                     | 0.0%   |
| 7/1/2011                 | 3,285,852                        | 2,321,073                                | 141.57%                     | (964,779)                               | 1,386,222                     | 0.0%   |

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

## **MAJOR GOVERNMENTAL FUNDS**

### *2006 SPLOST Capital Projects Fund*

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

### *2009 SPLOST Capital Projects Fund*

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

### *General Capital Projects Fund*

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

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

*A Major Fund*

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

**FLOYD COUNTY, GEORGIA**  
*2006 Special Purpose Local Option Sales Tax Capital Projects Fund*  
*Schedule of Revenues, Expenditures and*  
*Changes in Fund Balance - Budget and Actual (Budgetary Basis)*  
*For the Year Ended December 31, 2011*

|   | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>       | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|---|----------------------------|-------------------------|---------------------|---|
| <b>REVENUES</b>                                     |                            |                         |                     |   |
| Interest earned                                     | \$ 1,000                   | \$ 10,000               | \$ 12,539           | \$ 2,539                                    |
| <b>TOTAL REVENUES</b>                               | <u>1,000</u>               | <u>10,000</u>           | <u>12,539</u>       | <u>2,539</u>                                |
| <b>EXPENDITURES</b>                                 |                            |                         |                     |   |
| <b>Capital outlay:</b>                              |                            |                         |                     |   |
| General government                                  | 5,000                      | 5,000                   | 851                 | 4,149                                       |
| Public works  | 7,020,000                  | 7,095,500               | 4,514,742           | 2,580,758                                   |
| Culture and recreation                              | -                          | 885                     | 885                 | -   |
| <b>Debt service:</b>                                |                            |                         |                     |   |
| Principal   | -                          | 6,800,000               | 6,800,000           | -   |
| Interest  | -                          | 155,000                 | 154,000             | 1,000                                       |
| <b>Intergovernmental</b>                            | <u>4,120,000</u>           | <u>3,122,440</u>        | <u>3,101,767</u>    | <u>20,673</u>                               |
| <b>TOTAL EXPENDITURES</b>                           | <u>11,145,000</u>          | <u>17,178,825</u>       | <u>14,572,245</u>   | <u>2,606,580</u>                            |
| <b>DEFICIENCY OF REVENUES<br/>OVER EXPENDITURES</b> | <u>(11,144,000)</u>        | <u>(17,168,825)</u>     | <u>(14,559,706)</u> | <u>2,609,119</u>                            |
| <b>OTHER FINANCING SOURCES</b>                      |                            |                         |                     |   |
| Transfers in  | <u>300,000</u>             | <u>300,000</u>          | <u>300,000</u>      | <u>-</u>                                    |
| <b>TOTAL OTHER FINANCING SOURCES</b>                | <u>300,000</u>             | <u>300,000</u>          | <u>300,000</u>      | <u>-</u>                                    |
| <b>NET CHANGE IN FUND BALANCES</b>                  | (10,844,000)               | (16,868,825)            | (14,259,706)        | 2,609,119                                   |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>            | <u>18,744,564</u>          | <u>18,744,564</u>       | <u>18,744,564</u>   | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>                  | <u>\$ 7,900,564</u>        | <u>\$ 1,875,739</u>     | <u>\$ 4,484,858</u> | <u>\$ 2,609,119</u>                         |

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

*A Major Fund*

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

**FLOYD COUNTY, GEORGIA**  
*2009 Special Purpose Local Option Sales Tax Capital Projects Fund*  
*Schedule of Revenues, Expenditures and*  
*Changes in Fund Balance - Budget and Actual (Budgetary Basis)*  
*For the Year Ended December 31, 2011*

|   | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>        | <u>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</u> |
|---|----------------------------|-------------------------|----------------------|---|
| <b>REVENUES</b>                                     |                            |                         |                      |   |
| Taxes   | \$ 14,400,000              | \$ 14,750,000           | \$ 14,796,128        | \$ 46,128                                   |
| Intergovernmental                                   | -                          | -                       | 17,195               | 17,195                                      |
| Interest earned                                     | 40,000                     | 40,000                  | 51,749               | 11,749                                      |
| Miscellaneous                                       | -                          | -                       | 68,312               | 68,312                                      |
| <b>TOTAL REVENUES</b>                               | <u>14,440,000</u>          | <u>14,790,000</u>       | <u>14,933,384</u>    | <u>143,384</u>                              |
| <b>EXPENDITURES</b>                                 |                            |                         |                      |   |
| <b>Capital outlay:</b>                              |                            |                         |                      |   |
| General government                                  | 5,000                      | 5,000                   | 4,918                | 82  |
| Public safety                                       | 20,000,000                 | 20,000,000              | 4,524,311            | 15,475,689                                  |
| <b>Debt service:</b>                                |                            |                         |                      |   |
| Principal   | 6,620,000                  | 6,285,000               | 6,285,000            | -   |
| Interest  | 1,041,950                  | 807,625                 | 807,625              | -   |
| <b>Intergovernmental</b>                            | <u>8,100,000</u>           | <u>9,095,000</u>        | <u>5,480,377</u>     | <u>3,614,623</u>                            |
| <b>TOTAL EXPENDITURES</b>                           | <u>35,766,950</u>          | <u>36,192,625</u>       | <u>17,102,231</u>    | <u>19,090,394</u>                           |
| <b>DEFICIENCY OF REVENUES<br/>OVER EXPENDITURES</b> | <u>(21,326,950)</u>        | <u>(21,402,625)</u>     | <u>(2,168,847)</u>   | <u>19,233,778</u>                           |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>            | <u>23,987,588</u>          | <u>23,987,588</u>       | <u>23,987,588</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>                  | <u>\$ 2,660,638</u>        | <u>\$ 2,584,963</u>     | <u>\$ 21,818,741</u> | <u>\$ 19,233,778</u>                        |

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

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

**FLOYD COUNTY, GEORGIA**  
*General Capital Projects Fund*  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budgetary Basis)*  
*For the Year Ended December 31, 2011*

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>       | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|--|----------------------------|-------------------------|---------------------|---|
| <b>REVENUES</b>  |                            |                         |                     |   |
| Intergovernmental  | \$ 3,357,145               | \$ 3,616,710            | \$ 917,494          | \$ (2,699,216)                              |
| Interest earned  | -                          | -                       | 26,950              | 26,950                                      |
| Miscellaneous  | -                          | 22,340                  | 22,348              | 8   |
| <b>TOTAL REVENUES</b>  | <u>3,357,145</u>           | <u>3,639,050</u>        | <u>966,792</u>      | <u>(2,672,258)</u>                          |
| <b>EXPENDITURES</b>  |                            |                         |                     |   |
| <b>Capital outlay:</b>   |                            |                         |                     |   |
| General government   | 486,000                    | 528,000                 | 511,511             | 16,489                                      |
| Judicial   | -                          | 100,000                 | 99,950              | 50  |
| Public safety  | 547,000                    | 953,395                 | 874,617             | 78,778                                      |
| Public works   | 410,950                    | 410,950                 | 244,415             | 166,535                                     |
| Culture and recreation   | 10,000                     | 10,110                  | 10,109              | 1   |
| Housing and development  | 3,238,760                  | 3,311,340               | 563,348             | 2,747,992                                   |
| <b>TOTAL EXPENDITURES</b>  | <u>4,692,710</u>           | <u>5,313,795</u>        | <u>2,303,950</u>    | <u>3,009,845</u>                            |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | <u>(1,335,565)</u>         | <u>(1,674,745)</u>      | <u>(1,337,158)</u>  | <u>337,587</u>                              |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |                            |                         |                     |   |
| Capital lease proceeds   | 311,150                    | 406,850                 | -                   | (406,850)                                   |
| Transfers in   | 1,023,415                  | 1,630,815               | 1,565,427           | (65,388)                                    |
| Transfers out  | (46,000)                   | (55,620)                | (55,620)            | -   |
| <b>TOTAL OTHER FINANCING SOURCES (USES)</b>                          | <u>1,288,565</u>           | <u>1,982,045</u>        | <u>1,509,807</u>    | <u>(472,238)</u>                            |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | (47,000)                   | 307,300                 | 172,649             | (134,651)                                   |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>                             | <u>1,107,787</u>           | <u>1,107,787</u>        | <u>1,107,787</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <u>\$ 1,060,787</u>        | <u>\$ 1,415,087</u>     | <u>\$ 1,280,436</u> | <u>\$ (134,651)</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, 2011*

|   | <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  | \$ 527,433                                     | \$ 3,285,795                                       | \$ 1,274,372  | \$ 5,087,600  |
| Taxes receivable (net of<br>allowance for uncollectibles) | -  | 173,400  | -   | 173,400   |
| Accounts receivable                                       | -  | 244,852  | -   | 244,852   |
| Due from other funds                                      | 55,620   | 15,441   | -   | 71,061  |
| Due from other governments                                | 98,311   | 79,438   | -   | 177,749   |
| Prepaid items   | -  | 11,021   | -   | 11,021  |
| <b>TOTAL ASSETS</b>                                       | <b>\$ 681,364</b>                              | <b>\$ 3,809,947</b>                                | <b>\$ 1,274,372</b>                                 | <b>\$ 5,765,683</b>                                   |
| <b>LIABILITIES AND FUND BALANCES</b>                      |  |  |   |   |
| <b>LIABILITIES</b>  |  |  |   |   |
| Accounts payable  | \$ -   | \$ 425,766   | \$ 2,849  | \$ 428,615  |
| Accrued salaries and payroll taxes                        | -  | 40,709   | -   | 40,709  |
| Payroll withholdings payable                              | -  | 4,132  | -   | 4,132   |
| Due to other governments                                  | -  | 33,839   | -   | 33,839  |
| Due to other funds  | -  | 163,969  | -   | 163,969   |
| Deferred revenue  | -  | 83,610   | -   | 83,610  |
| <b>TOTAL LIABILITIES</b>                                  | <b>-</b>                                       | <b>752,025</b>                                     | <b>2,849</b>  | <b>754,874</b>  |
| <b>FUND BALANCES</b>                                      |  |  |   |   |
| Nonspendable  |  |  |   |   |
| Prepaid items   | -  | 11,021   | -   | 11,021  |
| Restricted  |  |  |   |   |
| Debt service  | 681,364  | -  | -   | 681,364   |
| Public safety activities                                  | -  | 1,003,311  | -   | 1,003,311   |
| Law library operations                                    | -  | 216,748  | -   | 216,748   |
| Health and welfare activities                             | -  | 65   | -   | 65  |
| Capital construction                                      | -  | -  | 1,271,523   | 1,271,523   |
| Committed   |  |  |   |   |
| Public safety activities                                  | -  | 21,132   | -   | 21,132  |
| Public works  | -  | 1,405,144  | -   | 1,405,144   |
| Culture and recreation                                    | -  | 400,501  | -   | 400,501   |
| <b>TOTAL FUND BALANCES</b>                                | <b>681,364</b>                                 | <b>3,057,922</b>                                   | <b>1,271,523</b>                                    | <b>5,010,809</b>                                      |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCES</b>            | <b>\$ 681,364</b>                              | <b>\$ 3,809,947</b>                                | <b>\$ 1,274,372</b>                                 | <b>\$ 5,765,683</b>                                   |

**FLOYD COUNTY, GEORGIA**  
*Combining Statement of Revenues, Expenditures, and  
Changes in Fund Balances*  
*Non-major Governmental Funds*  
For the Year Ended December 31, 2011

|  | <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  | \$ -   | \$ 1,240,569                                       | \$ -  | \$ 1,240,569  |
| Intergovernmental  | 415,388  | 918,487  | -   | 1,333,875   |
| Charges for services   | -  | 2,430,240  | -   | 2,430,240   |
| Fines and forfeitures  | -  | 5,767  | -   | 5,767   |
| Interest earned  | 1,787  | 5,384  | 4,478   | 11,649  |
| Miscellaneous  | -  | 128,075  | -   | 128,075   |
| <b>TOTAL REVENUES</b>  | <b>417,175</b>                                 | <b>4,728,522</b>                                   | <b>4,478</b>  | <b>5,150,175</b>                                      |
| <b>EXPENDITURES</b>  |  |  |   |   |
| <b>Current:</b>  |  |  |   |   |
| General government   | -  | 345,932  | -   | 345,932   |
| Public safety  | -  | 3,866,702  | -   | 3,866,702   |
| Public works   | -  | 816,419  | -   | 816,419   |
| Health and welfare   | -  | 321,548  | -   | 321,548   |
| Housing and development  | -  | 199,981  | -   | 199,981   |
| <b>Capital outlay</b>  | -  | -  | 53,898  | 53,898  |
| <b>Debt service:</b>   |  |  |   |   |
| Principal  | 312,117  | -  | -   | 312,117   |
| Interest   | 456,973  | -  | -   | 456,973   |
| <b>TOTAL EXPENDITURES</b>  | <b>769,090</b>                                 | <b>5,550,582</b>                                   | <b>53,898</b>                                       | <b>6,373,570</b>                                      |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | <b>(351,915)</b>                               | <b>(822,060)</b>                                   | <b>(49,420)</b>                                     | <b>(1,223,395)</b>                                    |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |  |  |   |   |
| Transfers in   | 534,570  | 940,065  | -   | 1,474,635   |
| Transfers out  | (492,458)                                      | (209,035)  | -   | (701,493)   |
| <b>TOTAL OTHER FINANCING SOURCES (USES)</b>                          | <b>42,112</b>                                  | <b>731,030</b>                                     | <b>-</b>  | <b>773,142</b>  |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | <b>(309,803)</b>                               | <b>(91,030)</b>                                    | <b>(49,420)</b>                                     | <b>(450,253)</b>                                      |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>                             | <b>991,167</b>                                 | <b>3,148,952</b>                                   | <b>1,320,943</b>                                    | <b>5,461,062</b>                                      |
| <b>FUND BALANCES - END OF YEAR</b>                                   | <b>\$ 681,364</b>                              | <b>\$ 3,057,922</b>                                | <b>\$ 1,271,523</b>                                 | <b>\$ 5,010,809</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, 2011*

|   | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>     | <u>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</u> |
|---|----------------------------|-------------------------|-------------------|---|
| <b>REVENUES</b>                                     |                            |                         |                   |   |
| Intergovernmental                                   | \$ 350,650                 | \$ 350,650              | \$ 415,388        | \$ 64,738                                   |
| Interest earned                                     | -                          | -                       | 1,787             | 1,787                                       |
| <b>TOTAL REVENUES</b>                               | <u>350,650</u>             | <u>350,650</u>          | <u>417,175</u>    | <u>66,525</u>                               |
| <b>EXPENDITURES</b>                                 |                            |                         |                   |   |
| <b>Debt service:</b>                                |                            |                         |                   |   |
| Principal   | 633,140                    | 433,530                 | 312,117           | 121,413                                     |
| Interest  | <u>500,000</u>             | <u>500,000</u>          | <u>456,973</u>    | <u>43,027</u>                               |
| <b>TOTAL EXPENDITURES</b>                           | <u>1,133,140</u>           | <u>933,530</u>          | <u>769,090</u>    | <u>164,440</u>                              |
| <b>DEFICIENCY OF REVENUES<br/>OVER EXPENDITURES</b> | <u>(782,490)</u>           | <u>(582,880)</u>        | <u>(351,915)</u>  | <u>230,965</u>                              |
| <b>OTHER FINANCING SOURCES (USES)</b>               |                            |                         |                   |   |
| Transfers in  | 788,190                    | 534,570                 | 534,570           | -   |
| Transfers out                                       | <u>-</u>                   | <u>(492,450)</u>        | <u>(492,458)</u>  | <u>(8)</u>                                  |
| <b>TOTAL OTHER FINANCING SOURCES (USES)</b>         | <u>788,190</u>             | <u>42,120</u>           | <u>42,112</u>     | <u>(8)</u>                                  |
| <b>NET CHANGE IN FUND BALANCES</b>                  | 5,700                      | (540,760)               | (309,803)         | 230,957                                     |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>            | <u>991,167</u>             | <u>991,167</u>          | <u>991,167</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>                  | <u>\$ 996,867</u>          | <u>\$ 450,407</u>       | <u>\$ 681,364</u> | <u>\$ 230,957</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 Inmate Benefit Fund*

*Jail Inmate Benefit Fund*

*911 Fund*

*Law Library Fund*

*Animal Control Fund*

*Hotel/Motel Fund*

*Solid Waste Fund*

*Emergency Management Fund*

*Work Release Fund*

*CHIP (Community Housing Improvement Program) Grant Fund*

*Children and Families Grant Fund*

*Stadium Maintenance Fund*

*CDBG Mercy Senior Care Fund*

**FLOYD COUNTY, GEORGIA**  
*Combining Balance Sheet*  
 Non-major Special Revenue Funds  
 December 31, 2011

|  | 211             | Flood<br>Against<br>Drugs | Prison<br>Inmate<br>Benefit | Inmate<br>Benefit | 911               | Law<br>Library    | Animal<br>Control | Hotel/Motel      | Solid Waste         | Emergency<br>Management | Work<br>Release   | CHIP<br>Grant   | Children<br>and Families<br>Grant | Stadium<br>Maintenance | CDRG<br>Mercy<br>Senior Care | Total<br>Non-major<br>Special Revenue<br>Funds |
|--|-----------------|---------------------------|-----------------------------|-------------------|-------------------|-------------------|-------------------|------------------|---------------------|-------------------------|-------------------|-----------------|-----------------------------------|------------------------|------------------------------|--|
| <b>ASSETS</b>  |                 |                           |                             |                   |                   |                   |                   |                  |                     |                         |                   |                 |                                   |                        |                              |  |
| Cash   | \$ 6,986        | \$ 331                    | \$ 70,838                   | \$ 44,032         | \$ 641,248        | \$ 218,268        | \$ 55,516         | \$ -             | \$ 1,358,313        | \$ 23,104               | \$ 242,717        | \$ -            | \$ 3,663                          | \$ 620,779             | \$ -                         | \$ 3,285,795                                   |
| Taxes receivable (net of allowance for uncollectibles) | -               | -                         | -                           | -                 | -                 | -                 | 5,550             | -                | 167,850             | -                       | -                 | -               | -                                 | -                      | -                            | 173,400  |
| Accounts receivable                                    | 1,668           | -                         | -                           | -                 | 219,208           | -                 | 535               | -                | 10,991              | 23,441                  | -                 | -               | -                                 | -                      | -                            | 244,852  |
| Due from other funds                                   | -               | -                         | -                           | -                 | -                 | -                 | 840               | 4,450            | -                   | -                       | -                 | -               | -                                 | -                      | -                            | 15,441   |
| Due from other governments                             | -               | 23,916                    | -                           | -                 | -                 | -                 | 1,855             | -                | -                   | -                       | -                 | 3,300           | 48,750                            | -                      | 2,632                        | 79,438   |
| Prepaid items  | -               | -                         | -                           | -                 | 4,714             | -                 | -                 | -                | -                   | 1,384                   | 3,068             | -               | -                                 | -                      | -                            | 11,021   |
| <b>TOTAL ASSETS</b>                                    | <b>\$ 8,654</b> | <b>\$ 24,247</b>          | <b>\$ 70,838</b>            | <b>\$ 44,032</b>  | <b>\$ 865,170</b> | <b>\$ 218,268</b> | <b>\$ 58,746</b>  | <b>\$ 10,000</b> | <b>\$ 1,537,154</b> | <b>\$ 47,929</b>        | <b>\$ 245,785</b> | <b>\$ 3,300</b> | <b>\$ 52,413</b>                  | <b>\$ 620,779</b>      | <b>\$ 2,632</b>              | <b>\$ 3,809,947</b>                            |
| <b>LIABILITIES AND FUND BALANCES</b>                   |                 |                           |                             |                   |                   |                   |                   |                  |                     |                         |                   |                 |                                   |                        |                              |  |
| <b>LIABILITIES</b>                                     |                 |                           |                             |                   |                   |                   |                   |                  |                     |                         |                   |                 |                                   |                        |                              |  |
| Accounts payable                                       | \$ 4,411        | \$ 4,448                  | \$ -                        | \$ -              | \$ 122,001        | \$ 935            | \$ 29,183         | \$ 10,000        | \$ 44,756           | \$ 12,517               | \$ 53,606         | \$ 1,400        | \$ 52,348                         | \$ 87,549              | \$ 2,632                     | \$ 425,766                                     |
| Accrued salaries and payroll taxes                     | -               | 690                       | -                           | -                 | 18,729            | -                 | 4,571             | -                | 3,423               | 1,742                   | 11,554            | -               | -                                 | -                      | -                            | 40,709   |
| Payroll withholdings payable                           | -               | 122                       | -                           | -                 | 2,067             | -                 | 317               | -                | 28                  | 304                     | 1,294             | -               | -                                 | -                      | -                            | 4,132  |
| Due to other governments                               | 1,644           | -                         | 529                         | -                 | -                 | -                 | -                 | -                | -                   | -                       | 31,666            | -               | -                                 | -                      | -                            | 33,839   |
| Due to other funds                                     | 2,599           | 18,987                    | -                           | -                 | 314               | 585               | 1,688             | -                | 213                 | 568                     | 4,386             | 1,900           | -                                 | 132,729                | -                            | 163,969  |
| Deferred revenue                                       | -               | -                         | -                           | -                 | -                 | -                 | -                 | -                | 83,610              | -                       | -                 | -               | -                                 | -                      | -                            | 83,610   |
| <b>TOTAL LIABILITIES</b>                               | <b>8,654</b>    | <b>24,247</b>             | <b>529</b>                  | <b>-</b>          | <b>143,111</b>    | <b>1,520</b>      | <b>35,759</b>     | <b>10,000</b>    | <b>132,010</b>      | <b>15,131</b>           | <b>102,506</b>    | <b>3,300</b>    | <b>52,348</b>                     | <b>220,278</b>         | <b>2,632</b>                 | <b>752,025</b>                                 |
| <b>FUND BALANCES</b>                                   |                 |                           |                             |                   |                   |                   |                   |                  |                     |                         |                   |                 |                                   |                        |                              |  |
| Nonspendable:  | -               | -                         | -                           | -                 | -                 | -                 | -                 | -                | -                   | -                       | -                 | -               | -                                 | -                      | -                            | -  |
| Prepaid items  | -               | -                         | -                           | -                 | 4,714             | -                 | 1,855             | -                | -                   | 1,384                   | 3,068             | -               | -                                 | -                      | -                            | 11,021   |
| Restricted:  | -               | -                         | 70,309                      | 44,032            | 717,345           | -                 | -                 | -                | -                   | 31,414                  | 140,211           | -               | -                                 | -                      | -                            | 1,003,311                                      |
| Public safety activities                               | -               | -                         | -                           | -                 | -                 | -                 | -                 | -                | -                   | -                       | -                 | -               | -                                 | -                      | -                            | 216,748  |
| Law library operations                                 | -               | -                         | -                           | -                 | -                 | 216,748           | -                 | -                | -                   | -                       | -                 | -               | 65                                | -                      | -                            | 65   |
| Health and welfare activities                          | -               | -                         | -                           | -                 | -                 | -                 | -                 | -                | -                   | -                       | -                 | -               | -                                 | -                      | -                            | -  |
| Committed:   | -               | -                         | -                           | -                 | -                 | -                 | -                 | -                | -                   | -                       | -                 | -               | -                                 | -                      | -                            | -  |
| Public safety activities                               | -               | -                         | -                           | -                 | -                 | -                 | 21,132            | -                | 1,405,144           | -                       | -                 | -               | -                                 | -                      | -                            | 21,132   |
| Public works   | -               | -                         | -                           | -                 | -                 | -                 | -                 | -                | -                   | -                       | -                 | -               | -                                 | -                      | -                            | 1,405,144                                      |
| Culture and recreation                                 | -               | -                         | -                           | -                 | -                 | -                 | -                 | -                | -                   | -                       | -                 | -               | -                                 | 400,501                | -                            | 400,501  |
| <b>TOTAL FUND BALANCES</b>                             | <b>-</b>        | <b>-</b>                  | <b>70,309</b>               | <b>44,032</b>     | <b>722,059</b>    | <b>216,748</b>    | <b>22,987</b>     | <b>-</b>         | <b>1,405,144</b>    | <b>32,798</b>           | <b>143,279</b>    | <b>-</b>        | <b>65</b>                         | <b>400,501</b>         | <b>-</b>                     | <b>3,057,922</b>                               |
| <b>TOTAL LIABILITIES AND FUND BALANCES</b>             | <b>\$ 8,654</b> | <b>\$ 24,247</b>          | <b>\$ 70,838</b>            | <b>\$ 44,032</b>  | <b>\$ 865,170</b> | <b>\$ 218,268</b> | <b>\$ 58,746</b>  | <b>\$ 10,000</b> | <b>\$ 1,537,154</b> | <b>\$ 47,929</b>        | <b>\$ 245,785</b> | <b>\$ 3,300</b> | <b>\$ 52,413</b>                  | <b>\$ 620,779</b>      | <b>\$ 2,632</b>              | <b>\$ 3,809,947</b>                            |

**FLOYD COUNTY, GEORGIA**  
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Non-major Special Revenue Funds  
 For the Year Ended December 31, 2011

|  | 211             | Floyd<br>Against<br>Drugs | Prison<br>Inmate<br>Benefit | Jail<br>Inmate<br>Benefit | 911               | Law<br>Library    | Animal<br>Control | Home/Mud       | Solid Waste         | Emergency<br>Management | Work<br>Release   | CHIP<br>Grant  | Children<br>and Families<br>Grant | Stadium<br>Maintenance | CDBG<br>Mercy<br>Senior Care | Total<br>Non-major<br>Special Revenue<br>Funds |
|--|-----------------|---------------------------|-----------------------------|---------------------------|-------------------|-------------------|-------------------|----------------|---------------------|-------------------------|-------------------|----------------|-----------------------------------|------------------------|------------------------------|--|
| <b>REVENUES</b>  |                 |                           |                             |                           |                   |                   |                   |                |                     |                         |                   |                |                                   |                        |                              |  |
| Taxes  | \$ -            | \$ -                      | \$ -                        | \$ -                      | \$ -              | \$ -              | \$ -              | \$ 80,111      | \$ 1,160,458        | \$ -                    | \$ -              | \$ -           | \$ -                              | \$ -                   | \$ -                         | \$ 1,240,569                                   |
| Intergovernmental  | 15,899          | 26,576                    | -                           | -                         | -                 | -                 | -                 | -              | -                   | 425,264                 | -                 | 129,200        | 296,951                           | -                      | 24,597                       | 918,487  |
| Charges for services   | 10,008          | -                         | 78,908                      | 178,027                   | 1,556,405         | 37,750            | 27,387            | -              | -                   | -                       | 541,755           | -              | -                                 | -                      | -                            | 2,430,240                                      |
| Fines and forfeitures  | -               | -                         | -                           | -                         | -                 | -                 | 5,767             | -              | -                   | -                       | -                 | -              | -                                 | -                      | -                            | 5,767  |
| Interest earned  | 16              | 5                         | -                           | 125                       | 1,318             | 129               | 179               | -              | 1,732               | 132                     | 434               | -              | 36                                | 1,278                  | -                            | 5,384  |
| Miscellaneous  | 375             | 2,263                     | -                           | -                         | 636               | -                 | 18,086            | -              | -                   | -                       | 1,763             | -              | -                                 | 104,952                | -                            | 128,075  |
| <b>TOTAL REVENUES</b>  | <b>26,298</b>   | <b>28,844</b>             | <b>78,908</b>               | <b>178,152</b>            | <b>1,558,359</b>  | <b>37,879</b>     | <b>51,419</b>     | <b>80,111</b>  | <b>1,162,190</b>    | <b>425,396</b>          | <b>543,952</b>    | <b>129,200</b> | <b>296,987</b>                    | <b>106,230</b>         | <b>24,597</b>                | <b>4,728,522</b>                               |
| <b>EXPENDITURES</b>  |                 |                           |                             |                           |                   |                   |                   |                |                     |                         |                   |                |                                   |                        |                              |  |
| <b>Current:</b>  |                 |                           |                             |                           |                   |                   |                   |                |                     |                         |                   |                |                                   |                        |                              |  |
| General government   | 48,445          | -                         | -                           | -                         | -                 | 20,579            | -                 | -              | -                   | -                       | -                 | -              | -                                 | 276,908                | -                            | 345,932  |
| Public safety  | -               | 62,449                    | 75,697                      | 194,567                   | 1,592,135         | -                 | 472,449           | -              | -                   | 621,268                 | 848,137           | -              | -                                 | -                      | -                            | 3,866,702                                      |
| Public works   | -               | -                         | -                           | -                         | -                 | -                 | -                 | 816,419        | -                   | -                       | -                 | -              | -                                 | -                      | -                            | 816,419  |
| Health and welfare   | -               | -                         | -                           | -                         | -                 | -                 | -                 | -              | -                   | -                       | -                 | -              | 296,951                           | -                      | 24,597                       | 321,548  |
| Housing and development  | -               | -                         | -                           | -                         | -                 | -                 | -                 | 70,781         | -                   | -                       | -                 | 129,200        | -                                 | -                      | -                            | 199,981  |
| <b>TOTAL EXPENDITURES</b>  | <b>48,445</b>   | <b>62,449</b>             | <b>75,697</b>               | <b>194,567</b>            | <b>1,592,135</b>  | <b>20,579</b>     | <b>472,449</b>    | <b>70,781</b>  | <b>816,419</b>      | <b>621,268</b>          | <b>848,137</b>    | <b>129,200</b> | <b>296,951</b>                    | <b>276,908</b>         | <b>24,597</b>                | <b>5,550,582</b>                               |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER (UNDER) EXPENDITURES</b> | <b>(22,147)</b> | <b>(33,605)</b>           | <b>3,211</b>                | <b>(16,415)</b>           | <b>(33,776)</b>   | <b>17,300</b>     | <b>(421,030)</b>  | <b>9,330</b>   | <b>345,771</b>      | <b>(195,872)</b>        | <b>(304,185)</b>  | <b>-</b>       | <b>36</b>                         | <b>(170,678)</b>       | <b>-</b>                     | <b>(822,060)</b>                               |
| <b>OTHER FINANCING SOURCES (USES)</b>                                |                 |                           |                             |                           |                   |                   |                   |                |                     |                         |                   |                |                                   |                        |                              |  |
| Transfers in   | 15,808          | 32,537                    | -                           | -                         | -                 | -                 | 396,290           | -              | -                   | 185,080                 | 310,350           | -              | -                                 | -                      | -                            | 940,065  |
| Transfers out  | -               | -                         | -                           | -                         | -                 | -                 | -                 | (9,035)        | (200,000)           | -                       | -                 | -              | -                                 | -                      | -                            | (209,035)                                      |
| <b>TOTAL OTHER FINANCING<br/>SOURCES (USES)</b>                      | <b>15,808</b>   | <b>32,537</b>             | <b>-</b>                    | <b>-</b>                  | <b>-</b>          | <b>-</b>          | <b>396,290</b>    | <b>(9,035)</b> | <b>(200,000)</b>    | <b>185,080</b>          | <b>310,350</b>    | <b>-</b>       | <b>-</b>                          | <b>-</b>               | <b>-</b>                     | <b>731,030</b>                                 |
| <b>NET CHANGE IN FUND BALANCES</b>                                   | <b>(6,339)</b>  | <b>(1,068)</b>            | <b>3,211</b>                | <b>(16,415)</b>           | <b>(33,776)</b>   | <b>17,300</b>     | <b>(24,740)</b>   | <b>295</b>     | <b>145,771</b>      | <b>(10,792)</b>         | <b>6,165</b>      | <b>-</b>       | <b>36</b>                         | <b>(170,678)</b>       | <b>-</b>                     | <b>(91,030)</b>                                |
| <b>FUND BALANCES (DEFICIT) -<br/>BEGINNING OF YEAR</b>               | <b>6,339</b>    | <b>1,068</b>              | <b>67,098</b>               | <b>60,447</b>             | <b>755,835</b>    | <b>199,448</b>    | <b>47,727</b>     | <b>(295)</b>   | <b>1,259,373</b>    | <b>43,590</b>           | <b>137,114</b>    | <b>-</b>       | <b>29</b>                         | <b>571,179</b>         | <b>-</b>                     | <b>3,148,952</b>                               |
| <b>FUND BALANCES (DEFICIT) -<br/>END OF YEAR</b>                     | <b>\$ -</b>     | <b>\$ -</b>               | <b>\$ 70,309</b>            | <b>\$ 44,032</b>          | <b>\$ 722,059</b> | <b>\$ 216,748</b> | <b>\$ 22,987</b>  | <b>\$ -</b>    | <b>\$ 1,405,144</b> | <b>\$ 32,798</b>        | <b>\$ 143,279</b> | <b>\$ -</b>    | <b>\$ 65</b>                      | <b>\$ 400,501</b>      | <b>\$ -</b>                  | <b>\$ 3,057,922</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, 2011*

|   | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b> | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|---|----------------------------|-------------------------|---------------|---|
| <b>REVENUES</b>                                 |                            |                         |               |   |
| Intergovernmental                               | \$ 9,025                   | \$ 15,900               | \$ 15,899     | \$ (1)                                      |
| Charges for services                            | 10,000                     | 10,000                  | 10,008        | 8   |
| Interest earned                                 | -                          | 30                      | 16            | (14)  |
| Miscellaneous                                   | 1,000                      | 375                     | 375           | -   |
| <b>TOTAL REVENUES</b>                           | <u>20,025</u>              | <u>26,305</u>           | <u>26,298</u> | <u>(7)</u>                                  |
| <b>EXPENDITURES</b>                             |                            |                         |               |   |
| <b>Current:</b>                                 |                            |                         |               |   |
| General government                              | <u>44,925</u>              | <u>48,455</u>           | <u>48,445</u> | <u>10</u>                                   |
| <b>TOTAL EXPENDITURES</b>                       | <u>44,925</u>              | <u>48,455</u>           | <u>48,445</u> | <u>10</u>                                   |
| <b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b> | (24,900)                   | (22,150)                | (22,147)      | 3   |
| <b>OTHER FINANCING SOURCES</b>                  |                            |                         |               |   |
| Transfers in                                    | <u>17,825</u>              | <u>15,810</u>           | <u>15,808</u> | <u>(2)</u>                                  |
| <b>TOTAL OTHER FINANCING SOURCES</b>            | <u>17,825</u>              | <u>15,810</u>           | <u>15,808</u> | <u>(2)</u>                                  |
| <b>NET CHANGE IN FUND BALANCES</b>              | (7,075)                    | (6,340)                 | (6,339)       | 1   |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>        | <u>6,339</u>               | <u>6,339</u>            | <u>6,339</u>  | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>              | <u>\$ (736)</u>            | <u>\$ (1)</u>           | <u>\$ -</u>   | <u>\$ 1</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, 2011*

|   | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>   | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|---|----------------------------|-------------------------|-----------------|---|
| <b>REVENUES</b>                                 |                            |                         |                 |   |
| Intergovernmental                               | \$ 20,000                  | \$ 26,575               | \$ 26,576       | \$ 1  |
| Interest earned                                 | -                          | 25                      | 5               | (20)  |
| Miscellaneous                                   | 5,000                      | 2,270                   | 2,263           | (7)   |
| <b>TOTAL REVENUES</b>                           | <b>25,000</b>              | <b>28,870</b>           | <b>28,844</b>   | <b>(26)</b>                                 |
| <b>EXPENDITURES</b>                             |                            |                         |                 |   |
| <b>Current:</b>                                 |                            |                         |                 |   |
| Public safety                                   | 62,010                     | 62,480                  | 62,449          | 31  |
| <b>TOTAL EXPENDITURES</b>                       | <b>62,010</b>              | <b>62,480</b>           | <b>62,449</b>   | <b>31</b>                                   |
| <b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b> | <b>(37,010)</b>            | <b>(33,610)</b>         | <b>(33,605)</b> | <b>5</b>                                    |
| <b>OTHER FINANCING SOURCES</b>                  |                            |                         |                 |   |
| Transfers in                                    | 24,500                     | 32,540                  | 32,537          | (3)   |
| <b>TOTAL OTHER FINANCING SOURCES</b>            | <b>24,500</b>              | <b>32,540</b>           | <b>32,537</b>   | <b>(3)</b>                                  |
| <b>NET CHANGE IN FUND BALANCES</b>              | <b>(12,510)</b>            | <b>(1,070)</b>          | <b>(1,068)</b>  | <b>2</b>                                    |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>        | <b>1,068</b>               | <b>1,068</b>            | <b>1,068</b>    | <b>-</b>                                    |
| <b>FUND BALANCES - END OF YEAR</b>              | <b>\$ (11,442)</b>         | <b>\$ (2)</b>           | <b>\$ -</b>     | <b>\$ 2</b>                                 |

**FLOYD COUNTY, GEORGIA**  
*Prison Inmate Benefit Special Revenue Fund*  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budgetary Basis)*  
*For the Year Ended December 31, 2011*

|  | <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                     | \$ 90,000                  | \$ 78,000               | \$ 78,908        | \$ 908                                      |
| <b>TOTAL REVENUES</b>                    | <u>90,000</u>              | <u>78,000</u>           | <u>78,908</u>    | <u>908</u>                                  |
| <b>EXPENDITURES</b>                      |                            |                         |                  |   |
| <b>Current:</b>                          |                            |                         |                  |   |
| Public safety                            | <u>90,000</u>              | <u>85,000</u>           | <u>75,697</u>    | <u>9,303</u>                                |
| <b>TOTAL EXPENDITURES</b>                | <u>90,000</u>              | <u>85,000</u>           | <u>75,697</u>    | <u>9,303</u>                                |
| <b>NET CHANGE IN FUND BALANCES</b>       | -                          | (7,000)                 | 3,211            | 10,211                                      |
| <b>FUND BALANCES - BEGINNING OF YEAR</b> | <u>67,098</u>              | <u>67,098</u>           | <u>67,098</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>       | <u>\$ 67,098</u>           | <u>\$ 60,098</u>        | <u>\$ 70,309</u> | <u>\$ 10,211</u>                            |

**FLOYD COUNTY, GEORGIA**  
*Jail Inmate Benefit Special Revenue Fund*  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budgetary Basis)*  
*For the Year Ended December 31, 2011*

|  | <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                     | \$ 175,000                 | \$ 175,000              | \$ 178,027       | \$ 3,027                                    |
| Interest earned                          | -                          | -                       | 125              | 125   |
| <b>TOTAL REVENUES</b>                    | <u>175,000</u>             | <u>175,000</u>          | <u>178,152</u>   | <u>3,152</u>                                |
| <b>EXPENDITURES</b>                      |                            |                         |                  |   |
| <b>Current:</b>                          |                            |                         |                  |   |
| Public safety                            | <u>175,000</u>             | <u>197,500</u>          | <u>194,567</u>   | <u>2,933</u>                                |
| <b>TOTAL EXPENDITURES</b>                | <u>175,000</u>             | <u>197,500</u>          | <u>194,567</u>   | <u>2,933</u>                                |
| <b>NET CHANGE IN FUND BALANCES</b>       | -                          | (22,500)                | (16,415)         | 6,085                                       |
| <b>FUND BALANCES - BEGINNING OF YEAR</b> | <u>60,447</u>              | <u>60,447</u>           | <u>60,447</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>       | <u>\$ 60,447</u>           | <u>\$ 37,947</u>        | <u>\$ 44,032</u> | <u>\$ 6,085</u>                             |

**FLOYD COUNTY, GEORGIA**  
*911 Special Revenue Fund*  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budgetary Basis)*  
*For the Year Ended December 31, 2011*

|  | <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                     | \$ 1,678,000               | \$ 1,551,000            | \$ 1,556,405      | \$ 5,405                                    |
| Interest earned                          | 2,500                      | 2,500                   | 1,318             | (1,182)                                     |
| Miscellaneous                            | -                          | -                       | 636               | 636   |
| <b>TOTAL REVENUES</b>                    | <u>1,680,500</u>           | <u>1,553,500</u>        | <u>1,558,359</u>  | <u>4,859</u>                                |
| <b>EXPENDITURES</b>                      |                            |                         |                   |   |
| <b>Current:</b>                          |                            |                         |                   |   |
| Public safety                            | <u>1,596,620</u>           | <u>1,597,695</u>        | <u>1,592,135</u>  | <u>5,560</u>                                |
| <b>TOTAL EXPENDITURES</b>                | <u>1,596,620</u>           | <u>1,597,695</u>        | <u>1,592,135</u>  | <u>5,560</u>                                |
| <b>NET CHANGE IN FUND BALANCES</b>       | 83,880                     | (44,195)                | (33,776)          | 10,419                                      |
| <b>FUND BALANCES - BEGINNING OF YEAR</b> | <u>755,835</u>             | <u>755,835</u>          | <u>755,835</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>       | <u>\$ 839,715</u>          | <u>\$ 711,640</u>       | <u>\$ 722,059</u> | <u>\$ 10,419</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, 2011*

|  | <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                     | \$ 34,000                  | \$ 34,000               | \$ 37,750         | \$ 3,750                                    |
| Interest earned                          | -                          | -                       | 129               | 129   |
| <b>TOTAL REVENUES</b>                    | <u>34,000</u>              | <u>34,000</u>           | <u>37,879</u>     | <u>3,879</u>                                |
| <b>EXPENDITURES</b>                      |                            |                         |                   |   |
| <b>Current:</b>                          |                            |                         |                   |   |
| General government                       | <u>34,000</u>              | <u>34,000</u>           | <u>20,579</u>     | <u>13,421</u>                               |
| <b>TOTAL EXPENDITURES</b>                | <u>34,000</u>              | <u>34,000</u>           | <u>20,579</u>     | <u>13,421</u>                               |
| <b>NET CHANGE IN FUND BALANCES</b>       | -                          | -                       | 17,300            | 17,300                                      |
| <b>FUND BALANCES - BEGINNING OF YEAR</b> | <u>199,448</u>             | <u>199,448</u>          | <u>199,448</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>       | <u>\$ 199,448</u>          | <u>\$ 199,448</u>       | <u>\$ 216,748</u> | <u>\$ 17,300</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, 2011*

|   | <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                            | \$ 39,000                  | \$ 27,000               | \$ 27,387        | \$ 387                                      |
| Fines and forfeitures                           | 5,000                      | 5,700                   | 5,767            | 67  |
| Interest earned                                 | 200                        | 200                     | 179              | (21)  |
| Miscellaneous                                   | 3,000                      | 17,400                  | 18,086           | 686   |
| <b>TOTAL REVENUES</b>                           | <u>47,200</u>              | <u>50,300</u>           | <u>51,419</u>    | <u>1,119</u>                                |
| <b>EXPENDITURES</b>                             |                            |                         |                  |   |
| <b>Current:</b>                                 |                            |                         |                  |   |
| Public safety                                   | 443,490                    | 474,325                 | 472,449          | 1,876                                       |
| <b>TOTAL EXPENDITURES</b>                       | <u>443,490</u>             | <u>474,325</u>          | <u>472,449</u>   | <u>1,876</u>                                |
| <b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b> | (396,290)                  | (424,025)               | (421,030)        | 2,995                                       |
| <b>OTHER FINANCING SOURCES</b>                  |                            |                         |                  |   |
| Transfers in                                    | 396,290                    | 396,290                 | 396,290          | -   |
| <b>TOTAL OTHER FINANCING SOURCES</b>            | <u>396,290</u>             | <u>396,290</u>          | <u>396,290</u>   | <u>-</u>                                    |
| <b>NET CHANGE IN FUND BALANCES</b>              | -                          | (27,735)                | (24,740)         | 2,995                                       |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>        | <u>47,727</u>              | <u>47,727</u>           | <u>47,727</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>              | <u>\$ 47,727</u>           | <u>\$ 19,992</u>        | <u>\$ 22,987</u> | <u>\$ 2,995</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, 2011*

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>  | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|--|----------------------------|-------------------------|----------------|---|
| <b>REVENUES</b>  |                            |                         |                |   |
| Taxes  | \$ 80,000                  | \$ 80,000               | \$ 80,111      | \$ 111                                      |
| <b>TOTAL REVENUES</b>                                  | <u>80,000</u>              | <u>80,000</u>           | <u>80,111</u>  | <u>111</u>                                  |
| <b>EXPENDITURES</b>                                    |                            |                         |                |   |
| <b>Current:</b>  |                            |                         |                |   |
| Housing and development                                | 55,000                     | 70,800                  | 70,781         | 19  |
| <b>TOTAL EXPENDITURES</b>                              | <u>55,000</u>              | <u>70,800</u>           | <u>70,781</u>  | <u>19</u>                                   |
| <b>EXCESS OF REVENUES OVER EXPENDITURES</b>            | 25,000                     | 9,200                   | 9,330          | 130   |
| <b>OTHER FINANCING USES</b>                            |                            |                         |                |   |
| Transfers out  | (25,000)                   | (9,200)                 | (9,035)        | 165   |
| <b>TOTAL OTHER FINANCING USES</b>                      | <u>(25,000)</u>            | <u>(9,200)</u>          | <u>(9,035)</u> | <u>165</u>                                  |
| <b>NET CHANGE IN FUND BALANCES</b>                     | -                          | -                       | 295            | 295   |
| <b>FUND BALANCES (DEFICIT) - BEGINNING<br/>OF YEAR</b> | <u>(295)</u>               | <u>(295)</u>            | <u>(295)</u>   | <u>-</u>                                    |
| <b>FUND BALANCES (DEFICIT) - END<br/>OF YEAR</b>       | <u>\$ (295)</u>            | <u>\$ (295)</u>         | <u>\$ -</u>    | <u>\$ 295</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, 2011*

|   | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>       | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|---|----------------------------|-------------------------|---------------------|---|
| <b>REVENUES</b>                             |                            |                         |                     |   |
| Taxes                                       | \$ 1,089,450               | \$ 1,090,180            | \$ 1,160,458        | \$ 70,278                                   |
| Interest earned                             | 4,000                      | 4,000                   | 1,732               | (2,268)                                     |
| <b>TOTAL REVENUES</b>                       | <u>1,093,450</u>           | <u>1,094,180</u>        | <u>1,162,190</u>    | <u>68,010</u>                               |
| <b>EXPENDITURES</b>                         |                            |                         |                     |   |
| <b>Current:</b>                             |                            |                         |                     |   |
| Public works                                | 893,450                    | 894,180                 | 816,419             | 77,761                                      |
| <b>TOTAL EXPENDITURES</b>                   | <u>893,450</u>             | <u>894,180</u>          | <u>816,419</u>      | <u>77,761</u>                               |
| <b>EXCESS OF REVENUES OVER EXPENDITURES</b> | 200,000                    | 200,000                 | 345,771             | 145,771                                     |
| <b>OTHER FINANCING USES</b>                 |                            |                         |                     |   |
| Transfers out                               | (200,000)                  | (200,000)               | (200,000)           | -   |
| <b>TOTAL OTHER FINANCING USES</b>           | <u>(200,000)</u>           | <u>(200,000)</u>        | <u>(200,000)</u>    | <u>-</u>                                    |
| <b>NET CHANGE IN FUND BALANCES</b>          | -                          | -                       | 145,771             | 145,771                                     |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>    | <u>1,259,373</u>           | <u>1,259,373</u>        | <u>1,259,373</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>          | <u>\$ 1,259,373</u>        | <u>\$ 1,259,373</u>     | <u>\$ 1,405,144</u> | <u>\$ 145,771</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, 2011*

|   | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>    | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|---|----------------------------|-------------------------|------------------|---|
| <b>REVENUES</b>                                 |                            |                         |                  |   |
| Intergovernmental                               | \$ 64,775                  | \$ 423,935              | \$ 425,264       | \$ 1,329                                    |
| Interest earned                                 | 85                         | 85                      | 132              | 47  |
| <b>TOTAL REVENUES</b>                           | <u>64,860</u>              | <u>424,020</u>          | <u>425,396</u>   | <u>1,376</u>                                |
| <b>EXPENDITURES</b>                             |                            |                         |                  |   |
| <b>Current:</b>                                 |                            |                         |                  |   |
| Public safety                                   | <u>226,720</u>             | <u>624,235</u>          | <u>621,268</u>   | <u>2,967</u>                                |
| <b>TOTAL EXPENDITURES</b>                       | <u>226,720</u>             | <u>624,235</u>          | <u>621,268</u>   | <u>2,967</u>                                |
| <b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b> | (161,860)                  | (200,215)               | (195,872)        | 4,343                                       |
| <b>OTHER FINANCING SOURCES</b>                  |                            |                         |                  |   |
| Transfers in                                    | <u>161,860</u>             | <u>185,080</u>          | <u>185,080</u>   | <u>-</u>                                    |
| <b>TOTAL OTHER FINANCING SOURCES</b>            | <u>161,860</u>             | <u>185,080</u>          | <u>185,080</u>   | <u>-</u>                                    |
| <b>NET CHANGE IN FUND BALANCES</b>              | -                          | (15,135)                | (10,792)         | 4,343                                       |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>        | <u>43,590</u>              | <u>43,590</u>           | <u>43,590</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>              | <u>\$ 43,590</u>           | <u>\$ 28,455</u>        | <u>\$ 32,798</u> | <u>\$ 4,343</u>                             |

**FLOYD COUNTY, GEORGIA**  
*Work Release Fund*  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budgetary Basis)*  
*For the Year Ended December 31, 2011*

|   | <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                            | \$ 496,400                 | \$ 528,900              | \$ 541,755        | \$ 12,855                                   |
| Interest earned                                 | -                          | -                       | 434               | 434   |
| Miscellaneous                                   | -                          | 12,000                  | 1,763             | (10,237)                                    |
| <b>TOTAL REVENUES</b>                           | <u>496,400</u>             | <u>540,900</u>          | <u>543,952</u>    | <u>3,052</u>                                |
| <b>EXPENDITURES</b>                             |                            |                         |                   |   |
| <b>Current:</b>                                 |                            |                         |                   |   |
| Public safety                                   | <u>806,750</u>             | <u>851,250</u>          | <u>848,137</u>    | <u>3,113</u>                                |
| <b>TOTAL EXPENDITURES</b>                       | <u>806,750</u>             | <u>851,250</u>          | <u>848,137</u>    | <u>3,113</u>                                |
| <b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b> | (310,350)                  | (310,350)               | (304,185)         | 6,165                                       |
| <b>OTHER FINANCING SOURCES</b>                  |                            |                         |                   |   |
| Transfers in                                    | <u>310,350</u>             | <u>310,350</u>          | <u>310,350</u>    | <u>-</u>                                    |
| <b>TOTAL OTHER FINANCING SOURCES</b>            | <u>310,350</u>             | <u>310,350</u>          | <u>310,350</u>    | <u>-</u>                                    |
| <b>NET CHANGE IN FUND BALANCES</b>              | -                          | -                       | 6,165             | 6,165                                       |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>        | <u>137,114</u>             | <u>137,114</u>          | <u>137,114</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>              | <u>\$ 137,114</u>          | <u>\$ 137,114</u>       | <u>\$ 143,279</u> | <u>\$ 6,165</u>                             |

**FLOYD COUNTY, GEORGIA**  
*CHIP Grant Fund*  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budgetary Basis)*  
*For the Year Ended December 31, 2011*

|  | <u>ORIGINAL<br/>BUDGET</u> | <u>FINAL<br/>BUDGET</u> | <u>ACTUAL</u>  | <u>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</u> |
|--|----------------------------|-------------------------|----------------|---|
| <b>REVENUES</b>                          |                            |                         |                |   |
| Intergovernmental                        | \$ 250,000                 | \$ 250,000              | \$ 129,200     | \$ (120,800)                                |
| <b>TOTAL REVENUES</b>                    | <u>250,000</u>             | <u>250,000</u>          | <u>129,200</u> | <u>(120,800)</u>                            |
| <b>EXPENDITURES</b>                      |                            |                         |                |   |
| <b>Current:</b>                          |                            |                         |                |   |
| Housing and development                  | <u>250,000</u>             | <u>250,000</u>          | <u>129,200</u> | <u>120,800</u>                              |
| <b>TOTAL EXPENDITURES</b>                | <u>250,000</u>             | <u>250,000</u>          | <u>129,200</u> | <u>120,800</u>                              |
| <b>NET CHANGE IN FUND BALANCES</b>       | -                          | -                       | -              | -   |
| <b>FUND BALANCES - BEGINNING OF YEAR</b> | <u>-</u>                   | <u>-</u>                | <u>-</u>       | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>       | <u>\$ -</u>                | <u>\$ -</u>             | <u>\$ -</u>    | <u>\$ -</u>                                 |

**FLOYD COUNTY, GEORGIA**  
*Children and Families Grant Fund*  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budgetary Basis)*  
*For the Year Ended December 31, 2011*

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>  | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|--|----------------------------|-------------------------|----------------|---|
| <b>REVENUES</b>                          |                            |                         |                |   |
| Intergovernmental                        | \$ 304,690                 | \$ 304,690              | \$ 296,951     | \$ (7,739)                                  |
| Interest earned                          | -                          | -                       | 36             | 36  |
| <b>TOTAL REVENUES</b>                    | <u>304,690</u>             | <u>304,690</u>          | <u>296,987</u> | <u>(7,703)</u>                              |
| <b>EXPENDITURES</b>                      |                            |                         |                |   |
| <b>Current:</b>                          |                            |                         |                |   |
| Health and welfare                       | <u>304,690</u>             | <u>304,690</u>          | <u>296,951</u> | <u>7,739</u>                                |
| <b>TOTAL EXPENDITURES</b>                | <u>304,690</u>             | <u>304,690</u>          | <u>296,951</u> | <u>7,739</u>                                |
| <b>NET CHANGE IN FUND BALANCES</b>       | -                          | -                       | 36             | 36  |
| <b>FUND BALANCES - BEGINNING OF YEAR</b> | <u>29</u>                  | <u>29</u>               | <u>29</u>      | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>       | <u>\$ 29</u>               | <u>\$ 29</u>            | <u>\$ 65</u>   | <u>\$ 36</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, 2011*

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>     | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|--|----------------------------|-------------------------|-------------------|---|
| <b>REVENUES</b>                          |                            |                         |                   |   |
| Interest earned                          | \$ 3,000                   | \$ 3,000                | \$ 1,278          | \$ (1,722)                                  |
| Miscellaneous                            | 83,300                     | 100,000                 | 104,952           | 4,952                                       |
| <b>TOTAL REVENUES</b>                    | <u>86,300</u>              | <u>103,000</u>          | <u>106,230</u>    | <u>3,230</u>                                |
| <b>EXPENDITURES</b>                      |                            |                         |                   |   |
| <b>Current:</b>                          |                            |                         |                   |   |
| General government                       | 82,500                     | 278,000                 | 276,908           | 1,092                                       |
| <b>TOTAL EXPENDITURES</b>                | <u>82,500</u>              | <u>278,000</u>          | <u>276,908</u>    | <u>1,092</u>                                |
| <b>NET CHANGE IN FUND BALANCES</b>       | 3,800                      | (175,000)               | (170,678)         | 4,322                                       |
| <b>FUND BALANCES - BEGINNING OF YEAR</b> | <u>571,179</u>             | <u>571,179</u>          | <u>571,179</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>       | <u>\$ 574,979</u>          | <u>\$ 396,179</u>       | <u>\$ 400,501</u> | <u>\$ 4,322</u>                             |

**FLOYD COUNTY, GEORGIA**  
*CDBG - Mercy Senior Care Fund*  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budgetary Basis)*  
*For the Year Ended December 31, 2011*

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b> | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|--|----------------------------|-------------------------|---------------|---|
| <b>REVENUES</b>                          |                            |                         |               |   |
| Intergovernmental                        | \$ 700,000                 | \$ 750,000              | \$ 24,597     | \$ (725,403)                                |
| <b>TOTAL REVENUES</b>                    | <u>700,000</u>             | <u>750,000</u>          | <u>24,597</u> | <u>(725,403)</u>                            |
| <b>EXPENDITURES</b>                      |                            |                         |               |   |
| <b>Current:</b>                          |                            |                         |               |   |
| Health and Welfare                       | <u>700,000</u>             | <u>750,000</u>          | <u>24,597</u> | <u>725,403</u>                              |
| <b>TOTAL EXPENDITURES</b>                | <u>700,000</u>             | <u>750,000</u>          | <u>24,597</u> | <u>725,403</u>                              |
| <b>NET CHANGE IN FUND BALANCES</b>       | -                          | -                       | -             | -   |
| <b>FUND BALANCES - BEGINNING OF YEAR</b> | <u>-</u>                   | <u>-</u>                | <u>-</u>      | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>       | <u>\$ -</u>                | <u>\$ -</u>             | <u>\$ -</u>   | <u>\$ -</u>                                 |

## **NON-MAJOR CAPITAL PROJECTS FUNDS**

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

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

*2003 Special Purpose Local Option Sales Tax Fund*

*1996 Special Purpose Local Option Sales Tax Fund*

**FLOYD COUNTY, GEORGIA**

*Combining Balance Sheet*

*Non-major Capital Projects Funds*

*December 31, 2011*

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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/>1996</b> | <b>Total<br/>Non-major<br/>Capital Projects<br/>Funds</b> |
|--|--|--|---|
| <b>ASSETS</b>                              |  |  |   |
| Cash and equivalents                       | \$ 535,183   | \$ 739,189   | \$ 1,274,372  |
| <b>TOTAL ASSETS</b>                        | <u>\$ 535,183</u>  | <u>\$ 739,189</u>  | <u>\$ 1,274,372</u>                                       |
| <b>LIABILITIES AND FUND BALANCES</b>       |  |  |   |
| <b>LIABILITIES</b>                         |  |  |   |
| Accounts payable                           | \$ -   | \$ 2,849   | \$ 2,849  |
| <b>TOTAL LIABILITIES</b>                   | <u>-</u>   | <u>2,849</u>   | <u>2,849</u>  |
| <b>FUND BALANCES</b>                       |  |  |   |
| Restricted                                 |  |  |   |
| Capital construction                       | 535,183  | 736,340  | 1,271,523   |
| <b>TOTAL LIABILITIES AND FUND BALANCES</b> | <u>\$ 535,183</u>  | <u>\$ 739,189</u>  | <u>\$ 1,274,372</u>                                       |

**FLOYD COUNTY, GEORGIA**

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

*Non-major Capital Projects Funds*

*For the Year Ended December 31, 2011*

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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/>1996</b> | <b>Total<br/>Non-major<br/>Capital Projects<br/>Funds</b> |
|--|--|--|---|
| <b>REVENUES</b>                          |  |  |   |
| Interest earned                          | \$ 2,533   | \$ 1,945   | \$ 4,478  |
| <b>TOTAL REVENUES</b>                    | <u>2,533</u>   | <u>1,945</u>   | <u>4,478</u>  |
| <b>EXPENDITURES</b>                      |  |  |   |
| <b>Capital outlay:</b>                   |  |  |   |
| Public safety                            | -  | 53,898   | 53,898  |
| <b>TOTAL EXPENDITURES</b>                | <u>-</u>   | <u>53,898</u>  | <u>53,898</u>   |
| <b>NET CHANGE IN FUND BALANCES</b>       | 2,533  | (51,953)   | (49,420)  |
| <b>FUND BALANCES - BEGINNING OF YEAR</b> | <u>532,650</u>   | <u>788,293</u>   | <u>1,320,943</u>  |
| <b>FUND BALANCES - END OF YEAR</b>       | <u>\$ 535,183</u>  | <u>\$ 736,340</u>  | <u>\$ 1,271,523</u>                                       |

**FLOYD COUNTY, GEORGIA**  
*2003 Special Purpose Local Option Sales Tax Capital Projects Fund*  
*Schedule of Revenues, Expenditures, and*  
*Changes in Fund Balance - Budget and Actual (Budgetary Basis)*  
*For the Year Ended December 31, 2011*

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>     | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|--|----------------------------|-------------------------|-------------------|---|
| <b>REVENUES</b>  |                            |                         |                   |   |
| Interest earned  | \$ 1,000                   | \$ 1,000                | \$ 2,533          | \$ 1,533                                    |
| <b>TOTAL REVENUES</b>  | <u>1,000</u>               | <u>1,000</u>            | <u>2,533</u>      | <u>1,533</u>                                |
| <b>EXPENDITURES</b>  |                            |                         |                   |   |
| <b>Capital outlay:</b>                                       |                            |                         |                   |   |
| Public works   | <u>530,000</u>             | <u>530,000</u>          | <u>-</u>          | <u>530,000</u>                              |
| <b>TOTAL EXPENDITURES</b>                                    | <u>530,000</u>             | <u>530,000</u>          | <u>-</u>          | <u>530,000</u>                              |
| <b>EXCESS (DEFICIENCY) OF REVENUES<br/>OVER EXPENDITURES</b> | (529,000)                  | (529,000)               | 2,533             | 531,533                                     |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>                     | <u>532,650</u>             | <u>532,650</u>          | <u>532,650</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>                           | <u>\$ 3,650</u>            | <u>\$ 3,650</u>         | <u>\$ 535,183</u> | <u>\$ 531,533</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, 2011*

|  | <b>ORIGINAL<br/>BUDGET</b> | <b>FINAL<br/>BUDGET</b> | <b>ACTUAL</b>     | <b>VARIANCE<br/>POSITIVE<br/>(NEGATIVE)</b> |
|--|----------------------------|-------------------------|-------------------|---|
| <b>REVENUES</b>  |                            |                         |                   |   |
| Interest earned  | \$ 2,500                   | \$ 2,500                | \$ 1,945          | \$ (555)                                    |
| <b>TOTAL REVENUES</b>  | <u>2,500</u>               | <u>2,500</u>            | <u>1,945</u>      | <u>(555)</u>                                |
| <b>EXPENDITURES</b>  |                            |                         |                   |   |
| <b>Capital outlay:</b>   |                            |                         |                   |   |
| Public safety  | 788,000                    | 788,000                 | 53,898            | 734,102                                     |
| <b>TOTAL EXPENDITURES</b>                                      | <u>788,000</u>             | <u>788,000</u>          | <u>53,898</u>     | <u>734,102</u>                              |
| <b>EXCESS / (DEFICIENCY) OF<br/>REVENUES OVER EXPENDITURES</b> | (785,500)                  | (785,500)               | (51,953)          | 733,547                                     |
| <b>FUND BALANCES - BEGINNING OF YEAR</b>                       | <u>788,293</u>             | <u>788,293</u>          | <u>788,293</u>    | <u>-</u>                                    |
| <b>FUND BALANCES - END OF YEAR</b>                             | <u>\$ 2,793</u>            | <u>\$ 2,793</u>         | <u>\$ 736,340</u> | <u>\$ 733,547</u>                           |

## **INTERNAL SERVICE FUNDS**

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

*The County's Internal Service Funds are as follows:*

*Health Insurance Fund*

*Workers' Compensation Fund*

**FLOYD COUNTY, GEORGIA***Combining Statement of Net Assets**Internal Service Funds**December 31, 2011*

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|                                    | <b>Health<br/>Insurance<br/>Fund</b> | <b>Workers'<br/>Compensation<br/>Fund</b> | <b>Total</b>      |
|------------------------------------|--------------------------------------|---|-------------------|
| <b>ASSETS</b>                      |                                      |   |                   |
| Cash                               | \$ 1,883,406                         | \$ -                                      | \$ 1,883,406      |
| Accounts receivable                | 3,253                                | 456                                       | 3,709             |
| <b>TOTAL ASSETS</b>                | <u>1,886,659</u>                     | <u>456</u>                                | <u>1,887,115</u>  |
| <b>LIABILITIES</b>                 |                                      |   |                   |
| Accounts payable                   | 12,309                               | -   | 12,309            |
| Accrued salaries and payroll taxes | 712                                  | -   | 712               |
| Claims payable                     | 384,385                              | 633,912                                   | 1,018,297         |
| Due to other funds                 | 451                                  | -   | 451               |
| <b>TOTAL LIABILITIES</b>           | <u>397,857</u>                       | <u>633,912</u>                            | <u>1,031,769</u>  |
| <b>NET ASSETS (DEFICIT)</b>        |                                      |   |                   |
| Unrestricted                       | <u>1,488,802</u>                     | <u>(633,456)</u>                          | <u>855,346</u>    |
| <b>TOTAL NET ASSETS (DEFICIT)</b>  | <u>\$ 1,488,802</u>                  | <u>\$ (633,456)</u>                       | <u>\$ 855,346</u> |

**FLOYD COUNTY, GEORGIA***Combining Statement of Revenues, Expenses and Changes in Fund Net Assets**Internal Service Funds**For the Year Ended December 31, 2011*

|   | <b>Health<br/>Insurance<br/>Fund</b> | <b>Workers'<br/>Compensation<br/>Fund</b> | <b>Total</b>      |
|---|--------------------------------------|---|-------------------|
| <b>OPERATING REVENUES</b>                       |                                      |   |                   |
| Charges for services                            | \$ 5,749,338                         | \$ 44,000                                 | \$ 5,793,338      |
| Miscellaneous                                   | -                                    | 235,645                                   | 235,645           |
| <b>TOTAL OPERATING REVENUES</b>                 | <b>5,749,338</b>                     | <b>279,645</b>                            | <b>6,028,983</b>  |
| <b>OPERATING EXPENSES</b>                       |                                      |   |                   |
| Personal services and employee benefits         | 50,369                               | -   | 50,369            |
| Claims  | 3,945,104                            | 284,871                                   | 4,229,975         |
| Other   | 411,115                              | 49,042                                    | 460,157           |
| <b>TOTAL OPERATING EXPENSES</b>                 | <b>4,406,588</b>                     | <b>333,913</b>                            | <b>4,740,501</b>  |
| <b>OPERATING INCOME (LOSS)</b>                  | <b>1,342,750</b>                     | <b>(54,268)</b>                           | <b>1,288,482</b>  |
| <b>NON-OPERATING INCOME</b>                     |                                      |   |                   |
| Interest income                                 | 2,278                                | -   | 2,278             |
| <b>TOTAL NON-OPERATING INCOME</b>               | <b>2,278</b>                         | <b>-</b>                                  | <b>2,278</b>      |
| <b>INCOME (LOSS) BEFORE TRANSFERS</b>           | <b>1,345,028</b>                     | <b>(54,268)</b>                           | <b>1,290,760</b>  |
| Transfers in                                    | -                                    | 353,881                                   | 353,881           |
| <b>CHANGE IN NET ASSETS</b>                     | <b>1,345,028</b>                     | <b>299,613</b>                            | <b>1,644,641</b>  |
| <b>NET ASSETS (DEFICIT) - BEGINNING OF YEAR</b> | <b>143,774</b>                       | <b>(933,069)</b>                          | <b>(789,295)</b>  |
| <b>NET ASSETS (DEFICIT) - END OF YEAR</b>       | <b>\$ 1,488,802</b>                  | <b>\$ (633,456)</b>                       | <b>\$ 855,346</b> |

**FLOYD COUNTY, GEORGIA**  
*Combining Statement of Cash Flows*  
*Internal Service Funds*  
For the Year Ended December 31, 2011

|  | <b>Health<br/>Insurance<br/>Fund</b> | <b>Workers'<br/>Compensation<br/>Fund</b> | <b>Total</b>        |
|--|--------------------------------------|---|---------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>  |                                      |   |                     |
| Receipts from customers and users  | \$ 5,753,274                         | \$ 279,189                                | \$ 6,032,463        |
| Payments to employees  | (49,930)                             | -   | (49,930)            |
| Payments to suppliers for services provided  | (4,417,886)                          | (633,070)                                 | (5,050,956)         |
| Net cash provided (used) by operating activities   | <u>1,285,458</u>                     | <u>(353,881)</u>                          | <u>931,577</u>      |
| <b>CASH FLOWS FROM NONCAPITAL<br/>FINANCING ACTIVITIES</b>   |                                      |   |                     |
| Transfer from other funds  | -                                    | 353,881                                   | 353,881             |
| Net cash provided by noncapital financing activities   | <u>-</u>                             | <u>353,881</u>                            | <u>353,881</u>      |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>  |                                      |   |                     |
| Interest received  | 2,278                                | -   | 2,278               |
| Net cash provided by investing activities  | <u>2,278</u>                         | <u>-</u>                                  | <u>2,278</u>        |
| Net increase in cash and cash equivalents  | 1,287,736                            | -   | 1,287,736           |
| Cash and cash equivalents, beginning of year   | 595,670                              | -   | 595,670             |
| Cash and cash equivalents, end of year   | <u>\$ 1,883,406</u>                  | <u>\$ -</u>                               | <u>\$ 1,883,406</u> |
| <b>Reconciliation of operating income (loss) to net cash<br/>provided by (used in) operating activities:</b> |                                      |   |                     |
| Operating income (loss)  | \$ 1,342,750                         | \$ (54,268)                               | \$ 1,288,482        |
| Adjustments to reconcile operating income (loss) to net<br>cash provided (used) by operating activities:     |                                      |   |                     |
| (Increase) decrease:   |                                      |   |                     |
| Receivables  | 3,936                                | (456)                                     | 3,480               |
| Increase (decrease):   |                                      |   |                     |
| Claims payable   | (63,862)                             | (299,157)                                 | (363,019)           |
| Accounts payable   | 2,195                                | -   | 2,195               |
| Due to other funds   | 451                                  | -   | 451                 |
| Accrued liabilities  | (12)                                 | -   | (12)                |
| Net cash provided (used) by operating activities   | <u>\$ 1,285,458</u>                  | <u>\$ (353,881)</u>                       | <u>\$ 931,577</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, 2011*

|   | Tax<br>Commissioner | Superior Court<br>Office of<br>Receiver | Sheriff           | Clerk of<br>Superior<br>Court | Magistrate<br>Court | Juvenile<br>Court | Probate<br>Court | Total               |
|---|---------------------|---|-------------------|-------------------------------|---------------------|-------------------|------------------|---------------------|
| <b>ASSETS</b>                               |                     |   |                   |                               |                     |                   |                  |                     |
| Cash  | \$ 2,859,820        | \$ 65,401                               | \$ 212,621        | \$ 1,031,250                  | \$ 39,960           | \$ 1,492          | \$ 44,230        | \$ 4,254,774        |
| Taxes receivable                            | 46,086              | -                                       | -                 | -                             | -                   | -                 | -                | 46,086              |
| Accounts receivable                         | -                   | -                                       | 3,202             | -                             | -                   | -                 | -                | 3,202               |
| <b>TOTAL ASSETS</b>                         | <b>\$ 2,905,906</b> | <b>\$ 65,401</b>                        | <b>\$ 215,823</b> | <b>\$ 1,031,250</b>           | <b>\$ 39,960</b>    | <b>\$ 1,492</b>   | <b>\$ 44,230</b> | <b>\$ 4,304,062</b> |
| <b>LIABILITIES</b>                          |                     |   |                   |                               |                     |                   |                  |                     |
| Due to other governments<br>and individuals | \$ 2,905,906        | \$ 65,401                               | \$ 215,823        | \$ 1,031,250                  | \$ 39,960           | \$ 1,492          | \$ 44,230        | \$ 4,304,062        |
| <b>TOTAL LIABILITIES</b>                    | <b>\$ 2,905,906</b> | <b>\$ 65,401</b>                        | <b>\$ 215,823</b> | <b>\$ 1,031,250</b>           | <b>\$ 39,960</b>    | <b>\$ 1,492</b>   | <b>\$ 44,230</b> | <b>\$ 4,304,062</b> |

**FLOYD COUNTY, GEORGIA**  
*Combining Statement of Changes in Assets and Liabilities*  
*Agency Funds*  
*For the Year Ended December 31, 2011*

| <b><u>TAX COMMISSIONER</u></b>                      | <b>Balance</b>         |                       |                       | <b>Balance</b>           |
|---|------------------------|-----------------------|-----------------------|--------------------------|
|   | <b>January 1, 2011</b> | <b>Additions</b>      | <b>Deductions</b>     | <b>December 31, 2011</b> |
| <b>ASSETS</b>                                       |                        |                       |                       |                          |
| Cash  | \$ 2,743,897           | \$ 188,520,800        | \$ 188,404,877        | \$ 2,859,820             |
| Taxes receivable                                    | 24,309                 | 21,777                | -                     | 46,086                   |
| <b>TOTAL ASSETS</b>                                 | <b>\$ 2,768,206</b>    | <b>\$ 188,542,577</b> | <b>\$ 188,404,877</b> | <b>\$ 2,905,906</b>      |
| <b>LIABILITIES</b>                                  |                        |                       |                       |                          |
| Due to other governments<br>and individuals         | \$ 2,768,206           | \$ 188,542,577        | \$ 188,404,877        | \$ 2,905,906             |
| <b>TOTAL LIABILITIES</b>                            | <b>\$ 2,768,206</b>    | <b>\$ 188,542,577</b> | <b>\$ 188,404,877</b> | <b>\$ 2,905,906</b>      |
| <br>  |                        |                       |                       |                          |
| <b><u>SUPERIOR COURT<br/>OFFICE OF RECEIVER</u></b> | <b>Balance</b>         |                       |                       | <b>Balance</b>           |
|   | <b>January 1, 2011</b> | <b>Additions</b>      | <b>Deductions</b>     | <b>December 31, 2011</b> |
| <b>ASSETS</b>                                       |                        |                       |                       |                          |
| Cash  | \$ 44,470              | \$ 1,148,622          | \$ 1,127,691          | \$ 65,401                |
| <b>TOTAL ASSETS</b>                                 | <b>\$ 44,470</b>       | <b>\$ 1,148,622</b>   | <b>\$ 1,127,691</b>   | <b>\$ 65,401</b>         |
| <b>LIABILITIES</b>                                  |                        |                       |                       |                          |
| Due to other governments<br>and individuals         | \$ 44,470              | \$ 1,148,622          | \$ 1,127,691          | \$ 65,401                |
| <b>TOTAL LIABILITIES</b>                            | <b>\$ 44,470</b>       | <b>\$ 1,148,622</b>   | <b>\$ 1,127,691</b>   | <b>\$ 65,401</b>         |
| <br>  |                        |                       |                       |                          |
| <b><u>SHERIFF</u></b>                               | <b>Balance</b>         |                       |                       | <b>Balance</b>           |
|   | <b>January 1, 2011</b> | <b>Additions</b>      | <b>Deductions</b>     | <b>December 31, 2011</b> |
| <b>ASSETS</b>                                       |                        |                       |                       |                          |
| Cash  | \$ 196,657             | \$ 1,674,953          | \$ 1,658,989          | \$ 212,621               |
| Accounts receivable                                 | 3,617                  | 3,202                 | 3,617                 | 3,202                    |
| <b>TOTAL ASSETS</b>                                 | <b>\$ 200,274</b>      | <b>\$ 1,678,155</b>   | <b>\$ 1,662,606</b>   | <b>\$ 215,823</b>        |
| <b>LIABILITIES</b>                                  |                        |                       |                       |                          |
| Due to other governments<br>and individuals         | \$ 200,274             | \$ 1,678,155          | \$ 1,662,606          | \$ 215,823               |
| <b>TOTAL LIABILITIES</b>                            | <b>\$ 200,274</b>      | <b>\$ 1,678,155</b>   | <b>\$ 1,662,606</b>   | <b>\$ 215,823</b>        |

**FLOYD COUNTY, GEORGIA**  
*Combining Statement of Changes in Assets and Liabilities*  
*Agency Funds (Continued)*  
*For the Year Ended December 31, 2011*

| <b>CLERK OF<br/>SUPERIOR COURT</b>          | <b>Balance<br/>January 1, 2011</b> | <b>Additions</b>    | <b>Deductions</b>   | <b>Balance<br/>December 31, 2011</b> |
|---|------------------------------------|---------------------|---------------------|--------------------------------------|
| <b>ASSETS</b>                               |                                    |                     |                     |                                      |
| Cash  | \$ 1,028,154                       | \$ 3,514,985        | \$ 3,511,889        | \$ 1,031,250                         |
| <b>TOTAL ASSETS</b>                         | <b>\$ 1,028,154</b>                | <b>\$ 3,514,985</b> | <b>\$ 3,511,889</b> | <b>\$ 1,031,250</b>                  |
| <b>LIABILITIES</b>                          |                                    |                     |                     |                                      |
| Due to other governments<br>and individuals | \$ 1,028,154                       | \$ 3,514,985        | \$ 3,511,889        | \$ 1,031,250                         |
| <b>TOTAL LIABILITIES</b>                    | <b>\$ 1,028,154</b>                | <b>\$ 3,514,985</b> | <b>\$ 3,511,889</b> | <b>\$ 1,031,250</b>                  |
| <br>  |                                    |                     |                     |                                      |
| <b>MAGISTRATE COURT</b>                     | <b>Balance<br/>January 1, 2011</b> | <b>Additions</b>    | <b>Deductions</b>   | <b>Balance<br/>December 31, 2011</b> |
| <b>ASSETS</b>                               |                                    |                     |                     |                                      |
| Cash  | \$ 44,796                          | \$ 1,037,275        | \$ 1,042,111        | \$ 39,960                            |
| <b>TOTAL ASSETS</b>                         | <b>\$ 44,796</b>                   | <b>\$ 1,037,275</b> | <b>\$ 1,042,111</b> | <b>\$ 39,960</b>                     |
| <b>LIABILITIES</b>                          |                                    |                     |                     |                                      |
| Due to other governments<br>and individuals | \$ 44,796                          | \$ 1,037,275        | \$ 1,042,111        | \$ 39,960                            |
| <b>TOTAL LIABILITIES</b>                    | <b>\$ 44,796</b>                   | <b>\$ 1,037,275</b> | <b>\$ 1,042,111</b> | <b>\$ 39,960</b>                     |
| <br>  |                                    |                     |                     |                                      |
| <b>JUVENILE COURT</b>                       | <b>Balance<br/>January 1, 2011</b> | <b>Additions</b>    | <b>Deductions</b>   | <b>Balance<br/>December 31, 2011</b> |
| <b>ASSETS</b>                               |                                    |                     |                     |                                      |
| Cash  | \$ 1,610                           | \$ 43,535           | \$ 43,653           | \$ 1,492                             |
| <b>TOTAL ASSETS</b>                         | <b>\$ 1,610</b>                    | <b>\$ 43,535</b>    | <b>\$ 43,653</b>    | <b>\$ 1,492</b>                      |
| <b>LIABILITIES</b>                          |                                    |                     |                     |                                      |
| Due to other governments<br>and individuals | \$ 1,610                           | \$ 43,535           | \$ 43,653           | \$ 1,492                             |
| <b>TOTAL LIABILITIES</b>                    | <b>\$ 1,610</b>                    | <b>\$ 43,535</b>    | <b>\$ 43,653</b>    | <b>\$ 1,492</b>                      |

**FLOYD COUNTY, GEORGIA**  
*Combining Statement of Changes in Assets and Liabilities*  
*Agency Funds (Continued)*  
*For the Year Ended December 31, 2011*

| <u>PROBATE COURT</u>                        | <u>Balance</u><br><u>January 1, 2011</u> | <u>Additions</u>      | <u>Deductions</u>     | <u>Balance</u><br><u>December 31, 2011</u> |
|---|--|-----------------------|-----------------------|--|
| <b>ASSETS</b>                               |  |                       |                       |  |
| Cash  | \$ 62,062                                | \$ 1,188,807          | \$ 1,206,639          | \$ 44,230                                  |
| <b>TOTAL ASSETS</b>                         | <u>\$ 62,062</u>                         | <u>\$ 1,188,807</u>   | <u>\$ 1,206,639</u>   | <u>\$ 44,230</u>                           |
| <b>LIABILITIES</b>                          |  |                       |                       |  |
| Due to other governments<br>and individuals | \$ 62,062                                | \$ 1,188,807          | \$ 1,206,639          | \$ 44,230                                  |
| <b>TOTAL LIABILITIES</b>                    | <u>\$ 62,062</u>                         | <u>\$ 1,188,807</u>   | <u>\$ 1,206,639</u>   | <u>\$ 44,230</u>                           |
| <br>  |  |                       |                       |  |
| <u>TOTAL</u>                                | <u>Balance</u><br><u>January 1, 2011</u> | <u>Additions</u>      | <u>Deductions</u>     | <u>Balance</u><br><u>December 31, 2011</u> |
| <b>ASSETS</b>                               |  |                       |                       |  |
| Cash  | \$ 4,121,646                             | \$ 197,128,977        | \$ 196,995,849        | \$ 4,254,774                               |
| Taxes receivable                            | 24,309                                   | 21,777                | -                     | 46,086                                     |
| Accounts receivable                         | 3,617                                    | 3,202                 | 3,617                 | 3,202                                      |
| <b>TOTAL ASSETS</b>                         | <u>\$ 4,149,572</u>                      | <u>\$ 197,153,956</u> | <u>\$ 196,999,466</u> | <u>\$ 4,304,062</u>                        |
| <b>LIABILITIES</b>                          |  |                       |                       |  |
| Due to other governments<br>and individuals | \$ 4,149,572                             | \$ 197,153,956        | \$ 196,999,466        | \$ 4,304,062                               |
| <b>TOTAL LIABILITIES</b>                    | <u>\$ 4,149,572</u>                      | <u>\$ 197,153,956</u> | <u>\$ 196,999,466</u> | <u>\$ 4,304,062</u>                        |

## **SPECIAL REPORT**

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

**FLOYD COUNTY, GEORGIA**  
*Schedule of Projects Constructed with Special Purpose*  
*Local Option Sales Tax Proceeds*  
*For the Year Ended December 31, 2011*

| <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                          | \$ 20,439,500                         | \$ 20,439,437          | \$ -                    | \$ 20,439,437     | 100%  |
| Fire Stations                              | 2,000,000                              | 3,163,670                             | 2,463,670              | 53,898                  | 2,517,568         | 80%   |
| Law Enforcement Center                     | 10,760,000                             | 10,850,000                            | 10,832,221             | -                       | 10,832,221        | 100%  |
| Debt Service                               | 24,500,000                             | 24,500,000                            | 24,341,712 (1)         | -                       | 24,341,712        | 100%  |
| General and Administrative                 | 494,000                                | 160,630                               | 90,840                 | -                       | 90,840            |   |
| <b>TOTAL 1996</b>                          | <b>58,052,378</b>                      | <b>59,113,800</b>                     | <b>58,167,880</b>      | <b>53,898</b>           | <b>58,221,778</b> |   |
| 2003:                                      |  |                                       |                        |                         |                   |   |
| Blacks Bluff Road Sewer Treatment Plant    | 8,170,000                              | 8,160,000                             | 8,160,000              | -                       | 8,160,000         | 100%  |
| Old Dalton Road Sewer                      | 3,000,000                              | 3,000,000                             | 3,000,000              | -                       | 3,000,000         | 100%  |
| Cave Spring Sewer Plant                    | 900,000                                | 900,000                               | 900,000                | -                       | 900,000           | 100%  |
| New Health Department                      | 9,500,000                              | 8,765,000                             | 8,764,365              | -                       | 8,764,365         | 100%  |
| 4th Ave & New Courthouses                  | 2,000,000                              | 2,670,000                             | 2,670,261              | -                       | 2,670,261         | 100%  |
| Burnett Ferry Road ROW                     | 300,000                                | 533,000                               | -                      | -                       | -                 | 0%  |
| Old Dalton Road ROW                        | 350,000                                | 750,000                               | 748,500                | -                       | 748,500           | 100%  |
| Chulio Road ROW                            | 300,000                                | 955,000                               | 954,209                | -                       | 954,209           | 100%  |
| Resurfacing Projects                       | 190,000                                | 680,000                               | 679,099                | -                       | 679,099           | 100%  |
| North Floyd Park                           | 1,150,000                              | 1,400,000                             | 1,399,919              | -                       | 1,399,919         | 100%  |
| Midway Park                                | 250,000                                | 404,000                               | 403,944                | -                       | 403,944           | 100%  |
| Shannon Park                               | 80,000                                 | 83,000                                | 82,879                 | -                       | 82,879            | 100%  |
| Crane Street Park                          | 110,000                                | 94,376                                | 94,376                 | -                       | 94,376            | 100%  |
| Parks Hoke Park                            | 70,000                                 | 59,000                                | 58,948                 | -                       | 58,948            | 100%  |
| Cave Spring Park                           | 30,000                                 | 31,369                                | 31,369                 | -                       | 31,369            | 100%  |
| General and Administrative                 | 27,194                                 | 19,415                                | 14,655                 | -                       | 14,655            | 75%   |
| Debt Service                               | 10,122,806                             | 10,570,175                            | 10,570,175             | -                       | 10,570,175        | 100%  |
| Transfer to General Fund                   | -                                      | 2,000,000                             | 2,000,000              | -                       | 2,000,000         |   |
| Transfer to Capital Projects               | -                                      | 193,000                               | -                      | -                       | -                 |   |
| <b>TOTAL 2003</b>                          | <b>36,550,000</b>                      | <b>41,267,335</b>                     | <b>40,532,699</b>      | <b>-</b>                | <b>40,532,699</b> |   |
| 2006:                                      |  |                                       |                        |                         |                   |   |
| North Floyd Park                           | 3,000,000                              | 2,919,045                             | 2,918,160              | 885                     | 2,919,045         | 100%  |
| Shannon Park                               | 927,000                                | 1,284,224                             | 1,284,224 (2)          | -                       | 1,284,224         | 100%  |
| Wolfe Park Improvements                    | 200,000                                | 260,000                               | 259,378 (2)            | -                       | 259,378           | 100%  |
| Practice Fields Renovations                | 850,000                                | 755,570                               | 750,782                | -                       | 750,782           | 99%   |
| Tennis Courts                              | 600,000                                | 610,000                               | 610,281                | -                       | 610,281           | 19%   |
| North Rome Swim Center Renovations         | 530,000                                | 512,620                               | 512,620                | -                       | 512,620           | 100%  |
| Town Green                                 | 1,690,000                              | 1,690,000                             | 1,684,817              | -                       | 1,684,817         | 100%  |
| Historic Courthouse Parking Deck           | 1,540,000                              | 610,000                               | 583,429                | -                       | 583,429           | 96%   |
| Work Release Center                        | 1,750,000                              | 3,000,000                             | 2,999,792              | -                       | 2,999,792         | 100%  |
| Cave Spring Sr/Community Center            | 850,000                                | 850,000                               | 850,000                | -                       | 850,000           | 100%  |
| South Rome Youth Center                    | 2,000,000                              | 2,125,800                             | 2,125,800              | -                       | 2,125,800         | 100%  |
| Marine Armory Renovations                  | 1,600,000                              | 2,200,000                             | 1,563,148              | 423,181                 | 1,986,329         | 90%   |
| City Hall/Carnegie Building Renovations    | 1,500,000                              | 1,500,000                             | 988,498                | 89,755                  | 1,078,253         | 72%   |
| Wastewater Treatment Plant Upgrade         | 5,200,000                              | 4,991,755                             | 4,900,721              | 91,034                  | 4,991,755         | 100%  |
| River Education Building                   | 834,825                                | 925,000                               | 873,452                | 44,153                  | 917,605           | 99%   |
| General and Administrative Expenses        | 50,000                                 | 50,000                                | 28,447                 | 851                     | 29,298            | 59%   |
| US 411 Right of Way                        | 3,300,000                              | 2,400,000                             | 2,258,075              | 421                     | 2,258,496         | 94%   |
| Armuchee Connector Road                    | 12,000,000                             | 12,000,000                            | 4,040,010              | 4,441,234               | 8,481,244         | 71%   |
| Huffaker Road Right of Way                 | 1,250,000                              | 1,250,000                             | 975,928                | 73,087                  | 1,049,015         | 84%   |
| Heritage Park / Levee Gate                 | 1,955,000                              | 2,055,000                             | 1,981,610              | 44,458                  | 2,026,068         | 99%   |
| T McCall / N5th Ave Intersection           | 550,000                                | 550,000                               | 507,419                | 27,440                  | 534,859           | 97%   |
| Rome High / Middle School Access Road      | 2,900,000                              | 2,900,000                             | 1,289,287              | 615,872                 | 1,905,159         | 66%   |
| Shorter Ave. / Redmond Circle Intersection | 1,470,000                              | 1,470,000                             | 401,187                | 608,139                 | 1,009,326         | 69%   |
| N Broad / Turner McCall Turn Lane          | 330,000                                | 214,645                               | 214,645                | -                       | 214,645           | 100%  |
| Turner McCall Bridge                       | 2,000,000                              | 2,000,000                             | -                      | -                       | -                 | 0%  |

(Continued)

**FLOYD COUNTY, GEORGIA**  
*Schedule of Projects Constructed with Special Purpose*  
*Local Option Sales Tax Proceeds*  
*For the Year Ended December 31, 2011*

| <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> |
|---|--|---------------------------------------|------------------------|-------------------------|-----------------------|---|
| S Broad Sidewalk / Corridor Improvements                                    | \$ 2,000,000                           | \$ 2,100,000                          | \$ 911,574             | \$ 1,157,696            | \$ 2,069,270          | 99%   |
| Fire Stations Renovations   | 410,000                                | 578,600                               | 578,603                | -                       | 578,603               | 100%  |
| Fire Training Facilities  | 500,000                                | 547,560                               | 547,555                | -                       | 547,555               | 100%  |
| Cave Spring Fire Station and Equipment                                      | 1,200,000                              | 1,199,830                             | 1,017,918              | 39                      | 1,017,957             | 85%   |
| Debt Service  | 22,063,000                             | 22,062,535                            | 15,108,535             | 6,954,000               | 22,062,535            | 100%  |
| <b>TOTAL 2006</b>   | <u>75,049,825</u>                      | <u>75,612,184</u>                     | <u>52,270,895</u>      | <u>14,572,245</u>       | <u>66,843,140</u>     |   |
| <b>2009:</b>  |  |                                       |                        |                         |                       |   |
| Economic Development  | 5,983,500                              | 5,983,500                             | 1,932,887              | 1,265,302               | 3,198,189             | 53%   |
| Communications System   | 26,696,250                             | 26,696,250                            | 168,496                | 4,524,311               | 4,692,807             | 18%   |
| Barron Stadium  | 3,369,000                              | 4,000,000                             | 1,877,336              | 2,118,099               | 3,995,435             | 100%  |
| Northwest Georgia RDC   | 1,899,630                              | 1,899,630                             | 97,751                 | 960,793                 | 1,058,544             | 56%   |
| Renovations/Construction Fire and<br>Emergency Management Operations Center | 4,000,000                              | 4,000,000                             | 33,599                 | 1,136,183               | 1,169,782             | 29%   |
| Cave Spring Water   | 350,000                                | 350,000                               | 350,000                | -                       | 350,000               | 100%  |
| Debt Service  | 22,000,000                             | 22,000,000                            | 829,532                | 7,092,625               | 7,922,157             | 36%   |
| General and Administrative  | -                                      | 4,918                                 | -                      | 4,918                   | 4,918                 | 100%  |
| <b>TOTAL 2009</b>   | <u>64,298,380</u>                      | <u>64,934,298</u>                     | <u>5,289,601</u>       | <u>17,102,231</u>       | <u>22,391,832</u>     |   |
| <b>TOTAL 1996, 2003, 2006 and 2009</b>                                      | <u>\$ 233,950,583</u>                  | <u>\$ 240,927,617</u>                 | <u>\$ 156,261,075</u>  | <u>\$ 31,728,374</u>    | <u>\$ 187,989,449</u> |   |

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

|                  |                      |
|------------------|----------------------|
| 1996 SPLOST Fund | \$ 53,898            |
| 2003 SPLOST Fund | -                    |
| 2006 SPLOST Fund | 14,572,245           |
| 2009 SPLOST Fund | 17,102,231           |
|                  | <u>\$ 31,728,374</u> |

(1) During fiscal year 2011, the County determined that \$90,480 had been previously reported incorrectly as Debt Service. The amount has been adjusted to reflect the actual prior years' cost incurred.

(2) During fiscal year 2011, the County made a re-allocation of prior year expenditures as it was determined that \$67,456 had been reported as Wolfe Park Improvements when in fact they were related to the Shannon Park project. The prior year numbers have been updated to reflect this change. The re-allocation did not change the total of prior year expenditures for the 2006 SPLOST.

## **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, 2011*

|                                       | <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             | \$ 336,616   | \$ 471,184   |
| Accounts receivable, net of allowance | 470  | 33,049   |
| Due from primary government           | -  | 13,903   |
| Inventory                             | -  | 4,158  |
| Prepaid items                         | -  | 31,365   |
|                                       | <hr/>  | <hr/>  |
| Total assets                          | <u>\$ 337,086</u>  | <u>\$ 553,659</u>  |
| <b>LIABILITIES AND FUND BALANCES</b>  |  |  |
| <b>LIABILITIES</b>                    |  |  |
| Accounts payable                      | \$ -   | \$ 53,788  |
| Accrued salaries and payroll taxes    | -  | 35,130   |
| Other accrued expenses                | -  | 2,193  |
| Due to other governments              | 121,856  | 261  |
| Due to primary government             | 34,128   | 930  |
| Deferred revenue                      | -  | 29,156   |
|                                       | <hr/>  | <hr/>  |
| Total liabilities                     | <u>155,984</u>   | <u>121,458</u>   |
| <b>FUND BALANCES</b>                  |  |  |
| Nonspendable:                         |  |  |
| Prepaid items                         | -  | 31,365   |
| Inventory                             | -  | 4,158  |
| Assigned:                             |  |  |
| Housing and development               | 181,102  | -  |
| Culture and recreation                | -  | 396,678  |
|                                       | <hr/>  | <hr/>  |
| Total fund balances                   | <u>181,102</u>   | <u>432,201</u>   |
|                                       | <hr/>  | <hr/>  |
| Total liabilities and fund balances   | <u>\$ 337,086</u>  | <u>\$ 553,659</u>  |

**FLOYD COUNTY, GEORGIA**  
*Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Component Units - Governmental Fund Types*  
*For the Year Ended December 31, 2011*

|  | <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                     | \$ 33,819  | \$ 1,466,680   |
| Investment income                        | 418  | 1,430  |
| Miscellaneous                            | 1,459  | 45,775   |
| Total revenues                           | <u>35,696</u>  | <u>1,513,885</u>   |
| <b>EXPENDITURES</b>                      |  |  |
| Current:                                 |  |  |
| Culture and recreation                   | -  | 4,065,259  |
| Housing and development                  | 652,301  | -  |
| Debt Service:                            |  |  |
| Principal                                | 167,500  | -  |
| Interest                                 | 150,298  | -  |
| Total expenditures                       | <u>970,099</u>   | <u>4,065,259</u>   |
| Deficiency of revenues over expenditures | (934,403)  | (2,551,374)  |
| <b>OTHER FINANCING SOURCES</b>           |  |  |
| Payments from primary government         | 718,175  | 2,400,000  |
| Total other financing sources            | <u>718,175</u>   | <u>2,400,000</u>   |
| Net change in fund balance               | (216,228)  | (151,374)  |
| <b>FUND BALANCE - BEGINNING OF YEAR</b>  | <u>397,330</u>   | <u>583,575</u>   |
| <b>FUND BALANCE - END OF YEAR</b>        | <u>\$ 181,102</u>  | <u>\$ 432,201</u>  |

**FLOYD COUNTY, GEORGIA**  
*Statement of Cash Flows*  
*Component Unit - Proprietary Fund Types*  
*For the Year Ended December 31, 2011*

|  | <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                         | \$ 1,087,846   |
| Cash payments to employees for services              | (209,683)  |
| Cash paid for operations                             | (867,062)  |
| <b>NET CASH PROVIDED BY<br/>OPERATING ACTIVITIES</b> | 11,101   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>          |  |
| Interest earned                                      | 895  |
| <b>NET CASH PROVIDED BY<br/>INVESTING ACTIVITIES</b> | 895  |
| <b>NET INCREASE IN CASH AND<br/>CASH EQUIVALENTS</b> | 11,996   |
| <b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b> | 601,285  |
| <b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>       | \$ 613,281   |

**FLOYD COUNTY, GEORGIA**

*Statement of Cash Flows*

*Component Unit - Proprietary Fund Types (Continued)*

*For the Year Ended December 31, 2011*

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|  | <b>Component<br/>Unit</b>                              |
|--|--|
|  | <b>Richard B.<br/>Russell<br/>Regional<br/>Airport</b> |
| <b>RECONCILIATION OF OPERATING (LOSS) TO<br/>NET CASH PROVIDED BY OPERATING<br/>ACTIVITIES</b> |  |
| Operating (loss)   | \$ (390,987)   |
| Adjustments:   |  |
| Depreciation   | 447,943  |
| (Increase) decrease in assets:   |  |
| Accounts receivable  | 2,381  |
| Inventory held for resale  | (38,102)   |
| Prepaid expenses   | (805)  |
| Increase (decrease) in liabilities:  |  |
| Accounts payable   | 1,225  |
| Accrued salaries and payroll taxes   | 467  |
| Payroll withholdings payable   | 47   |
| Unearned revenue   | (14,292)   |
| Compensated absences   | 3,072  |
| Due to primary governments   | 152  |
| <b>NET CASH PROVIDED BY<br/>OPERATING ACTIVITIES</b>   | <b>\$ 11,101</b>                                       |
| Non cash: Contributed by primary government  | <b>\$ 1,730,513</b>                                    |

## STATISTICAL SECTION

*This part of Floyd County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.*

### Contents

#### Financial Trends

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

#### Revenue Capacity

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

#### Debt Capacity

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

#### Demographic and Economic Information

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

#### Operating Information

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

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

**Floyd County, Georgia**  
**Net Assets by Component**  
*Last Nine Fiscal Years*  
*(accrual basis of accounting)*

|   | Fiscal Year    |                |                |                |                |                |                |                |                |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
|   | 2003           | 2004           | 2005           | 2006           | 2007           | 2008           | 2009           | 2010           | 2011           |
| <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 | \$ 213,021,848 | \$ 214,244,447 | \$ 193,986,604 | \$ 214,821,279 |
| Restricted                                      | 6,900,769      | 16,944,116     | 11,040,173     | 7,313,444      | 32,309,851     | 37,433,280     | 26,849,286     | 45,228,105     | 31,552,572     |
| Unrestricted                                    | 17,371,959     | 20,505,840     | 28,111,804     | 18,964,994     | 18,906,759     | 11,228,037     | 19,070,570     | 17,184,745     | 7,726,269      |
| Total governmental activities net assets        | \$ 253,101,847 | \$ 257,618,463 | \$ 257,405,831 | \$ 255,727,464 | \$ 260,885,209 | \$ 261,683,165 | \$ 260,164,303 | \$ 256,399,454 | \$ 254,100,120 |
| <b>Business-type activities</b>                 |                |                |                |                |                |                |                |                |                |
| Invested in capital assets, net of related debt | \$ 23,935,087  | \$ 27,047,480  | \$ 28,059,494  | \$ 28,592,018  | \$ 29,508,424  | \$ 30,808,361  | \$ 31,039,537  | \$ 28,911,250  | \$ 31,172,664  |
| Restricted                                      | 2,302,427      | 1,137,943      | 733,940        | 1,935,910      | 3,739,425      | 2,419,335      | 3,326,733      | 5,996,051      | 4,184,513      |
| Unrestricted                                    | 2,238,946      | 3,266,825      | 3,123,774      | 2,469,171      | 1,191,664      | 1,966,300      | 1,761,777      | 2,177,634      | 3,203,599      |
| Total business-type activities net assets       | \$ 28,476,460  | \$ 31,452,248  | \$ 31,917,208  | \$ 32,997,099  | \$ 34,439,513  | \$ 35,193,996  | \$ 36,128,047  | \$ 37,084,935  | \$ 38,560,776  |
| <b>Primary government</b>                       |                |                |                |                |                |                |                |                |                |
| Invested in capital assets, net of related debt | \$ 252,764,206 | \$ 247,215,987 | \$ 246,313,348 | \$ 258,041,044 | \$ 239,177,023 | \$ 243,830,209 | \$ 245,283,984 | \$ 222,897,854 | \$ 245,993,943 |
| Restricted                                      | 9,203,196      | 18,082,059     | 11,774,113     | 9,249,354      | 36,049,276     | 39,852,615     | 30,176,019     | 51,224,156     | 35,737,085     |
| Unrestricted                                    | 19,610,905     | 23,772,665     | 31,235,578     | 21,434,165     | 20,098,423     | 13,194,337     | 20,832,347     | 19,362,379     | 10,929,868     |
| Total primary government net assets             | \$ 281,578,307 | \$ 289,070,711 | \$ 289,323,039 | \$ 288,724,563 | \$ 295,324,722 | \$ 296,877,161 | \$ 296,292,350 | \$ 293,484,389 | \$ 292,660,896 |

**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 Nine Fiscal Years**  
*(accrual basis of accounting)*

|   | 2003                 | 2004                 | 2005                 |
|---|----------------------|----------------------|----------------------|
| <b>Expenses</b>                                 |                      |                      |                      |
| Governmental Activities:                        |                      |                      |                      |
| General government                              | \$ 6,272,086         | \$ 7,979,725 (1)     | \$ 15,868,218        |
| Judicial  | 5,533,259            | 5,978,935            | 4,622,240            |
| Public safety                                   | 25,117,537           | 24,750,467           | 24,613,593           |
| Public works                                    | 12,926,206           | 13,741,570           | 10,711,588           |
| Health and welfare                              | 1,143,732            | 1,460,651            | 694,927              |
| Culture and recreation                          | 605,333              | 4,171,599            | 7,004,623            |
| Housing and development                         | 3,365,811            | 582,613              | 609,805              |
| Interest on long-term debt                      | 200,889              | 252,475              | 81,588               |
| Total governmental activities expenses          | <u>55,164,853</u>    | <u>58,918,035</u>    | <u>64,206,582</u>    |
| Business-type activities:                       |                      |                      |                      |
| Water   | 4,550,450            | 4,226,757            | 4,632,315            |
| Solid Waste                                     | 108,521              | -                    | 1,232,034            |
| Forum   | 748,420              | 787,507              | 786,682              |
| Recycling                                       | 694,853              | 712,855              | 703,172              |
| Total business-type activities expenses         | <u>6,102,244</u>     | <u>5,727,119</u>     | <u>7,354,203</u>     |
| Total primary government expenses               | <u>\$ 61,267,097</u> | <u>\$ 64,645,154</u> | <u>\$ 71,560,785</u> |
| <b>Program Revenues</b>                         |                      |                      |                      |
| Governmental Activities:                        |                      |                      |                      |
| Charges for Service:                            |                      |                      |                      |
| General Government                              | \$ 944,981           | \$ 1,378,448         | \$ 1,313,763         |
| Judicial  | 1,340,777            | 2,748,162 (2)        | 2,446,950            |
| Public safety                                   | 5,897,507            | 3,633,313 (2)        | 3,897,987            |
| Public works                                    | -                    | 274,488              | 120,777              |
| Culture and recreation                          | -                    | 128,286              | -                    |
| Operating grants and contributions              | 3,285,345            | 3,133,986            | 2,415,766            |
| Capital grants and contributions                | 1,051,284            | 363,248              | 2,379,484            |
| Total governmental activities program revenues  | <u>12,519,894</u>    | <u>11,659,931</u>    | <u>12,574,727</u>    |
| Business-type activities:                       |                      |                      |                      |
| Charges for services:                           |                      |                      |                      |
| Water   | 5,262,744            | 5,537,836            | 5,868,044            |
| Forum   | 184,993              | 270,176              | 239,134              |
| Recycling                                       | 464,906              | 614,907              | 619,992              |
| Operating grants and contributions              | 219,564              | -                    | -                    |
| Capital grants and contributions                | 62,876               | 320,000              | 511,409              |
| Total business-type activities program revenues | <u>6,195,083</u>     | <u>6,742,919</u>     | <u>7,238,579</u>     |
| Total primary government program revenues       | <u>\$ 18,714,977</u> | <u>\$ 18,402,850</u> | <u>\$ 19,813,306</u> |

(1) - New SPLOST sales tax issued.

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

| <b>Fiscal Year</b> |               |               |               |               |               |  |
|--------------------|---------------|---------------|---------------|---------------|---------------|--|
| <b>2006</b>        | <b>2007</b>   | <b>2008</b>   | <b>2009</b>   | <b>2010</b>   | <b>2011</b>   |  |
| \$ 7,465,348       | \$ 8,640,522  | \$ 12,452,278 | \$ 11,328,761 | \$ 9,534,638  | \$ 7,339,228  |  |
| 5,600,333          | 5,692,065     | 6,030,888     | 5,705,237     | 5,688,404     | 5,911,656     |  |
| 26,172,727         | 27,781,636    | 30,308,540    | 29,588,983    | 29,220,951    | 31,429,776    |  |
| 17,260,898         | 15,218,657    | 14,512,552    | 13,306,668    | 16,169,450    | 15,198,489    |  |
| 1,408,770          | 1,543,944     | 2,072,196     | 1,818,709     | 1,761,492     | 1,944,332     |  |
| 2,733,899          | 4,936,827     | 9,103,123     | 9,714,095     | 8,154,602     | 7,392,537     |  |
| 680,140            | 612,447       | 626,987       | 796,424       | 2,675,108     | 4,869,790     |  |
| 195,589            | 766,184       | 973,958       | 692,910       | 1,151,089     | 633,104       |  |
| 61,517,704         | 65,192,282    | 76,080,522    | 72,951,787    | 74,355,734    | 74,718,912    |  |
| 5,387,797          | 5,685,983     | 5,999,717     | 5,744,579     | 6,225,460     | 6,166,178     |  |
| -                  | -             | -             | -             | -             | -             |  |
| 849,281            | 870,300       | 983,583       | 957,094       | 972,475       | 910,977       |  |
| 711,082            | 691,387       | 696,959       | 485,282       | 471,827       | 632,436       |  |
| 6,948,160          | 7,247,670     | 7,680,259     | 7,186,955     | 7,669,762     | 7,709,591     |  |
| \$ 68,465,864      | \$ 72,439,952 | \$ 83,760,781 | \$ 80,138,742 | \$ 82,025,496 | \$ 82,428,503 |  |
| \$ 1,521,819       | \$ 1,708,800  | \$ 1,449,030  | \$ 1,530,922  | \$ 1,460,874  | \$ 1,601,384  |  |
| 2,458,985          | 2,719,670     | 2,635,327     | 2,000,302     | 1,992,720     | 2,179,364     |  |
| 3,678,065          | 4,011,246     | 4,277,011     | 3,665,465     | 3,561,008     | 3,983,379     |  |
| 119,140            | 141,635       | 144,941       | 126,601       | 123,476       | 130,181       |  |
| -                  | -             | -             | -             | -             | -             |  |
| 3,011,336          | 2,887,740     | 3,097,583     | 2,915,861     | 4,022,530     | 4,118,086     |  |
| 7,633,160          | 4,088,235     | 5,561,409     | 4,874,490     | 2,471,664     | 3,262,970     |  |
| 18,422,505         | 15,557,326    | 17,165,301    | 15,113,641    | 13,632,272    | 15,275,364    |  |
| 6,229,476          | 6,162,822     | 5,920,291     | 6,640,697     | 6,954,639     | 6,910,420     |  |
| 290,266            | 278,075       | 293,535       | 290,107       | 363,912       | 289,097       |  |
| 656,482            | 598,219       | 651,117       | 499,693       | 698,847       | 862,254       |  |
| 75,614             | 60,000        | 87,387        | 70,989        | 107,191       | 186,271       |  |
| 193,482            | 1,052,070     | 1,128,225     | 261,038       | 29,740        | 399,201       |  |
| 7,445,320          | 8,151,186     | 8,080,555     | 7,762,524     | 8,154,329     | 8,647,243     |  |
| \$ 25,867,825      | \$ 23,708,512 | \$ 25,245,856 | \$ 22,876,165 | \$ 21,786,601 | \$ 23,922,607 |  |

**Floyd County, Georgia**  
**Changes in Net Assets**  
**Last Nine Fiscal Years**

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

**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          |                      |                      |                      |                      |                      |                      |                      |                      |                      |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
|   | 2002                 | 2003                 | 2004                 | 2005                 | 2006                 | 2007                 | 2008                 | 2009                 | 2010                 | 2011                 |
| General Fund                              |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Reserved                                  | \$ 1,660,942         | \$ 291,511           | \$ 705,888           | \$ 666,197           | \$ 1,159,672         | \$ 1,220,539         | \$ 1,200,064         | \$ 1,472,670         | \$ 1,689,294         | \$ -                 |
| Unreserved                                | 16,054,545           | 17,205,499           | 16,999,727           | 16,939,083           | 15,546,970           | 14,905,767           | 14,624,172           | 14,020,081           | 12,216,863           | -                    |
| Non Spendable                             | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | 321,264              |
| Restricted                                | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | 795,526              |
| Unassigned                                | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | 12,103,668           |
| <b>Total General Fund</b>                 | <b>\$ 17,715,487</b> | <b>\$ 17,497,010</b> | <b>\$ 17,705,615</b> | <b>\$ 17,605,280</b> | <b>\$ 16,706,642</b> | <b>\$ 16,126,306</b> | <b>\$ 15,824,236</b> | <b>\$ 15,492,751</b> | <b>\$ 13,906,157</b> | <b>\$ 13,220,458</b> |
| All Other Governmental Funds              |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Reserved                                  | \$ -                 | \$ -                 | \$ -                 | \$ -                 | \$ -                 | \$ -                 | \$ 4,555             | \$ 8,168             | \$ 13,467            | \$ -                 |
| Unreserved, reported in:                  |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Debt Service Funds                        | -                    | -                    | 4,599,981            | 5,283,089            | 73,598               | 75,580               | 87,373               | 392,198              | 991,167              | -                    |
| Special Revenue Funds                     | 1,366,293            | 2,328,345            | 3,239,199            | 4,377,322            | 4,680,182            | 5,261,401            | 5,372,395            | 5,807,558            | 5,548,269            | -                    |
| Capital Projects Funds                    | 6,323,298            | 15,076,755           | 13,348,960           | 13,600,072           | 7,313,444            | 32,309,851           | 37,182,684           | 26,698,492           | 45,160,882           | -                    |
| Non Spendable                             | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | 11,021               |
| Restricted                                | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | 30,757,046           |
| Committed                                 | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | 3,881,722            |
| <b>Total all other governmental funds</b> | <b>\$ 7,689,591</b>  | <b>\$ 17,405,100</b> | <b>\$ 21,188,140</b> | <b>\$ 23,260,483</b> | <b>\$ 12,067,224</b> | <b>\$ 37,646,832</b> | <b>\$ 42,647,007</b> | <b>\$ 32,906,416</b> | <b>\$ 51,713,785</b> | <b>\$ 34,649,789</b> |

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

|  | Fiscal Year         |                     |                     |                     |                        |                      |                     |                        |                      |                        |
|--|---------------------|---------------------|---------------------|---------------------|------------------------|----------------------|---------------------|------------------------|----------------------|------------------------|
|  | 2002                | 2003                | 2004                | 2005                | 2006                   | 2007                 | 2008                | 2009                   | 2010                 | 2011                   |
| <b>Revenues</b>  |                     |                     |                     |                     |                        |                      |                     |                        |                      |                        |
| Taxes  | \$ 43,600,002       | \$ 45,630,364       | \$ 51,325,510       | \$ 49,768,592       | \$ 40,309,285          | \$ 52,673,879        | \$ 57,694,920       | \$ 55,662,143          | \$ 56,183,938        | \$ 56,444,651          |
| Licenses and permits   | 178,216             | 213,113             | 244,122             | 243,413             | 239,765                | 220,113              | 210,657             | 193,847                | 192,211              | 198,645                |
| Intergovernmental  | 6,251,569           | 4,336,629           | 3,497,234           | 4,795,250           | 4,263,040              | 5,894,656            | 5,028,171           | 6,103,516              | 6,527,971            | 5,918,024              |
| Charges for services   | 6,745,017           | 6,594,768           | 6,070,026           | 6,078,012           | 6,028,779              | 6,507,174            | 6,501,034           | 6,084,724              | 5,749,716            | 6,515,787              |
| Fines and forfeitures  | 1,264,244           | 1,375,384           | 1,504,763           | 1,322,413           | 1,369,313              | 1,690,601            | 1,566,603           | 1,061,419              | 1,082,433            | 1,179,876              |
| Interest income  | 381,935             | 253,200             | 260,193             | 873,287             | 1,405,059              | 1,979,634            | 1,569,716           | 264,922                | 161,033              | 133,450                |
| Other revenues   | 1,559,503           | 1,635,906           | 1,196,378           | 773,154             | 805,784                | 556,346              | 885,637             | 625,094                | 830,383              | 966,867                |
| <b>Total Revenues</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>73,456,738</b>   | <b>69,995,665</b>      | <b>70,727,685</b>    | <b>71,357,300</b>      |
| <b>Expenditures</b>  |                     |                     |                     |                     |                        |                      |                     |                        |                      |                        |
| General government   | 5,901,481           | 5,940,960           | 7,161,158           | 14,559,932          | 6,682,873              | 6,855,398            | 7,513,887           | 6,863,905              | 7,321,543            | 7,438,072              |
| Judicial   | 4,808,844           | 5,116,382           | 5,274,330           | 5,478,154           | 5,562,022              | 5,672,632            | 6,018,209           | 5,685,755              | 5,677,904            | 5,804,900              |
| Public safety  | 22,130,971          | 23,428,104          | 22,904,238          | 23,651,700          | 26,073,479             | 25,818,483           | 26,897,381          | 26,226,340             | 27,520,614           | 28,185,536             |
| Public works   | 6,394,456           | 6,015,907           | 6,436,774           | 5,864,204           | 6,717,944              | 7,175,588            | 7,009,470           | 5,310,536              | 5,551,060            | 5,872,942              |
| Health and welfare   | 1,406,982           | 1,135,424           | 1,167,576           | 1,190,878           | 1,249,742              | 1,286,151            | 1,424,387           | 1,215,586              | 1,175,159            | 1,439,758              |
| Culture and recreation                                       | 972,133             | 1,119,038           | 3,530,000           | 6,854,780           | 3,978,458              | 4,187,370            | 4,157,000           | 4,045,000              | 4,064,765            | 4,028,550              |
| Housing and development                                      | 747,439             | 598,839             | 582,101             | 609,578             | 677,927                | 611,837              | 625,377             | 795,917                | 596,810              | 719,771                |
| Capital outlay (1)   | 13,476,977          | 11,983,147          | 12,178,082          | 1,692,082           | 9,223,452              | 11,364,647           | 18,004,751          | 21,592,600             | 6,052,498            | 11,403,555             |
| Debt service   |                     |                     |                     |                     |                        |                      |                     |                        |                      |                        |
| Principal  | 775,694             | 1,752,722           | -                   | 4,465,000           | 5,134,351              | -                    | 1,064,237           | 6,288,974              | 6,677,519            | 13,397,117             |
| Interest   | 130,517             | 122,523             | 231,435             | 207,825             | 195,589                | 362,084              | 86,088              | 993,902                | 1,566,300            | 1,418,598              |
| Bond issuance cost   | -                   | 168,458             | -                   | -                   | -                      | 280,259              | -                   | -                      | 190,880              | -                      |
| Intergovernmental  | 2,011,707           | 2,100,000           | -                   | -                   | -                      | -                    | -                   | -                      | 8,008,243            | 8,582,144              |
| <b>Total Expenditures</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>    | <b>72,800,787</b>   | <b>79,018,515</b>      | <b>74,403,295</b>    | <b>88,290,943</b>      |
| Excess (Deficiency) of Revenues<br>over (under) Expenditures | 1,223,285           | 557,860             | 4,632,532           | (720,012)           | (11,074,812)           | 5,907,954            | 655,951             | (9,022,850)            | (3,675,610)          | (16,933,643)           |
| <b>Other Financing Sources (Uses)</b>                        |                     |                     |                     |                     |                        |                      |                     |                        |                      |                        |
| Transfers in   | 5,513,566           | 2,718,986           | 6,495,873           | 6,305,750           | 2,126,158              | 4,528,248            | 5,065,313           | 3,585,434              | 5,907,658            | 3,897,627              |
| Transfers out  | (6,343,479)         | (3,866,008)         | (7,625,149)         | (6,711,262)         | (3,197,166)            | (5,670,489)          | (6,262,037)         | (4,683,526)            | (6,677,792)          | (4,766,058)            |
| Bonds issued   | -                   | 9,500,000           | -                   | -                   | -                      | 19,490,000           | -                   | -                      | 20,000,000           | -                      |
| Premium on bonds issued                                      | -                   | 195,289             | -                   | -                   | -                      | 509,719              | -                   | -                      | 1,638,591            | -                      |
| Capital leases   | 870,524             | -                   | 474,494             | -                   | -                      | -                    | 5,220,000           | -                      | -                    | -                      |
| Sale of capital assets                                       | 70,308              | 390,905             | 55,667              | 635,920             | 53,923                 | 233,840              | 18,878              | 48,866                 | 27,928               | 52,379                 |
| <b>Total Other Financing Sources (Uses)</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>4,042,154</b>    | <b>(1,049,226)</b>     | <b>20,896,385</b>    | <b>(816,052)</b>       |
| <b>Net Change in Fund Balances</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> | <b>\$ 4,698,105</b> | <b>\$ (10,072,076)</b> | <b>\$ 17,220,775</b> | <b>\$ (17,749,695)</b> |
| Debt service as a percentage<br>of noncapital expenditures   | 2%                  | 4%                  | 0%                  | 7%                  | 9%                     | 1%                   | 2%                  | 13%                    | 12%                  | 19%                    |

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

**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 Tax</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> |
|--------------------|---------------------|--|-------------------------------|---|--------------------------------------|------------------------------|--------------------|--------------------|
| 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         |
| 2008               | 25,533,369          | 2,215,321                                    | 9,015,502                     | 15,863,137                                    | 427,598                              | 2,715,337                    | 1,924,656          | 57,694,920         |
| 2009               | 26,299,374          | 2,160,004                                    | 8,119,502                     | 14,383,216                                    | 416,255                              | 2,676,403                    | 1,607,389          | 55,662,143         |
| 2010               | 26,314,760          | 2,005,621                                    | 8,345,136                     | 14,765,747                                    | 396,795                              | 2,602,995                    | 1,752,884          | 56,183,938         |
| 2011               | 26,910,842          | 2,533,908                                    | 8,355,803                     | 14,796,128                                    | 387,457                              | 2,459,991                    | 1,000,522          | 56,444,651         |

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

| <b>Fiscal Year</b> | <b>Real and Personal</b> | <b>Public Utilities</b> | <b>Motor Vehicles/<br/>Mobile Homes</b> | <b>Less:<br/>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> |
|--------------------|--------------------------|-------------------------|---|--------------------------------------|-------------------------------------|------------------------------|---------------------------------------|---|
| 2002               | \$ 1,893,027,897         | \$ 322,943,204          | \$ 229,612,703                          | \$ (179,176,570)                     | \$ 2,266,407,234                    | 10.948                       | \$ 5,666,018,085                      | 40%   |
| 2003               | 1,994,035,871            | 361,957,736             | 231,621,029                             | (228,299,467)                        | 2,359,315,169                       | 10.900                       | 5,898,287,923                         | 40%   |
| 2004               | 2,097,913,642            | 351,960,365             | 232,778,612                             | (257,164,528)                        | 2,425,488,091                       | 10.845                       | 6,063,720,228                         | 40%   |
| 2005               | 2,241,478,961            | 360,948,132             | 229,901,998                             | (307,683,654)                        | 2,524,645,437                       | 10.515                       | 6,311,613,593                         | 40%   |
| 2006               | 2,420,459,021            | 366,680,707             | 217,392,090                             | (354,409,346)                        | 2,650,122,472                       | 10.433                       | 6,625,306,180                         | 40%   |
| 2007               | 2,524,781,723            | 359,420,546             | 236,085,298                             | (375,895,657)                        | 2,744,391,910                       | 10.433                       | 6,860,979,775                         | 40%   |
| 2008               | 2,610,665,568            | 356,328,234             | 242,542,113                             | (380,845,097)                        | 2,828,690,818                       | 11.100                       | 7,071,727,045                         | 40%   |
| 2009               | 2,630,556,338            | 366,844,906             | 248,815,870                             | (372,361,145)                        | 2,873,855,969                       | 11.100                       | 7,184,639,923                         | 40%   |
| 2010               | 2,573,668,364            | 364,629,124             | 220,011,639                             | (334,256,797)                        | 2,824,052,330                       | 11.100                       | 7,060,130,826                         | 40%   |
| 2011               | 2,543,636,292            | 358,871,851             | 218,361,076                             | (320,299,000)                        | 2,800,570,219                       | 11.100                       | 7,001,425,548                         | 40%   |

**Source:** Tax Digest

**FLOYD COUNTY, GEORGIA**  
*Property Tax Rates - Direct and Overlapping Governments*  
*Per \$1,000 Assessed Value*  
*Last Ten Fiscal Years*

| <b>City of Rome</b>                  |                     |                              |                               |                          |             |              |              |
|--------------------------------------|---------------------|------------------------------|-------------------------------|--------------------------|-------------|--------------|--------------|
| <b>Fiscal Year</b>                   | <b>County</b>       |                              | <b>General Fund</b>           | <b>Debt Service Fund</b> | <b>City</b> | <b>State</b> | <b>Total</b> |
|                                      | <b>General Fund</b> | <b>Special Revenue Funds</b> |                               |                          |             |              |              |
| 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       |
| 2008                                 | 8.767               | -                            | -                             | -                        | 24.430      | 0.25         | 33.447       |
| 2009                                 | 8.767               | -                            | -                             | -                        | 24.420      | 0.25         | 33.437       |
| 2010                                 | 8.767               | -                            | -                             | -                        | 26.150      | 0.25         | 35.167       |
| 2011                                 | 8.767               | -                            | -                             | -                        | 26.150      | 0.25         | 35.167       |
| <b>City of Cave Spring</b>           |                     |                              |                               |                          |             |              |              |
| <b>Fiscal Year</b>                   | <b>County</b>       |                              | <b>County School District</b> |                          | <b>City</b> | <b>State</b> | <b>Total</b> |
|                                      | <b>General Fund</b> | <b>Special Revenue Funds</b> | <b>General Fund</b>           | <b>Debt Service Fund</b> |             |              |              |
| 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       |
| 2008                                 | 8.767               | -                            | 18.588                        | -                        | -           | 0.25         | 27.605       |
| 2009                                 | 8.767               | -                            | 18.588                        | -                        | -           | 0.25         | 27.605       |
| 2010                                 | 8.767               | -                            | 18.588                        | -                        | -           | 0.25         | 27.605       |
| 2011                                 | 8.767               | -                            | 18.588                        | -                        | -           | 0.25         | 27.605       |
| <b>Floyd County (Unincorporated)</b> |                     |                              |                               |                          |             |              |              |
| <b>Fiscal Year</b>                   | <b>County</b>       |                              | <b>County School District</b> |                          | <b>City</b> | <b>State</b> | <b>Total</b> |
|                                      | <b>General Fund</b> | <b>Special Revenue Funds</b> | <b>General Fund</b>           | <b>Debt Service Fund</b> |             |              |              |
| 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       |
| 2008                                 | 8.767               | 2.333                        | 18.588                        | -                        | -           | 0.25         | 29.938       |
| 2009                                 | 8.767               | 2.333                        | 18.588                        | -                        | -           | 0.25         | 29.938       |
| 2010                                 | 8.767               | 2.333                        | 18.588                        | -                        | -           | 0.25         | 29.938       |
| 2011                                 | 8.767               | 2.333                        | 18.588                        | -                        | -           | 0.25         | 29.938       |

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

|                                      | 2011                  |      |                           | 2002                  |      |                           |
|--------------------------------------|-----------------------|------|---------------------------|-----------------------|------|---------------------------|
|                                      | Assessed Value        | Rank | % of Total Assessed Value | Assessed Value        | Rank | % of Total Assessed Value |
| Georgia Power                        | \$ 189,185,591        | 1    | 6.76%                     | \$ 137,298,482        | 2    | 6.12%                     |
| Oglethorpe Power                     | 119,370,611           | 2    | 4.26%                     | 154,292,590           | 1    | 6.88%                     |
| Crown Pine Timber (Temple Inland)    | 74,761,836            | 3    | 2.67%                     | 88,833,009            | 3    | 3.96%                     |
| Redmond Regional Medical Center      | 28,957,216            | 4    | 1.03%                     |                       |      |                           |
| Ball Container LLC (Metal Container) | 24,468,863            | 5    | 0.87%                     | 15,197,471            | 6    | 0.68%                     |
| Larry C Martin                       | 22,403,980            | 6    | 0.80%                     |                       |      |                           |
| Harbin Properties LLC                | 21,056,945            | 7    | 0.75%                     |                       |      |                           |
| F & P Georgia                        | 20,825,057            | 8    | 0.74%                     |                       |      | 0.00%                     |
| Norfolk Southern Corp.               | 17,783,176            | 9    | 0.63%                     | 8,770,768             | 9    | 0.39%                     |
| Bekaert Corporation                  | 17,416,838            | 10   | 0.62%                     |                       |      |                           |
| Berry Schools                        |                       |      |                           | 12,142,140            | 7    | 0.54%                     |
| Aladdin Manufacturing Corp.          |                       |      |                           | 24,766,348            | 4    | 1.10%                     |
| Southern Bell Telephone              |                       |      |                           | 18,556,029            | 5    | 0.83%                     |
| Advanced Steel Technology            |                       |      |                           | 10,948,943            | 8    | 0.49%                     |
| Georgia Transmission Corp.           |                       |      |                           | 8,302,870             | 10   | 0.37%                     |
|                                      | <u>\$ 536,230,113</u> |      | <u>19.13%</u>             | <u>\$ 479,108,650</u> |      | <u>21.36%</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> |
| 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%                        | 2,877,529                                      | 21,263,868                       | 92.40%                        |
| 2006  | 23,101,585                                      | 17,496,750  | 75.74%                        | 4,027,339                                      | 21,524,089                       | 93.17%                        |
| 2007  | 23,771,863                                      | 22,300,872  | 93.81%                        | 1,084,076                                      | 23,384,948                       | 98.37%                        |
| 2008  | 24,604,063                                      | 20,849,262  | 84.74%                        | 2,900,960                                      | 23,750,222                       | 96.53%                        |
| 2009  | 25,102,896                                      | 17,487,274  | 69.66%                        | 5,414,716                                      | 22,901,990                       | 91.23%                        |
| 2010  | 26,507,963                                      | 17,434,121  | 65.77%                        | 5,430,580                                      | 22,864,701                       | 86.26%                        |
| 2011  | 27,247,652                                      | 23,777,041  | 87.26%                        | -  | 23,777,041                       | 87.26%                        |

**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              | COPS/<br>Capital Leases | Revenue Bonds            | Notes Payable |                          |  |                         |
| 2002        | \$ -                    | \$ 2,817,616            | \$ 13,820,000            | \$ -          | \$ 16,637,616            | 0.69%                                      | 180                     |
| 2003        | 9,500,000               | 2,777,000               | 11,670,000               | -             | 23,947,000               | 0.97%                                      | 256                     |
| 2004        | 9,500,000               | 2,777,000               | 10,725,000               | -             | 23,002,000               | 0.53%                                      | 245                     |
| 2005        | 5,035,000               | 2,777,000               | 9,750,000                | -             | 17,562,000               | 0.48%                                      | 186                     |
| 2006        | -                       | 2,777,000               | 8,755,000                | -             | 11,532,000               | 0.43%                                      | 121                     |
| 2007        | 19,490,000              | 2,777,000               | 7,750,000                | 1,296,333     | 31,313,333               | 0.99%                                      | 327                     |
| 2008        | 19,490,000              | 7,910,912               | 6,710,000                | 1,228,958     | 35,339,870               | 0.33%                                      | 368                     |
| 2009        | 33,290,000              | 2,777,000               | 6,710,000                | 1,158,698     | 43,935,698               | 0.33%                                      | 456                     |
| 2010        | 26,800,000              | 2,777,000               | 9,220,000                | 1,085,431     | 39,882,431               | 0.33%                                      | 359                     |
| 2011        | 13,715,000              | 2,777,000               | 8,110,000                | 1,009,025     | 25,611,025               | 0.00% *                                    | 347                     |

**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**  
**Ratio of Net General Bonded Debt**  
**Last Ten Fiscal Years**

| <b>Fiscal Year</b> | <b>G.O. Bonds</b> | <b>Total Primary Government</b> | <b>Percentage of Actual Value of Property</b> | <b>Per Capita<sup>1</sup></b> | <b>Population</b> | <b>Actual Property Value</b> |
|--------------------|-------------------|---------------------------------|---|-------------------------------|-------------------|------------------------------|
| 2002               | \$ -              | \$ -                            | 0.00%   | 180                           | 92,606            | \$ 5,666,018,085             |
| 2003               | 9,500,000         | 9,500,000                       | 0.16%   | 256                           | 93,368            | 5,898,287,923                |
| 2004               | 9,500,000         | 9,500,000                       | 0.16%   | 245                           | 94,009            | 6,063,720,228                |
| 2005               | 5,035,000         | 5,035,000                       | 0.08%   | 186                           | 94,198            | 6,311,613,593                |
| 2006               | -                 | -                               | 0.00%   | 121                           | 95,322            | 6,625,306,180                |
| 2007               | 19,490,000        | 19,490,000                      | 0.28%   | 327                           | 95,618            | 6,860,979,775                |
| 2008               | 19,490,000        | 19,490,000                      | 0.28%   | 368                           | 95,980            | 7,071,727,045                |
| 2009               | 33,290,000        | 33,290,000                      | 0.46%   | 456                           | 96,250            | 7,184,639,923                |
| 2010               | 26,800,000        | 26,800,000                      | 0.38%   | 359                           | 96,317            | 7,060,130,826                |
| 2011               | 13,715,000        | 13,715,000                      | 0.20%   | 347                           | 96,589            | * 7,001,425,548              |

**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.

\* Estimates

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

|   | Fiscal Year    |                |                |                |                |                |                |                |                |                |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
|   | 2002           | 2003           | 2004           | 2005           | 2006           | 2007           | 2008           | 2009           | 2010           | 2011           |
| Debt limit  | \$ 244,558,380 | \$ 258,761,464 | \$ 268,265,262 | \$ 283,232,909 | \$ 300,453,182 | \$ 312,028,757 | \$ 320,953,592 | \$ 324,621,711 | \$ 315,881,109 | \$ 312,086,922 |
| Total net debt applicable to limit                          | -              | 9,500,000      | 9,500,000      | 5,035,000      | -              | 19,490,000     | 19,490,000     | 33,290,000     | 26,800,000     | 13,715,000     |
| Legal debt margin   | \$ 244,558,380 | \$ 249,261,464 | \$ 258,765,262 | \$ 278,197,909 | \$ 300,453,182 | \$ 292,538,757 | \$ 301,463,592 | \$ 291,331,711 | \$ 289,081,109 | \$ 298,371,922 |
| Total net debt applicable to the limit as a % of debt limit | 0.00%          | 3.67%          | 3.54%          | 1.78%          | 0.00%          | 6.25%          | 6.07%          | 10.26%         | 8.48%          | 4.39%          |

**Legal Debt Margin Calculation for Fiscal Year 2011**

|   |                  |
|---|------------------|
| Assessed value  | \$ 2,800,570,219 |
| Add back exempt real property                                   | 320,299,000      |
| Total assessed value  | 3,120,869,219    |
| Debt limit (10% of total assessed value)                        | 312,086,922      |
| Debt applicable to limit:                                       |                  |
| General obligation bonds  | 13,715,000       |
| Less: Amount set aside for repayment of general obligation debt | -                |
| Total net debt applicable to limit                              | 13,715,000       |
| Legal debt margin   | \$ 298,371,922   |

**FLOYD COUNTY, GEORGIA***Computation of Direct and Overlapping Bonded Debt**General Obligation Bonds**December 31, 2011*

| <b>Jurisdiction</b>                      | <b>Net General<br/>Obligation<br/>Bonded Debt<br/>Outstanding</b> | <b>Percentage<br/>Applicable<br/>to<br/>Government</b> | <b>Amount<br/>Applicable<br/>to<br/>Government</b> |
|--|---|--|--|
| Direct:                                  |   |  |  |
| General Obligation Bonds of Floyd County | \$ 13,715,000   | 100%   | \$ 13,715,000                                      |
| Capital Leases                           | 7,438,481   | 100%   | 7,438,481  |
| Intergovernmental Contracts              | 120,399,484   | 10%  | 12,191,878   |
| Total Direct Debt                        | 141,552,965   |  | 33,345,359   |
| Overlapping:                             |   |  |  |
| Floyd County School District:            |   |  |  |
| General Obligation Bonds                 | 24,000,000  | 100%   | 24,000,000   |
| Capital Leases                           | 5,029,223   | 100%   | 5,029,223  |
| City of Rome:                            |   |  |  |
| Capital Leases                           | 4,527,000   | 38%  | 1,720,260  |
| Intergovernmental Contracts              | 2,745,000   | 38%  | 1,043,100  |
| Rome School District:                    |   |  |  |
| General Obligation Bonds                 | 2,000,000   | 38%  | 760,000  |
| Capital Leases                           | 343,999   | 38%  | 130,720  |
| City of Cave Spring:                     |   |  |  |
| Capital Leases                           | 11,695  | 1%   | 117  |
| Total Overlapping Debt                   | 38,656,917  |  | 32,683,420   |
| Total Direct and Overlapping Debt        |   |  | \$ 66,028,779                                      |

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

# FLOYD COUNTY, GEORGIA

## *Pledged Revenue Coverage*

### *Water System Bonds*

#### *Last Ten Fiscal Years*

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

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

**Floyd County, Georgia**  
***Top Ten Water Customers***  
***For Fiscal Year 2011***

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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                   | 77,057,000              | 5.6%                              | \$ 243,713.46        | 3.7%                             |
| Ball Container                  | 52,134,000              | 3.8%                              | 162,925.86           | 2.5%                             |
| Floyd County Board of Education | 43,036,000              | 3.1%                              | 169,806.89           | 2.6%                             |
| Georgia Power                   | 21,179,000              | 1.5%                              | 70,534.76            | 1.1%                             |
| Marglen Industries              | 21,070,000              | 1.5%                              | 69,761.30            | 1.1%                             |
| Stonebridge Golf Club           | 19,802,000              | 1.4%                              | 71,810.70            | 1.1%                             |
| Swan Lake Mobile Home Park      | 9,552,000               | 0.7%                              | 30,081.96            | 0.5%                             |
| Pirelli Tire North America      | 8,729,000               | 0.6%                              | 29,850.27            | 0.5%                             |
| F&P Georgia Manufacturing       | 8,152,000               | 0.6%                              | 33,889.13            | 0.5%                             |
| Georgia Highlands College       | 6,660,000               | 0.5%                              | 23,697.84            | 0.4%                             |
|                                 | <u>267,371,000</u>      | <u>19.3%</u>                      | <u>\$ 906,072.17</u> | <u>13.8%</u>                     |

**Floyd County, Georgia**  
*Water Customers*  
*Last Ten Fiscal Years*

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| <u>Fiscal<br/>Year</u> | <u>Number<br/>of<br/>Customers</u> | <u>Number<br/>Increase<br/>(Decrease)</u> | <u>%<br/>Increase<br/>(Decrease)</u> |
|------------------------|------------------------------------|---|--------------------------------------|
| 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%                                 |
| 2008                   | 15,940                             | 20  | 0.1%                                 |
| 2009                   | 15,848                             | (92)                                      | -0.6%                                |
| 2010                   | 15,840                             | (8)                                       | -0.1%                                |
| 2011                   | 15,566                             | (274)                                     | -1.7%                                |

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

| Meter Size | Meter Charge |        |        |          |          |          |          |          | Base Charge |          |          |          |          |          |          |          | Deposit |        |        |        |        |        |        |        |        |
|------------|--------------|--------|--------|----------|----------|----------|----------|----------|-------------|----------|----------|----------|----------|----------|----------|----------|---------|--------|--------|--------|--------|--------|--------|--------|--------|
|            | 3/1/04       | 3/1/05 | 3/1/06 | 7/1/07   | 4/1/08   | 1/1/09   | 1/1/10   | 6/1/11   | 3/1/04      | 3/1/05   | 3/1/06   | 7/1/07   | 4/1/08   | 1/1/09   | 1/1/10   | 6/1/11   | 3/1/04  | 3/1/05 | 3/1/06 | 7/1/07 | 4/1/08 | 1/1/09 | 1/1/10 | 6/1/11 |        |
| 5/8 inch   | \$ 900       | \$ 900 | \$ 900 | \$ 1,200 | \$ 1,200 | \$ 1,600 | \$ 1,600 | \$ 1,600 | \$ 10,20    | \$ 10,71 | \$ 11,03 | \$ 11,03 | \$ 11,36 | \$ 14,00 | \$ 14,42 | \$ 14,42 | \$ 100  | \$ 100 | \$ 100 | \$ 75  | \$ 75  | \$ 100 | \$ 100 | \$ 100 | \$ 100 |
| 1 inch     | 1,100        | 1,100  | 1,100  | 1,400    | 1,400    | 1,800    | 1,800    | 1,800    | 13,18       | 13,84    | 14,26    | 14,26    | 14,69    | 18,06    | 18,06    | 18,06    | 100     | 100    | 100    | 100    | 100    | 100    | 100    | 100    | 100    |
| 1 1/2 inch |              |        |        |          |          |          |          |          | 23,79       | 24,98    | 25,73    | 25,73    | 26,50    | 32,59    | 32,59    | 32,59    | 170     | 170    | 170    | 170    | 170    | 170    | 170    | 170    | 170    |
| 2 inch     |              |        |        |          |          |          |          |          | 38,57       | 40,50    | 41,72    | 41,72    | 42,97    | 52,85    | 52,85    | 52,85    | 275     | 275    | 275    | 275    | 275    | 275    | 275    | 275    | 275    |
| 3 inch     |              |        |        |          |          |          |          |          | 69,91       | 73,41    | 75,61    | 75,61    | 77,88    | 95,79    | 95,79    | 95,79    | 550     | 550    | 550    | 550    | 550    | 550    | 550    | 550    | 550    |
| 4 inch     |              |        |        |          |          |          |          |          | 115,77      | 121,56   | 125,21   | 125,21   | 128,97   | 158,63   | 158,63   | 158,63   | 825     | 825    | 825    | 825    | 825    | 825    | 825    | 825    | 825    |
| 6 inch     |              |        |        |          |          |          |          |          | 224,21      | 235,42   | 242,48   | 242,48   | 249,75   | 307,19   | 307,19   | 307,19   | 1,000   | 1,000  | 1,000  | 1,000  | 1,000  | 1,000  | 1,000  | 1,000  | 1,000  |
| 8 inch     |              |        |        |          |          |          |          |          | 399,45      | 419,42   | 432,00   | 432,00   | 444,96   | 547,30   | 547,30   | 547,30   | 1,275   | 1,175  | 1,175  | 1,175  | 1,175  | 1,175  | 1,175  | 1,175  | 1,175  |
| 10 inch    |              |        |        |          |          |          |          |          | 574,78      | 603,52   | 621,63   | 621,63   | 640,28   | 787,53   | 787,53   | 787,53   | 1,550   | 1,350  | 1,350  | 1,350  | 1,350  | 1,350  | 1,350  | 1,350  | 1,350  |

| Meter Size               | Rates   |         |         |         | Rate Structure changed to promote water conservation |                    |                    |                    |
|--------------------------|---------|---------|---------|---------|--|--------------------|--------------------|--------------------|
|                          | 3/1/04  | 3/1/05  | 7/1/07  | 4/1/08  | Effective 1/1/2009                                   | Effective 7/1/2009 | Effective 7/1/2009 | Effective 7/1/2009 |
| 0 - 2,999 gallons        | \$ 3.83 | \$ 4.02 | \$ 4.14 | \$ 4.14 | 5/8" & 3/4"  | 5/8" & 3/4"        | 5/8" & 3/4"        | 5/8" & 3/4"        |
| 3,000 - 25,999 gallons   | 3.13    | 3.29    | 3.39    | 3.39    | \$4.26   | \$4.26             | \$4.26             | \$4.26             |
| 26,000 - 100,000 gallons | 2.47    | 2.59    | 2.67    | 2.67    | 3.49   | 3.55               | 3.55               | 3.55               |
| over 100,000 gallons     | 2.27    | 2.38    | 2.45    | 2.45    | 3.00   | 3.00               | 3.00               | 3.00               |
|                          |         |         |         |         | 1" and Above   | 1" & 1 1/2"        | 1" & 1 1/2"        | 1" & 1 1/2"        |
|                          |         |         |         |         | \$4.26   | \$3.55             | \$3.55             | \$3.55             |
|                          |         |         |         |         | 3.49   | 2.75               | 2.75               | 2.75               |
|                          |         |         |         |         | 2.75   | 2.52               | 2.52               | 2.52               |

**Penalty and Enforcement Practices**

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

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

| <b>Fiscal Year</b> | <b>Population<sup>1</sup></b> | <b>Personal Income (in thousands)<sup>2</sup></b> | <b>Per Capita Personal Income<sup>2</sup></b> | <b>Median Age<sup>1</sup></b> | <b>School Enrollment<sup>3</sup></b> | <b>Unemployment Rate<sup>4</sup></b> |
|--------------------|-------------------------------|---|---|-------------------------------|--------------------------------------|--------------------------------------|
| 2002               | 92,606                        | \$ 2,408,043                                      | \$ 26,001                                     | (1)                           | 10,189                               | 4.7%                                 |
| 2003               | 93,368                        | 2,496,381   | 26,710  | (1)                           | 9,846                                | 4.3%                                 |
| 2004               | 94,009                        | 2,635,174   | 28,074  | 34                            | 10,105                               | 4.4%                                 |
| 2005               | 94,198                        | 2,685,536   | 28,521  | 36                            | 10,302                               | 5.3%                                 |
| 2006               | 95,322                        | 2,811,104   | 29,599  | 36                            | 10,321                               | 4.3%                                 |
| 2007               | 95,618                        | 2,958,949   | 31,109  | 36                            | 10,275                               | 4.6%                                 |
| 2008               | 95,980                        | 3,087,159   | 32,260  | 37                            | 10,125                               | 8.0%                                 |
| 2009               | 96,250                        | 3,064,620   | 31,840  | 36                            | 10,066                               | 10.9%                                |
| 2010               | 96,317                        | 3,113,083   | 32,331  | 38                            | 10,059                               | 11.0%                                |
| 2011               | 96,589                        | * 3,206,475 *                                     | 33,197 *                                      | 38                            | 10,392                               | 10.4%                                |

**Data sources**

(1) Information not readily available

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

<sup>2</sup>US Department of Commerce, Bureau of Economic Analysis

<sup>3</sup>Floyd County Board of Education

<sup>4</sup>Georgia Department of Labor

\* Estimates

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

| <b>Employer</b>                 | <b>2011</b>      |             |   | <b>2002**</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 Center            | 2,324            | 1           | 5.3%  |                  |             |   |
| Floyd County Schools            | 1,600            | 2           | 3.7%  |                  |             |   |
| Redmond Regional Medical Center | 1,200            | 3           | 2.8%  |                  |             |   |
| Mohawk Industries               | 1,174            | 5           | 2.7%  |                  |             |   |
| Harbin Clinic                   | 1,134            | 4           | 2.6%  |                  |             |   |
| Rome City Schools               | 757              | 6           | 1.7%  |                  |             |   |
| Floyd County Government         | 700              | 7           | 1.6%  |                  |             |   |
| City of Rome Government         | 649              | 8           | 1.5%  |                  |             |   |
| Berry College                   | 578              | 9           | 1.3%  |                  |             |   |
| Kellogg                         | 558              | 10          | 1.3%  |                  |             |   |
| <b>Total</b>                    | <b>10,674</b>    |             | <b>24.5%</b>                                | <b>-</b>         |             | <b>0.00%</b>                                |

**Source: Chamber of Commerce**

\*\* Prior information not readily available.

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

| Function/Program    | Full-time Employees as of December 31, |            |            |            |            |            |            |            |            |            |
|---------------------|--|------------|------------|------------|------------|------------|------------|------------|------------|------------|
|                     | 2002                                   | 2003       | 2004       | 2005       | 2006       | 2007       | 2008       | 2009       | 2010       | 2011       |
| General government: | 222                                    | 185        | 190        | 194        | 174        | 167        | 164        | 172        | 172        | 173        |
| Public Safety:      |  |            |            |            |            |            |            |            |            |            |
| Police & Sheriff    |  |            |            |            |            |            |            |            |            |            |
| Officers            | 199                                    | 189        | 200        | 204        | 197        | 210        | 206        | 214        | 214        | 212        |
| Civilians           | 53                                     | 51         | 59         | 59         | 58         | 58         | 53         | 58         | 58         | 54         |
| Corrections         | 54                                     | 54         | 55         | 55         | 54         | 53         | 55         | 66         | 68         | 73         |
| Water               | 36                                     | 35         | 35         | 35         | 35         | 38         | 38         | 39         | 39         | 36         |
| Engineering         | 4                                      | 4          | 3          | 3          | 3          | 3          | 4          | 4          | 4          | 4          |
| Maintenance         | 85                                     | 83         | 93         | 85         | 80         | 80         | 78         | 78         | 78         | 78         |
| Airport             | 5                                      | 4          | 4          | 4          | 4          | 4          | 4          | 4          | 4          | 4          |
| <b>Total</b>        | <b>658</b>                             | <b>605</b> | <b>639</b> | <b>639</b> | <b>605</b> | <b>613</b> | <b>602</b> | <b>635</b> | <b>637</b> | <b>634</b> |

**Source: Human Resources Department.**

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

| <b>Function</b>             | <b>Fiscal Year</b> |             |             |             |             |             |             |             |             |             |
|-----------------------------|--------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
|                             | <b>2002</b>        | <b>2003</b> | <b>2004</b> | <b>2005</b> | <b>2006</b> | <b>2007</b> | <b>2008</b> | <b>2009</b> | <b>2010</b> | <b>2011</b> |
| <b>Police</b>               |                    |             |             |             |             |             |             |             |             |             |
| Citations                   | 4,287              | 7,572       | 7,267       | 6,090       | 11,406      | 13,078      | 8,791       | 8,123       | 7,515       | 9,187       |
| Parking violations          | 1                  | -           | 5           | 9           | 6           | -           | -           | -           | -           | -           |
| <b>Fire</b>                 |                    |             |             |             |             |             |             |             |             |             |
| Calls answered              | 4,422              | 4,236       | 4,651       | 4,394       | 4,705       | 4,791       | 4,294       | 4,275       | 4,310       | 4,604       |
| Emergency medical calls     | 1,239              | 1,180       | 1,285       | 1,255       | 1,506       | 1,380       | 1,242       | 1,318       | 1,253       | 1,181       |
| Inspections                 | 761                | 660         | 1,321       | 1,563       | 1,584       | 1,424       | 971         | 911         | 1,045       | 1,206       |
| <b>Highways and streets</b> |                    |             |             |             |             |             |             |             |             |             |
| Street resurfacing (miles)  | 35                 | 28          | 37          | 44          | 46          | 44          | 25          | -           | 4           | 10          |

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

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

| Function                      | Fiscal Year |      |      |      |      |      |      |      |      |      |
|-------------------------------|-------------|------|------|------|------|------|------|------|------|------|
|                               | 2002        | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 |
| <b>Police</b>                 |             |      |      |      |      |      |      |      |      |      |
| Stations                      | 1           | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Total vehicles                | 60          | 62   | 58   | 62   | 63   | 72   | 82   | 76   | 80   | 75   |
| 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)               | 725         | 725  | 723  | 728  | 730  | 726  | 733  | 733  | 733  | 735  |
| <b>Culture and Recreation</b> |             |      |      |      |      |      |      |      |      |      |
| Number of parks               | 28          | 28   | 28   | 28   | 28   | 28   | 28   | 28   | 29   | 29   |
| Park acreage                  | 831         | 831  | 831  | 831  | 831  | 831  | 839  | 839  | 871  | 871  |
| Playgrounds                   | 27          | 27   | 27   | 27   | 27   | 28   | 28   | 28   | 28   | 21   |
| Recreation centers            | 16          | 16   | 16   | 16   | 16   | 16   | 16   | 16   | 16   | 17   |
| Baseball/softball diamonds    | 38          | 38   | 38   | 38   | 38   | 38   | 38   | 38   | 41   | 41   |
| Soccer/football fields        | 12          | 13   | 13   | 13   | 13   | 15   | 13   | 10   | 10   | 10   |
| Tennis courts                 | 53          | 53   | 53   | 53   | 53   | 47   | 49   | 49   | 49   | 49   |

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

**FLOYD COUNTY, GEORGIA**  
*Insurance in Force*  
*For the Year Ended December 31, 2011*

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|   |                            |
|---|----------------------------|
| Property Coverage:  |                            |
| Buildings, contents, EDP, and mobile equipment                      | \$ 183,375,612             |
| Automobile Liability-All (General and Water System):                |                            |
| Bodily injury per person per occurrence                             | 500,000                    |
| Bodily injury aggregate per occurrence                              | 700,000                    |
| Property damage per occurrence                                      | 50,000                     |
| Airport Liability:  |                            |
| Products-Completed operations aggregate limit                       | 3,000,000                  |
| Hangar keepers liability (per aircraft/ per occurrence)             | 500,000/ 1,000,000         |
| Comprehensive General Liability:                                    |                            |
| Per occurrence limit  | 1,000,000                  |
| Law Enforcement Liability:  |                            |
| Per occurrence limit  | 1,000,000                  |
| Public officials Errors and Omissions Liability:                    |                            |
| Per wrongful act/ aggregate   | 1,000,000/ 2,000,000       |
| Crime coverage:   |                            |
| Blanket employee dishonesty and faithful performance (per employee) | 50,000                     |
| Statutory bonds   | As required/various limits |

**FLOYD COUNTY, GEORGIA**  
*Miscellaneous Statistical Information*

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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 | 36 |
|--------|----|

|                |               |
|----------------|---------------|
| Estimated Cost | \$ 81,640,079 |
|----------------|---------------|

|                   |        |
|-------------------|--------|
| Registered Voters | 51,298 |
|-------------------|--------|