

FLOYD COUNTY, GEORGIA

Comprehensive Annual Financial Report

For the Year Ended

December 31, 2010

Prepared by:

Finance Department



**FLOYD COUNTY, GEORGIA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED DECEMBER 31, 2010**

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

June 14, 2011

The Honorable Eddie Lumsden, 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, 2010.

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

The county's financial statements have been audited by Mauldin & Jenkins, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the county for the fiscal year ended December 31, 2010 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the county's financial statements for the fiscal year ended December 31, 2010 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

BOARD OF COMMISSIONERS

EDDIE LUMSDEN, CHAIRMAN CHAD WHITEFIELD, VICE-CHAIRMAN
IRWIN BAGWELL GARRY FRICKS 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. The county's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

Floyd County is located in the northwest portion of Georgia. It is considered the economic hub of this region. The county occupies a land area of 514 square miles and serves a population of 96,317. The county is empowered to levy a property tax on both real and personal properties located within its boundaries.

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

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

The annual budget serves as the foundation for Floyd County's financial planning and control. All departments of the county are required to submit requests for appropriation to the County Manager, who in turn shall submit a recommended budget for the Board of Commissioners to review by the third Wednesday in November. The Board of Commissioners may then hold a budget hearing with each department. After holding a public hearing on the proposed budget, the final budget must be adopted no later than January 31st of each year. The appropriated budget is prepared by fund and by department. Department heads may make transfers of appropriations within a department with the exception of salaries 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 perspective of the specific environment within which Floyd County operates.

Local Economy. Floyd County continues to have a sluggish local economy similar to what communities all over the country are experiencing. For the first time in recent history, Floyd County saw its total tax digest decrease over the previous year. The decrease was a modest 2% and reflected the fact that home prices have decreased on average with home foreclosure compounding the problem. Unemployment rates hovered over 9% most of the year. Sales tax collections decreased in 2010 for the third year in a row reflecting sluggish retail activity as a result of the down economy. According to state reports, a total of 600 jobs were lost in 2010.

On a positive note, there were some new jobs created in the local workforce with a few existing industries announcing expansion plans for 2011. Southeastern Mills, which makes a variety of bread and coating systems, baking, sauce and gravy products for the food service industry, completed its \$14.9 million expansion and created 25 new jobs. The local healthcare industry remains strong with Floyd Medical Center and Redmond Regional Medical Center pumping \$850 million into the local economy.

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

Long Term Outlook. As one UGA Economist said, "We are experiencing a half speed recovery" in describing the economic outlook for 2011. Unfortunately, this appears to be the prognosis for most of the country as well as Floyd County. With hopes that a rebound in the economy would have started in 2010, the reality of the matter is that it appears a rebound is still maybe a year away. Because of this, we do not expect any significant improvement in any of the local economic indicators. We expect sales tax revenue to reflect flat retail activity and with housing prices continuing to decline, it is anticipated that we will see another decrease in the tax digest similar to what we saw in 2010. The County's diverse tax base and strong healthcare industry will still provide a measure of economic stability locally.

There is some positive industrial activity that will hopefully stimulate the local economy in 2011. Syntec Industries that manufactures carpet and fabrics for marine, recreational, and manufactured homes is expanding its operations and will add 30 new jobs. Profile Extrusion will be spending \$6 million to add a state of the art press to make their business more competitive in today's manufacturing environment. Finally, FP-Pigments, a Finnish company that makes paint pigments, will open its first U.S. plant in Floyd County. FP-Pigments will initially invest \$20 million and create 20 jobs.

The local healthcare industry will continue to grow. Construction on Harbin Clinic's new state of the art Cancer Center on Floyd Medical Center's campus will be completed in 2011 and a new specialty hospital, also on Floyd's campus, will open 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 2011 including the renovation of Barron Stadium, City of Rome's municipal football stadium. Several school expansion projects are scheduled for 2011 as well as the start of the County's \$26 million project to install a new public safety radio system to serve all public safety agencies and governments in Floyd County. Construction will continue on the \$12 million Armuchee Connector road project that is scheduled for completion in 2012.

Financial Initiatives

Financial Policies. Many changes have been made by the county due to the current economic conditions. Revenues overall have been stagnant for the past few years and in order to offset these revenue conditions, the county changed their operations in several ways. They instituted employee furloughs in certain areas of the operation, implemented employee hiring freezes, no across the board employee raises have been given since 2008, contained capital equipment purchases and capital projects and implemented across the board budget reductions. During this time, the county experienced significant increase in health insurance costs and pension costs. The county has also committed to provide the services as close to the same level as in the past. While doing all these things, the county had to use fund balance to balance the budget. Also, the county is very aware of the impact some of these decisions have to the long term well being of the county, such as deferring the paving of roads and not replacing equipment but having to continue to pay the maintenance cost of keeping older equipment. In general, 2011 will definitely be another year of economic challenges, however, there still continues to be a few bright spots and the county is positioned to take advantage of any improvements in the economy once they occur. The county will continue to be strong financially due to the reserves they have on hand.

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

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

Other Information

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

Awards. The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the county for its comprehensive annual financial report for the fiscal year ended December 31, 2009. In order to be awarded a Certificate of Achievement, the county

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

Acknowledgments

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

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

Respectfully submitted,



Kevin Poe
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, 2009

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



President

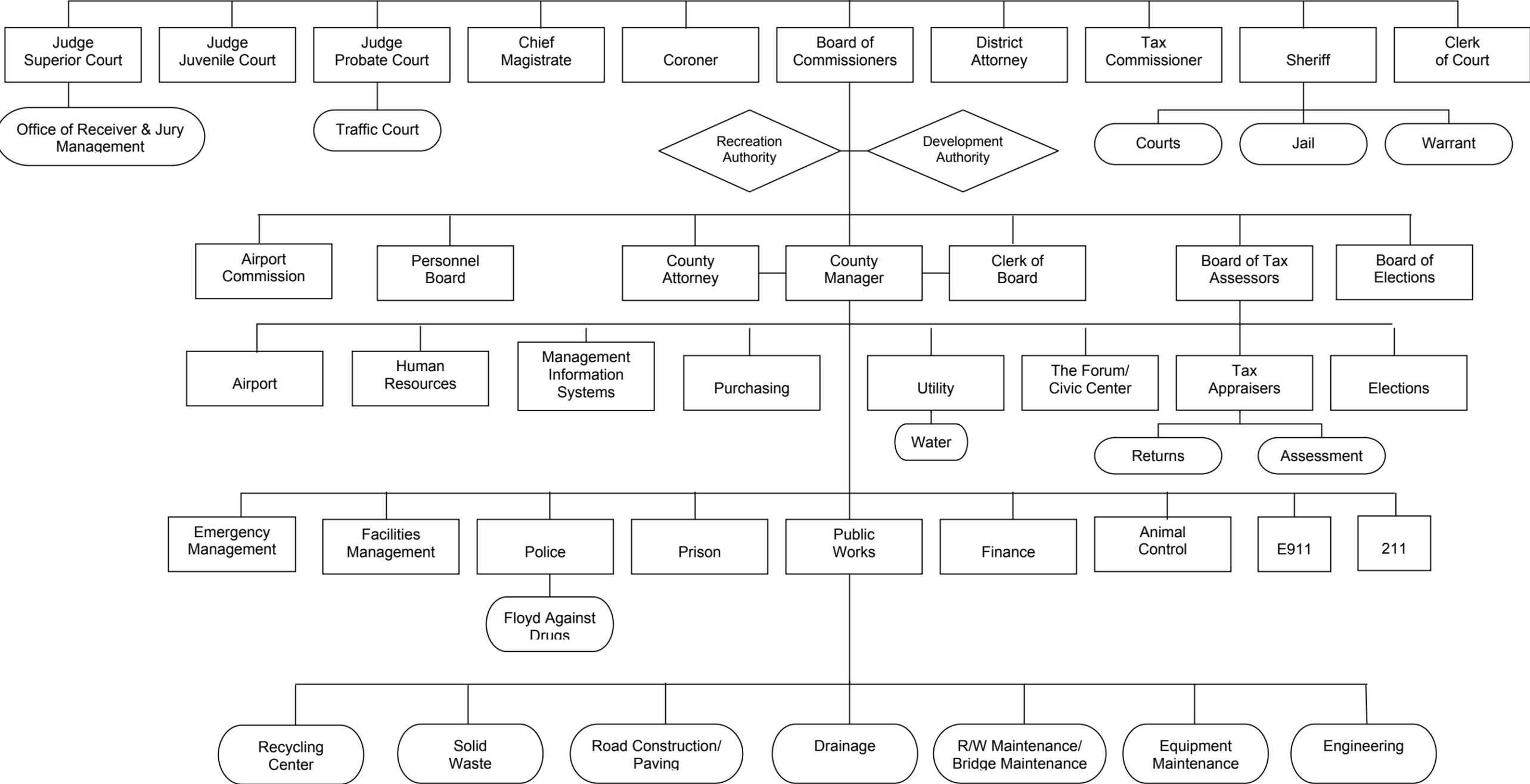
Executive Director



FLOYD COUNTY, GEORGIA



Floyd County Citizens



FLOYD COUNTY, GEORGIA

LIST OF PRINCIPAL OFFICIALS

December 31, 2010

2010

BOARD OF COMMISSIONERS

Eddie Lumsden
Chad Whitefield
Irwin Bagwell
Garry Fricks
John Mayes

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

COUNTY ADMINISTRATION

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

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

FINANCIAL SECTION

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



INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners 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, 2010, 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 provides 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, 2010 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 29, 2011, 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.

The management's discussion and analysis, the Schedules of Funding Progress, and the Schedule of Employer Contributions (on page 3 through 14 and page 66, respectively) are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

Mauldin & Jenkins, LLC

Atlanta, Georgia
July 29, 2011

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, 2010

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, 2010. 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 \$293,484,389 (net assets) for the fiscal year reported. This compares to the previous year when total assets exceeded total liabilities by \$296,292,350.
- Total net assets are comprised of the following:
 - (1) Capital assets, net of related debt, of \$222,897,854 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 \$51,224,156 are restricted by constraints imposed from outside the County such as debt covenants, grantors, laws, or regulations.
 - (3) Unrestricted net assets of \$19,362,379 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 \$65,619,942 this year. This compares to the prior year ending fund balance of \$48,399,167 showing an increase of \$17,220,775 during the current year. Unreserved fund balance of \$58,407,383 for fiscal year 2010 shows an \$11,489,054 increase from the prior year.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$12,192,664, or 29% of total General Fund expenditures. This is a decrease of \$1,827,417 in 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

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2010

reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County as a whole is improving or deteriorating. Evaluation of the overall health of the County would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of the County's infrastructure in addition to the financial information provided in this report.

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

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

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

The government-wide financial statements are presented on pages 18-21 of this report.

Fund Financial Statements

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

The County has three kinds of funds:

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

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

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2010

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 22-28 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 29-32 of this report and component unit financial statements are presented on pages 106-110.

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 33 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 34-68 of this report.

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2010

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 70-96.

Financial Analysis of the County as a Whole

The County's net assets at fiscal year-end are \$293,484,389. This is a \$2,807,961 decrease from last year's net assets of \$296,292,350. The following table provides a summary of the County's net assets:

Summary of Net Assets

	<u>Governmental Activities</u>		<u>Business Activities</u>		<u>Total</u>		<u>Percentage of Total</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Assets:								
Current and other assets	\$ 74,270,344	\$ 56,625,971	\$ 11,247,264	\$ 3,121,059	\$ 85,517,608	\$ 59,747,030	24%	18%
Capital assets	229,247,390	235,545,814	39,035,498	41,897,338	268,282,888	277,443,152	76%	82%
Total assets	303,517,734	292,171,785	50,282,762	45,018,397	353,800,496	337,190,182	100%	100%
Liabilities:								
Current liabilities	20,279,486	13,505,850	3,308,909	2,543,706	23,588,395	16,049,556	39%	39%
Long-term liabilities	26,838,794	18,501,632	9,888,918	6,346,644	36,727,712	24,848,276	61%	61%
Total liabilities	47,118,280	32,007,482	13,197,827	8,890,350	60,316,107	40,897,832	100%	100%
Net assets:								
Investment in capital assets, net of debt	193,986,604	214,244,447	28,911,250	31,039,537	222,897,854	245,283,984	76%	83%
Restricted	45,228,105	26,849,286	5,996,051	3,326,733	51,224,156	30,176,019	17%	10%
Unrestricted	17,184,745	19,070,570	2,177,634	1,761,777	19,362,379	20,832,347	7%	5%
Total net assets	\$ 256,399,454	\$ 260,164,303	\$ 37,084,935	\$ 36,128,047	\$ 293,484,389	\$ 296,292,350	100%	100%

Current and Other Assets in Governmental Activities had a significant increase from the prior year. This increase is due to the issuance of \$20,000,000 of general obligation sales tax bonds in 2010. This issuance is the reason for the significant change in Governmental Long-Term Liabilities. This increase in the long-term portion of bonds payable amounted to \$6,595,000.

FLOYD COUNTY, GEORGIA
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In the Business Activities' Current and Other Assets more than doubled from the prior year. This is due to an increase in cash associated with the issuance of taxable and tax exempt water revenue bonds in 2010, which totaled \$6,785,000 with \$1,795,000 for refunding a portion of outstanding water revenue bonds.

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 3.7 to 1 and 3.4 to 1 for business type activities. For the County overall, the current ratio is 3.5 to 1.

Note that approximately 76% 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 87% of its net assets on capital. Capital assets in the business-type activities provide water services, operate the Forum and operate a recycling center. Seventy-seven percent of the County's total net assets are included in capital assets.

The County reports a decrease in net assets of \$3,764,849 for governmental activities and an increase in net assets of \$956,888 for business-type activities. The County's overall financial position declined during fiscal year 2010 by \$2,807,961. This decline in net assets is mainly due to investment in capital assets being reduced by \$20,664,502. This decrease is due to 2006 SPLOST projects being completed in prior years as this SPLOST was coming to an end. The 2006 SPLOST ran through June 2010.

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FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2010

Summary of Changes in Net Assets

	Governmental Activities		Business Activities		Total		Percentage of Total	
	2010	2009	2010	2009	2010	2009	2010	2009
Revenues:								
Program:								
Charges for Services	\$ 7,138,078	\$ 7,323,290	\$ 8,017,398	\$ 7,430,497	\$ 15,155,476	\$ 14,753,787	19%	19%
Operating grants	4,022,530	2,915,861	107,191	70,989	4,129,721	2,986,850	5%	4%
Capital grants	2,471,664	4,874,490	29,740	261,038	2,501,404	5,135,528	3%	6%
General:								
Property taxes	29,446,335	29,265,158	-	-	29,446,335	29,265,158	37%	37%
Sales taxes	23,110,883	22,502,718	-	-	23,110,883	22,502,718	29%	28%
Hotel motel taxes	80,419	-	-	-	80,419	-	0%	0%
Insurance premium taxes	2,602,995	2,676,403	-	-	2,602,995	2,676,403	3%	3%
Other taxes	1,278,783	1,404,169	-	-	1,278,783	1,404,169	2%	2%
Interest Earned	161,033	264,922	33,821	50,982	194,854	315,904	0%	0%
Other	716,665	513,414	-	-	716,665	513,414	1%	1%
Total revenues	<u>71,029,385</u>	<u>71,740,425</u>	<u>8,188,150</u>	<u>7,813,506</u>	<u>79,217,535</u>	<u>79,553,931</u>	<u>100%</u>	<u>100%</u>
Program Expenses:								
General government	9,534,638	11,328,761	-	-	9,534,638	11,328,761	12%	14%
Judicial	5,688,404	5,705,237	-	-	5,688,404	5,705,237	7%	7%
Public safety	29,220,951	29,588,983	-	-	29,220,951	29,588,983	36%	37%
Public works	16,169,450	13,306,668	-	-	16,169,450	13,306,668	20%	17%
Health and welfare	1,761,492	1,818,709	-	-	1,761,492	1,818,709	2%	2%
Culture and recreation	8,154,602	9,714,095	-	-	8,154,602	9,714,095	10%	12%
Housing and development	2,675,108	796,424	-	-	2,675,108	796,424	3%	1%
Interest	1,151,089	692,910	-	-	1,151,089	692,910	1%	1%
Water	-	-	6,225,460	5,744,579	6,225,460	5,744,579	8%	8%
Forum	-	-	972,475	957,094	972,475	957,094	1%	1%
Recycling	-	-	471,827	485,282	471,827	485,282	1%	1%
Total expenses	<u>74,355,734</u>	<u>72,951,787</u>	<u>7,669,762</u>	<u>7,186,955</u>	<u>82,025,496</u>	<u>80,138,742</u>	<u>100%</u>	<u>100%</u>
Excess (deficiency)	<u>(3,326,349)</u>	<u>(1,211,362)</u>	<u>518,388</u>	<u>626,551</u>	<u>(2,807,961)</u>	<u>(584,811)</u>		
Transfers	<u>(438,500)</u>	<u>(307,500)</u>	<u>438,500</u>	<u>307,500</u>	<u>-</u>	<u>-</u>		
Changes in net assets	<u>(3,764,849)</u>	<u>(1,518,862)</u>	<u>956,888</u>	<u>934,051</u>	<u>(2,807,961)</u>	<u>(584,811)</u>		
Beginning net assets	<u>260,164,303</u>	<u>261,683,165</u>	<u>36,128,047</u>	<u>35,193,996</u>	<u>296,292,350</u>	<u>296,877,161</u>		
Ending net assets	<u>\$ 256,399,454</u>	<u>\$ 260,164,303</u>	<u>\$ 37,084,935</u>	<u>\$ 36,128,047</u>	<u>\$ 293,484,389</u>	<u>\$ 296,292,350</u>		

FLOYD COUNTY, GEORGIA
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Financial Analysis of the County's Funds

Governmental funds

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

The General Fund is the County's primary operating fund and the largest source of day-to-day service delivery. The general fund reported ending fund balances of \$13,906,157. Of this year-end total, \$12,192,664 is unreserved indicating availability for continuing County service requirements. Reserved fund balances include: \$151,535 set aside for inventory, \$770,706 from the jail surcharge which is set aside for expenditures for public safety needs as required by the state of Georgia statutes, \$144,689 for prepaid items, \$250,308 for the Metro Task Force, \$24,199 for supplemental juvenile services, \$345,543 for probation drug funds and \$26,513 for equitable sharing.

The General Fund expenditures increased \$1,032,897 in 2010 from the previous year. Each departmental budget was reduced in 2010. Thus, this decrease is due primarily to the fact that employee raises were eliminated, employee furloughs continued and a hiring freeze was still in place for 2010. A summary of these changes are outlined below:

1. In the General Government section Facilities Management had an increase in expenditures of \$281,066. This is due to costs associated with adding the maintenance of the County jail to their responsibilities. This department also increased the staff size in order to handle the demands placed on the department because they have expanded their services.
2. The Public Safety category increased \$463,607 due mainly to increase in salaries and benefits and fuel costs in the Police Department and the Sheriff's Office.
3. Also, the Public Works category increased \$246,741 due to supplies and paving materials being more than the prior year. The County was able to more road paving in 2010 which accounts for the increase in these line items.

The General Fund revenues increased by \$668,756 and its other financing uses increased by \$890,960 in 2010. These increases are due primarily to the following:

1. Taxes category increased due to local option sales tax being higher in 2010 by approximately \$225,000.
2. Intergovernmental revenues increased due to receiving LARP funds in 2010 from the state of Georgia. The County did not receive any of these funds in 2009.
3. Charges for services decreased by \$456,357 due mainly to a decrease in boarding inmates revenue.
4. Fines and forfeitures had a slight increase in revenue in 2010.
5. Interest earnings were down due to lower interest rates on the invested funds.

FLOYD COUNTY, GEORGIA
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The increase in other financing uses is due to the following:

1. Transfers In increased due to transfers from the Fire Fund and Solid Waste Fund being more than in 2009 by \$238,700.

The 2006 SPLOST Fund revenues decreased in 2010 due to the completion of the 1% sales tax. The 2006 SPLOST Fund expenditures decreased in 2010 due to fewer projects in progress. These factors caused the 2006 SPLOST Fund balance to decrease by \$6,586,687.

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 General Capital Projects Fund revenues decreased by \$565,545. This is due mainly to fewer grant funds being received in 2010 with the majority of these funds for projects at the airport. The General Capital Projects Fund expenditures decreased by \$909,536. This is due mainly to fewer projects being funded in 2010.

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FLOYD COUNTY, GEORGIA
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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 15,800 residential and commercial customers. The Water System bond coverage of 1.9 exceeded the required 1.1 coverage for the year ended December 31, 2010. Water rates were not increased in 2010.

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

	2011	2012	2013	2014
Replace 2,500 manual read meters	\$500,000	\$500,000	\$500,000	\$500,000
Capital equipment	295,000	232,000	253,000	243,000
New chemical feeders for treatment plant	35,000			
Replace 3.5 miles of sub-standard 2" lines	475,000	522,500	574,750	632,225
Replace 8" PVC line with 8" ductile iron line from Hwy 293 to intersection of Wildflower and Rustic Ridge Roads	98,000			
Totals	\$1,403,000	\$1,254,500	\$1,327,750	\$1,375,225

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FLOYD COUNTY, GEORGIA
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For the Year Ended December 31, 2010

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, 2010

Monthly Average Volume Use Per Day	City of Rome		City of Adairsville	
	1.5 MGD Minimum Monthly Average	2.0 MGD Minimum Monthly Average	0.5 MGD Minimum Monthly Average	1.5 MGD Minimum Monthly Average
≥ 0.5 MGD			\$ 1.40	\$ 1.40
< 1.0 MGD	\$ 2.90	\$ 2.90		
>1.0 MGD but < 1.5 MGD	\$ 2.18	\$ 2.18		
> 1.5 MGD	\$ 1.89	\$ 1.89		
> 1.5 MGD (Industrial Customers)	\$ 1.74	\$ 1.60		

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 \$1,229,308 from operations and an overall increase in net assets of \$818,760.

General Fund Budgetary Highlights

The original budget adopted did not anticipate a decrease in its unreserved fund balance. The budget was subsequently revised to reflect a decrease of \$413,000 in its unreserved fund balance. The actual unreserved fund balance decrease was \$331,485.

The 2010 General Fund budget variances are as follows:

1. All revenue categories exceeded the revised budget by a combined \$231,793.
2. All expenditure categories were less than projected in the revised budget by a combined \$928,462.

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2010

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, 2010, was \$193,986,604 and \$28,911,250, respectively. This is an increase of .6% in this net investment for governmental activities and an increase in this net investment of .8% for business-type activities.

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

1. The levee gate and Heritage Park access project totaled \$1,329,480.
2. Work continued on the Armuchee Connector and that totaled \$1,449,779.
3. Capital improvements at the airport, which consisted of runway and electrical improvements and terminal expansion totaled \$2,044,438.
4. The Work Release Center project was completed in 2010. The total project cost was \$2,999,792. This new center will allow the inmates that qualify to continue to work and then report to the center for the remainder of the day for the time sentenced.
5. Another project completed in 2010 was the North Floyd Recreation Center with a total cost of \$2,896,310.
6. The Shannon Recreation Center was also completed in 2010. The total project cost was \$1,284,224.
7. The largest construction project in 2010 was the renovation of the marine armory for new administrative offices and a gymnastics center for the Rome-Floyd Parks and Recreation Authority. The 2010 cost for this project totaled \$1,519,498. This project was completed in the first quarter of 2011.
8. Debt service on the existing general obligation bonds totaled \$6,953,050 during 2010.

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
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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 Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Capital assets, nondepreciable	\$ 26,731,688	\$ 3,899,481	\$ 30,631,169
Capital assets, net	202,515,702	35,136,017	237,651,719
Bonds payable	(28,033,082)	(9,038,817)	(37,071,899)
Capital leases payable	(4,857,363)	-	(4,857,363)
Notes payable	-	(1,085,431)	(1,085,431)
Certificates of participation	(2,370,341)	-	(2,370,341)
	<u>\$ 193,986,604</u>	<u>\$ 28,911,250</u>	<u>\$ 222,897,854</u>

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FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2010

	Capital Assets					
	Net of Accumulated Depreciation					
	Governmental Activities		Business Activities		Total	
	2010	2009	2010	2009	2010	2009
Non-depreciable assets:						
Land	\$ 15,476,897	\$ 4,360,390	\$ 930,538	\$ 930,538	\$ 16,407,435	\$ 5,290,928
Construction in progress	11,254,791	16,217,990	2,968,943	194,359	14,223,734	16,412,349
Total non-depreciable	26,731,688	20,578,380	3,899,481	1,124,897	30,631,169	21,703,277
Depreciable assets:						
Buildings	98,530,585	91,804,981	11,720,350	11,714,632	110,250,935	103,519,613
Machinery and equipment	16,223,990	15,839,515	2,424,816	2,331,798	18,648,806	18,171,313
Improvements other than buildings	4,560,278	3,385,376	-	-	4,560,278	3,385,376
Infrastructure	278,143,299	289,025,874	42,752,773	42,589,042	320,896,072	331,614,916
Total depreciable assets	397,458,152	400,055,746	56,897,939	56,635,472	454,356,091	456,691,218
Less accumulated depreciation	194,942,450	185,155,535	21,761,922	20,110,941	216,704,372	205,266,476
Book value - depreciable assets	\$ 202,515,702	\$ 214,900,211	\$ 35,136,017	\$ 36,524,531	237,651,719	\$ 251,424,742
Book value - all capital assets	\$ 229,247,390	\$ 235,478,591	\$ 39,035,498	\$ 37,649,428	\$ 268,282,888	\$ 273,128,019
Percentage depreciated	49%	46%	38%	36%	48%	45%

See Note 3-D on pages 46-47 for additional information about the County's capital assets.

FLOYD COUNTY, GEORGIA
Management's Discussion and Analysis
For the Year Ended December 31, 2010

Long-term debt

At the end of the fiscal year, the County had total bonded debt outstanding of \$18,930,000. This total amount is supported by pledged revenues generated primarily by general obligation bonds supported by special purpose local option sales tax (SPLOST) collections. The County's other long-term debt relates to water revenue bonds, certificates of participation, capital leases, notes payable and compensated absences.

	Outstanding Debt						% Change
	Governmental Activities		Business-type Activities		Totals		
	2010	2009	2010	2009	2010	2009	
Bonds	\$ 26,800,000	\$ 13,290,000	\$ 9,220,000	\$ 5,640,000	\$ 36,020,000	\$ 18,930,000	-47.4%
Certificates of Participation	2,777,000	2,777,000	-	-	2,777,000	2,777,000	0.0%
Capital leases	4,857,457	5,044,882	-	-	4,857,457	5,044,882	3.9%
Notes Payable	-	-	1,085,431	1,158,698	1,085,431	1,158,698	6.8%
Compensated absences	2,887,756	3,004,603	194,881	191,932	3,082,637	3,196,535	3.7%
Total	\$ 37,322,213	\$ 24,116,485	\$ 10,500,312	\$ 6,990,630	\$ 47,822,525	\$ 31,107,115	-35.0%

See Note 3-H on page 54 for additional information about the County's long-term debt.

Bond Ratings

General Obligation bonds for SPLOST Projects were issued in 2010.

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
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Economic Factors and Next Year's Budgets

Due to the current economic conditions, the County has projected a decline in the tax digest for 2011 of 2.5%, thus property tax revenues are projected to be less in 2011 than 2010. Sales tax revenues decreased in 2010 by 4.1%. During the first four months of 2011 local option sales tax collections are \$31,024 less than the same period in 2010. Also, the 2009 SPLOST collections are \$54,099 less than last year through four months. Prior year's taxes and interest earnings are projected to be flat in 2010. Fines and forfeitures are projected to continue with declining revenues in 2010. During this four month period the General Fund has used \$400,000 more of its fund balance in 2011 vs. 2010 for the same period.

Due to the current economic conditions, the County continues to make adjustments to its 2011 operations. The County currently has a hiring freeze, 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 2011, budgeted cash flow will be extremely difficult to achieve and may require short term borrowing during the year. Each month the financial condition of the County is reviewed by management and the County Commission.

Floyd County adopted its 2011 budgets on January 25, 2011. The General Fund budget for 2011 reflects revenues and usage of reserved fund balance of \$45,298,700 and expenditures and other financing uses of \$46,172,845. This budget reflects an increase from the 2010 budget of \$444,670 in revenues and reserved fund balance and an increase of \$355,755 in expenditures and other financing uses.

Contacting the County's Financial Management

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

Floyd County Finance Department
12 East Fourth Avenue, Suite 205
Rome, Georgia 30162
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, 2010

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
ASSETS			
Current Assets:			
Cash	\$ 36,227,405	\$ 2,309,217	\$ 38,536,622
Investments	20,953,997	-	20,953,997
Accounts receivable	838,837	1,498,744	2,337,581
Taxes receivable	9,408,528	-	9,408,528
Other receivable	6,465	-	6,465
Due from other governments	732,799	79,107	811,906
Due from component units	51,603	-	51,603
Due from primary government	-	-	-
Internal balances	25,165	(25,165)	-
Inventory	151,535	292,361	443,896
Prepaid items	158,156	17,699	175,855
Land held for resale	-	-	-
Total Current Assets	68,554,490	4,171,963	72,726,453
Noncurrent Assets:			
Restricted Assets:			
Cash	5,485,599	4,079,746	9,565,345
Investments	-	2,742,906	2,742,906
Capital Assets:			
Nondepreciable capital assets	26,731,688	3,899,481	30,631,169
Depreciable capital assets, net	202,515,702	35,136,017	237,651,719
Deferred Charges	230,255	252,649	482,904
Total Noncurrent Assets	234,963,244	46,110,799	281,074,043
TOTAL ASSETS	303,517,734	50,282,762	353,800,496
LIABILITIES			
Current Liabilities:			
Accounts payable	4,656,229	857,130	5,513,359
Retainage payable	344,267	-	344,267
Accrued salaries and payroll taxes	327,086	21,958	349,044
Payroll withholdings payable	48,387	7,403	55,790
Unearned revenue	406,659	-	406,659
Due to other governments	33,786	1,151,624	1,185,410
Due to primary government	-	-	-
Due to component unit	3,646	-	3,646
Compensated absences payable, current portion	1,178,419	84,389	1,262,808
Notes payable, current portion	-	76,405	76,405
Bonds payable, current portion	13,085,000	1,110,000	14,195,000
Capital leases payable, current portion	196,007	-	196,007
Total Current Liabilities	20,279,486	3,308,909	23,588,395
Noncurrent Liabilities:			
Accrued interest payable	484,998	62,597	547,595
Customer deposits	-	777,986	777,986
Claims payable	1,381,317	-	1,381,317
Net OPEB obligation	1,187,768	-	1,187,768
Net pension obligation	95,595	-	95,595
Compensated absences payable	1,709,337	110,492	1,819,829
Notes payable	-	1,009,026	1,009,026
Bonds payable	14,948,082	7,928,817	22,876,899
Capital leases payable	4,661,356	-	4,661,356
Certificates of participation	2,370,341	-	2,370,341
Total Noncurrent Liabilities	26,838,794	9,888,918	36,727,712
TOTAL LIABILITIES	47,118,280	13,197,827	60,316,107
NET ASSETS			
Invested in capital assets, net of related debt	193,986,604	28,911,250	222,897,854
Restricted for:			
Capital projects	39,742,506	4,961,193	44,703,699
Debt service	5,485,599	1,034,858	6,520,457
Program activities	-	-	-
Unrestricted	17,184,745	2,177,634	19,362,379
TOTAL NET ASSETS	\$ 256,399,454	\$ 37,084,935	\$ 293,484,389

See accompanying notes to the basic financial statements.

Component Units			
Floyd County Health Department	Development Authority of Floyd County	Richard B. Russell Regional Airport	Rome-Floyd Parks and Recreation Authority
\$ 2,378,644	\$ 733,533	\$ 601,285	\$ 698,009
-	-	-	-
219,823	5,442	27,751	5,299
-	-	-	-
-	-	-	-
686,209	-	-	-
-	-	-	-
-	-	-	3,646
-	-	-	-
61,275	-	46,528	2,186
17,581	-	5,714	17,192
-	3,052,581	-	-
<u>3,363,532</u>	<u>3,791,556</u>	<u>681,278</u>	<u>726,332</u>
-	-	-	-
-	-	-	-
-	3,753,470	926,821	-
139,109	-	7,028,624	158,016
-	98,733	-	-
<u>139,109</u>	<u>3,852,203</u>	<u>7,955,445</u>	<u>158,016</u>
<u>3,502,641</u>	<u>7,643,759</u>	<u>8,636,723</u>	<u>884,348</u>
554,668	1,745	25,051	83,410
-	-	-	-
-	-	2,597	28,172
-	-	336	2,346
-	-	26,734	11,962
537,190	305,772	-	98
-	34,128	706	16,769
-	-	-	-
45,967	-	8,214	60,071
-	-	-	-
-	167,500	-	-
-	-	-	-
<u>1,137,825</u>	<u>509,145</u>	<u>63,638</u>	<u>202,828</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
413,710	-	20,972	78,005
-	-	-	-
-	3,841,353	-	-
-	-	-	-
-	-	-	-
<u>413,710</u>	<u>3,841,353</u>	<u>20,972</u>	<u>78,005</u>
<u>1,551,535</u>	<u>4,350,498</u>	<u>84,610</u>	<u>280,833</u>
139,109	3,753,470	7,955,445	158,016
-	-	-	-
-	-	-	-
871	-	-	-
1,811,126	(460,209)	596,668	445,499
<u>\$ 1,951,106</u>	<u>\$ 3,293,261</u>	<u>\$ 8,552,113</u>	<u>\$ 603,515</u>

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA
Statement of Activities
For the Year Ended December 31, 2010

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT:				
Governmental Activities:				
General government	\$ 9,534,638	\$ 1,460,874	\$ 918,386	\$ -
Judicial	5,688,404	1,992,720	2,626,287	85,575
Public safety	29,220,951	3,561,008	436,371	131,249
Public works	16,169,450	123,476	-	302,965
Health and welfare	1,761,492	-	12,265	-
Culture and recreation	8,154,602	-	5,522	1,949,055
Housing and development	2,675,108	-	23,699	2,820
Interest	1,151,089	-	-	-
Total Governmental Activities	74,355,734	7,138,078	4,022,530	2,471,664
Business-Type Activities:				
Water	6,225,460	6,954,639	38,191	29,740
Forum	972,475	363,912	69,000	-
Recycling	471,827	698,847	-	-
Total Business-Type Activities	7,669,762	8,017,398	107,191	29,740
Total - Primary Government	\$ 82,025,496	\$ 15,155,476	\$ 4,129,721	\$ 2,501,404
Component Units:				
Floyd County Health Department	\$ 15,016,613	\$ 940,258	\$ 13,536,904	\$ -
Development Authority of Floyd County	150,353	35,983	-	296,973
Richard B. Russell Regional Airport	1,267,286	1,029,429	-	1,516,465
Rome-Floyd Parks & Rec Authority	3,968,022	1,470,545	2,400,000	-
Total - Component Units	\$ 20,402,274	\$ 3,476,215	\$ 15,936,904	\$ 1,813,438

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
\$ (7,155,378)	\$ -	\$ (7,155,378)	\$ -	\$ -	\$ -	\$ -
(983,822)	-	(983,822)	-	-	-	-
(25,092,323)	-	(25,092,323)	-	-	-	-
(15,743,009)	-	(15,743,009)	-	-	-	-
(1,749,227)	-	(1,749,227)	-	-	-	-
(6,200,025)	-	(6,200,025)	-	-	-	-
(2,648,589)	-	(2,648,589)	-	-	-	-
(1,151,089)	-	(1,151,089)	-	-	-	-
(60,723,462)	-	(60,723,462)	-	-	-	-
-	797,110	797,110	-	-	-	-
-	(539,563)	(539,563)	-	-	-	-
-	227,020	227,020	-	-	-	-
-	484,567	484,567	-	-	-	-
(60,723,462)	484,567	(60,238,895)	-	-	-	-
-	-	-	(539,451)	-	-	-
-	-	-	-	182,603	-	-
-	-	-	-	-	1,278,608	-
-	-	-	-	-	-	(97,477)
-	-	-	(539,451)	182,603	1,278,608	(97,477)
29,446,335	-	29,446,335	-	-	-	-
23,110,883	-	23,110,883	-	-	-	-
2,602,995	-	2,602,995	-	-	-	-
617,516	-	617,516	-	-	-	-
396,795	-	396,795	-	-	-	-
264,472	-	264,472	-	-	-	-
80,419	-	80,419	-	-	-	-
161,033	33,821	194,854	3,285	701	1,329	4,962
716,665	-	716,665	699,715	750	-	10,008
57,397,113	33,821	57,430,934	703,000	1,451	1,329	14,970
(438,500)	438,500	-	-	-	-	-
56,958,613	472,321	57,430,934	703,000	1,451	1,329	14,970
(3,764,849)	956,888	(2,807,961)	163,549	184,054	1,279,937	(82,507)
260,164,303	36,128,047	296,292,350	1,787,557	3,109,207	7,272,176	686,022
\$ 256,399,454	\$ 37,084,935	\$ 293,484,389	\$ 1,951,106	\$ 3,293,261	\$ 8,552,113	\$ 603,515

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA

*Balance Sheet
Governmental Funds
December 31, 2010*

	<u>General Fund</u>	<u>Fire Fund</u>	<u>2006 SPLOST Fund</u>	<u>2009 SPLOST Fund</u>	<u>General Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS							
Cash	\$ 11,140,497	\$ 1,810,510	\$ 515,457	\$ 16,800,822	\$ 144,781	\$ 5,219,668	\$ 35,631,735
Investments	-	-	19,108,994	-	1,842,870	2,133	20,953,997
Receivables (net of allowance for uncollectibles):							
Taxes	6,636,892	797,100	-	1,651,762	-	322,774	9,408,528
Accounts	595,382	-	-	-	-	243,455	838,837
Due from component units	706	-	-	34,128	-	16,769	51,603
Due from other funds	985,279	5,028	-	-	-	216,827	1,207,134
Due from other governments	68,985	-	181,907	34,128	360,807	86,972	732,799
Inventory, at cost	151,535	-	-	-	-	-	151,535
Prepaid items	144,689	-	-	-	-	13,467	158,156
Restricted cash	-	-	-	5,485,599	-	-	5,485,599
TOTAL ASSETS	<u>\$ 19,723,965</u>	<u>\$ 2,612,638</u>	<u>\$ 19,806,358</u>	<u>\$ 24,006,439</u>	<u>\$ 2,348,458</u>	<u>\$ 6,122,065</u>	<u>\$ 74,619,923</u>
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable	\$ 3,243,121	\$ -	\$ 717,527	\$ 5,010	\$ 302,433	\$ 378,025	\$ 4,646,116
Retainage payable	-	-	344,267	-	-	-	344,267
Accrued salaries and payroll taxes	293,855	-	-	-	-	33,231	327,086
Payroll withholdings payable	43,189	-	-	-	-	5,198	48,387
Due to other governments	6,867	-	-	13,841	-	13,078	33,786
Due to other funds	202,480	-	-	-	938,238	41,251	1,181,969
Due to component units	3,646	-	-	-	-	-	3,646
Deferred revenues	2,024,650	199,854	-	-	-	190,220	2,414,724
TOTAL LIABILITIES	<u>5,817,808</u>	<u>199,854</u>	<u>1,061,794</u>	<u>18,851</u>	<u>1,240,671</u>	<u>661,003</u>	<u>8,999,981</u>
FUND BALANCES							
Reserved for debt service	-	-	-	5,485,599	-	-	5,485,599
Reserved for inventory	151,535	-	-	-	-	-	151,535
Reserved for jail surcharge	770,706	-	-	-	-	-	770,706
Reserved for prepaid items	144,689	-	-	-	-	13,467	158,156
Reserved for metro task fund	250,308	-	-	-	-	-	250,308
Reserved for supp juv svcs	24,199	-	-	-	-	-	24,199
Reserved for probation drug	345,543	-	-	-	-	-	345,543
Reserved for eq sharing	26,513	-	-	-	-	-	26,513
Unreserved(deficit):							
Undesignated, reported in:							
General Fund	12,192,664	-	-	-	-	-	12,192,664
Debt Service Fund	-	-	-	-	-	991,167	991,167
Special Revenue Funds	-	2,412,784	-	-	-	3,135,485	5,548,269
Capital Projects Funds	-	-	18,744,564	18,501,989	1,107,787	1,320,943	39,675,283
TOTAL FUND BALANCES	<u>13,906,157</u>	<u>2,412,784</u>	<u>18,744,564</u>	<u>23,987,588</u>	<u>1,107,787</u>	<u>5,461,062</u>	<u>65,619,942</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 19,723,965</u>	<u>\$ 2,612,638</u>	<u>\$ 19,806,358</u>	<u>\$ 24,006,439</u>	<u>\$ 2,348,458</u>	<u>\$ 6,122,065</u>	<u>\$ 74,619,923</u>

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, 2010*

TOTAL GOVERNMENTAL FUND BALANCES	\$	65,619,942
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	\$ 423,811,471	
Less accumulated depreciation	<u>(194,564,081)</u>	229,247,390
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Property taxes/Sales taxes		2,414,724
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.		
		(789,295)
Net OPEB obligations are not due and payable in current period and therefore not reported in the funds.		
		(1,187,768)
Net pension obligations are not due and payable in current period and therefore not reported in the funds.		
		(95,595)
Liabilities, including bonds, are not due and payable in the current period and therefore are not reported in the funds.		
Accrued interest	(484,998)	
Bonds premium, net of amortization	(1,233,082)	
Bond issuance costs, net of amortization	230,255	
Bonds payable	(26,800,000)	
Capital leases payable	(4,857,363)	
Certificate of participation	(2,370,341)	
Fair market interest rate hedge - certificates of participation	(406,659)	
Compensated absences	<u>(2,887,756)</u>	<u>(38,809,944)</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	\$	<u>256,399,454</u>

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2010

	General Fund	Fire Fund	2006 SPLOST Fund	2009 SPLOST Fund	General Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
REVENUES							
Taxes	\$ 34,713,518	\$ 5,480,703	\$ 7,201,091	\$ 7,564,656	\$ -	\$ 1,223,970	\$ 56,183,938
Licenses and permits	192,211	-	-	-	-	-	192,211
Intergovernmental	3,476,775	-	-	33,777	2,229,630	787,789	6,527,971
Charges for services	3,636,766	-	-	-	-	2,112,950	5,749,716
Fines and forfeitures	1,077,817	-	-	-	-	4,616	1,082,433
Interest earned	27,441	4,076	41,034	40,165	29,731	18,586	161,033
Miscellaneous	716,665	-	-	-	-	113,718	830,383
TOTAL REVENUES	43,841,193	5,484,779	7,242,125	7,638,598	2,259,361	4,261,629	70,727,685
EXPENDITURES							
Current:							
General government	7,164,358	-	-	-	-	157,185	7,321,543
Judicial	5,677,904	-	-	-	-	-	5,677,904
Public safety	18,697,340	5,427,500	-	-	-	3,395,774	27,520,614
Public works	4,722,287	-	-	-	-	828,773	5,551,060
Health and welfare	1,175,159	-	-	-	-	-	1,175,159
Culture and recreation	4,052,500	-	-	-	-	12,265	4,064,765
Housing and development	521,195	-	-	-	-	75,615	596,810
Capital outlay	-	-	2,222,308	204,653	3,334,918	290,619	6,052,498
Debt service:							
Principal retirement	-	-	6,490,000	-	-	187,519	6,677,519
Interest and fiscal charges	-	-	463,050	638,652	-	464,598	1,566,300
Bond issuance costs	-	-	-	190,880	-	-	190,880
Intergovernmental	-	-	5,153,454	2,740,091	-	114,698	8,008,243
TOTAL EXPENDITURES	42,010,743	5,427,500	14,328,812	3,774,276	3,334,918	5,527,046	74,403,295
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,830,450	57,279	(7,086,687)	3,864,322	(1,075,557)	(1,265,417)	(3,675,610)
OTHER FINANCING SOURCES (USES)							
Transfers in	703,703	-	500,000	-	1,745,359	2,958,596	5,907,658
Transfers out	(4,148,675)	(403,700)	-	-	(981,241)	(1,144,176)	(6,677,792)
Bonds issued	-	-	-	20,000,000	-	-	20,000,000
Bond issue premium	-	-	-	1,638,591	-	-	1,638,591
Proceeds from sale of capital assets	27,928	-	-	-	-	-	27,928
TOTAL OTHER FINANCING SOURCES (USES)	(3,417,044)	(403,700)	500,000	21,638,591	764,118	1,814,420	20,896,385
NET CHANGE IN FUND BALANCES	(1,586,594)	(346,421)	(6,586,687)	25,502,913	(311,439)	549,003	17,220,775
FUND BALANCES (DEFICIT) BEGINNING OF YEAR	15,492,751	2,759,205	25,331,251	(1,515,325)	1,419,226	4,912,059	48,399,167
FUND BALANCES (DEFICIT) END OF YEAR	\$ 13,906,157	\$ 2,412,784	\$ 18,744,564	\$ 23,987,588	\$ 1,107,787	\$ 5,461,062	\$ 65,619,942

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, 2010*

NET CHANGES IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$	17,220,775
<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 depreciation expense exceeded capital outlay in the current period.</p>		
Depreciation expense	\$ (10,425,746)	
Capital outlay	<u>5,741,683</u>	(4,684,063)
<p>The book value of the capital assets disposed of during the year are reported as a cost on the government-wide statement of activities.</p>		
		(1,547,138)
<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		335,477
<p>The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>		
Bond proceeds	(20,000,000)	
Less discount	100,000	
Bond premium	(1,638,591)	
Issuance costs	190,880	
Principal retirement	6,677,519	
Amortization of bond premium	527,771	
Amortization of bond issuance costs	<u>(127,848)</u>	(14,270,269)
<p>The current year's decrease to the net pension obligation decreases net expenses on the government-wide statements.</p>		
		1,588
<p>The current year's increase to the net OPEB obligation increases net expenses of functions on the government-wide statements.</p>		
		(366,849)
<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	140,672	
Change in accrued interest	<u>(84,712)</u>	55,960
<p>Elimination of transfers between governmental funds:</p>		
Transfers in	(5,907,658)	
Transfers out	<u>5,907,658</u>	-
<p>The internal service funds are used by management to charge the costs of workers' compensation and health insurance to individual funds. The net income of internal service funds Governmental fund expenditures and related internal service fund is reported with governmental activities.</p>		
		<u>(510,330)</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	\$	<u>(3,764,849)</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 (Budgetary Basis)
For the Year Ended December 31, 2010

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Taxes	\$ 35,180,000	\$ 34,600,000	\$ 34,713,518	\$ 113,518
Licenses and permits	190,000	188,000	192,211	4,211
Intergovernmental	3,759,000	3,450,000	3,476,775	26,775
Charges for services	3,823,380	3,625,000	3,636,766	11,766
Fines and forfeitures	1,241,000	1,070,000	1,077,817	7,817
Interest earned	131,000	25,000	27,441	2,441
Miscellaneous	615,400	651,400	716,665	65,265
TOTAL REVENUES	44,939,780	43,609,400	43,841,193	231,793
EXPENDITURES				
Current:				
General government:				
Board of commissioners	139,760	128,050	119,207	8,843
County manager	388,500	389,010	358,140	30,870
County clerk	148,630	154,160	151,592	2,568
Finance department	623,070	623,830	607,469	16,361
Purchasing department	125,210	125,370	123,621	1,749
Data processing	335,170	336,220	329,700	6,520
Human resources	475,450	476,950	473,481	3,469
Tax commissioner	828,030	841,000	840,500	500
Tax appraisers	1,021,580	1,016,280	1,012,434	3,846
Tax assessors	50,270	50,270	43,540	6,730
Facilities management	1,050,780	1,052,770	1,003,905	48,865
Engineering	228,360	227,590	221,710	5,880
Board of registrars	160,990	168,090	167,435	655
Registrars and elections	174,200	177,750	171,121	6,629
General services	1,704,830	1,663,260	1,540,503	122,757
Total general government	<u>7,454,830</u>	<u>7,430,600</u>	<u>7,164,358</u>	<u>266,242</u>
Judicial:				
Superior court	45,680	44,430	32,827	11,603
Superior court - Office of receiver	364,370	348,135	325,576	22,559
Superior court - Judge Niedrach	28,245	28,245	27,878	367
Superior court - Judge Durham	59,320	59,470	59,367	103
Superior court - Judge Matthews	72,260	73,190	68,809	4,381
Superior court - Judge Colston	62,050	63,420	63,157	263
Superior court - Administrator	121,590	115,505	115,000	505
Matrix program	97,270	120,000	117,971	2,029
Court reporter - Judge Niedrach	91,170	94,810	94,697	113
Court reporter - Judge Durham	139,250	110,910	102,259	8,651
Court reporter - Judge Matthews	121,810	119,080	111,960	7,120
Court reporter - Judge Colston	86,690	87,500	87,331	169
Clerk of superior court	775,700	791,770	772,097	19,673
District attorney	994,620	992,510	985,892	6,618
Victim witness program	160,800	160,960	147,096	13,864
Public defender	584,290	584,290	541,994	42,296
Magistrate court	650,410	626,725	626,546	179
Probate court	497,050	485,030	483,402	1,628
Juvenile court	957,340	960,150	914,045	46,105
Total judicial	<u>5,909,915</u>	<u>5,866,130</u>	<u>5,677,904</u>	<u>188,226</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 (Budgetary Basis)
For the Year Ended December 31, 2010

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
Public safety:				
County police	\$ 4,662,830	\$ 4,782,930	\$ 4,693,684	\$ 89,246
Sheriff's office	1,150,550	1,197,310	1,174,101	23,209
Sheriff - county jail	6,863,540	6,841,620	6,800,420	41,200
Medical department - prisoners	2,602,900	2,602,900	2,572,080	30,820
County prison	3,446,550	3,448,840	3,359,485	89,355
Coroner	81,245	81,245	74,058	7,187
Interagency	12,085	23,515	23,512	3
Total public safety	<u>18,819,700</u>	<u>18,978,360</u>	<u>18,697,340</u>	<u>281,020</u>
Public works:				
Public roads	5,014,530	4,904,165	4,722,287	181,878
Total public works	<u>5,014,530</u>	<u>4,904,165</u>	<u>4,722,287</u>	<u>181,878</u>
Health and welfare:				
Interagency - health	673,200	673,200	673,200	-
Interagency - welfare	494,505	494,505	488,105	6,400
Transportation for seniors	16,335	16,000	13,854	2,146
Total health and welfare	<u>1,184,040</u>	<u>1,183,705</u>	<u>1,175,159</u>	<u>8,546</u>
Culture and recreation				
Library	1,645,000	1,645,000	1,645,000	-
Recreation	2,400,000	2,400,000	2,400,000	-
Arts Collaborative	7,500	7,500	7,500	-
Total culture and recreation	<u>4,052,500</u>	<u>4,052,500</u>	<u>4,052,500</u>	<u>-</u>
Housing and development:				
Cooperative extension	117,735	117,595	115,076	2,519
Economic development	193,950	193,950	193,950	-
Interagency - NWGA regional commission	59,000	59,200	59,169	31
Interagency - Planning commission	116,500	116,500	116,500	-
Interagency - Environmental office	36,500	36,500	36,500	-
Total housing and development	<u>523,685</u>	<u>523,745</u>	<u>521,195</u>	<u>2,550</u>
TOTAL EXPENDITURES	<u>42,959,200</u>	<u>42,939,205</u>	<u>42,010,743</u>	<u>928,462</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>1,980,580</u>	<u>670,195</u>	<u>1,830,450</u>	<u>1,160,255</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	572,500	1,491,700	703,703	(787,997)
Transfers out	(3,704,255)	(4,150,000)	(4,148,675)	1,325
Sale of capital assets	-	-	27,928	27,928
TOTAL OTHER FINANCING SOURCES (USES)	<u>(3,131,755)</u>	<u>(2,658,300)</u>	<u>(3,417,044)</u>	<u>(758,744)</u>
NET CHANGE IN FUND BALANCES	<u>\$ (1,151,175)</u>	<u>\$ (1,988,105)</u>	<u>\$ (1,586,594)</u>	<u>\$ 401,511</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, 2010

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Taxes	\$ 5,508,000	\$ 5,450,000	\$ 5,480,703	\$ 30,703
Interest earned	7,500	5,500	4,076	(1,424)
TOTAL REVENUES	<u>5,515,500</u>	<u>5,455,500</u>	<u>5,484,779</u>	<u>29,279</u>
EXPENDITURES				
Current:				
Public safety	<u>5,623,500</u>	<u>5,427,500</u>	<u>5,427,500</u>	<u>-</u>
TOTAL EXPENDITURES	<u>5,623,500</u>	<u>5,427,500</u>	<u>5,427,500</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(108,000)</u>	<u>28,000</u>	<u>57,279</u>	<u>29,279</u>
OTHER FINANCING USES				
Transfers out	<u>(225,000)</u>	<u>(403,700)</u>	<u>(403,700)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>(333,000)</u>	<u>(375,700)</u>	<u>(346,421)</u>	<u>29,279</u>
FUND BALANCES - BEGINNING OF YEAR	<u>2,759,205</u>	<u>2,759,205</u>	<u>2,759,205</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 2,426,205</u>	<u>\$ 2,383,505</u>	<u>\$ 2,412,784</u>	<u>\$ 29,279</u>

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA

Statement of Net Assets

Proprietary Funds

December 31, 2010

	Enterprise Funds				
	Water System	Forum Fund	Other Enterprise Fund		Internal Service Funds
			Recycling Center	Total	
ASSETS					
Current Assets:					
Cash	\$ 1,923,518	\$ 36,026	\$ 349,673	\$ 2,309,217	\$ 595,670
Receivables (net of allowance for uncollectibles)					
Accounts	1,479,865	18,879	-	1,498,744	7,189
Due from other governments	33,673	-	45,434	79,107	-
Due from other funds	-	5,626	-	5,626	-
Inventory	288,524	3,837	-	292,361	-
Prepaid items	10,912	4,713	2,074	17,699	-
Total Current Assets	3,736,492	69,081	397,181	4,202,754	602,859
Noncurrent Assets:					
Restricted assets:					
Customer deposits, cash and investments	764,004	-	-	764,004	-
Debt service accounts, cash and investments	1,097,455	-	-	1,097,455	-
Renewal and extension accounts, cash and investments	4,961,193	-	-	4,961,193	-
Capital assets:					
Nondepreciable capital assets	3,443,981	447,762	7,738	3,899,481	-
Depreciable capital assets, net	29,255,407	5,508,131	372,479	35,136,017	-
Deferred charges:					
Bond issuance costs	252,649	-	-	252,649	-
Total Noncurrent Assets	39,774,689	5,955,893	380,217	46,110,799	-
TOTAL ASSETS	43,511,181	6,024,974	777,398	50,313,553	602,859
LIABILITIES					
Current Liabilities:					
Accounts payable	784,495	38,942	33,693	857,130	10,113
Accrued salaries and payroll taxes	16,473	2,420	3,065	21,958	579
Other accrued expenses	6,252	512	639	7,403	145
Due to other governments	1,151,624	-	-	1,151,624	-
Due to other funds	2,377	-	28,414	30,791	-
Revenue bonds payable, current portion	1,110,000	-	-	1,110,000	-
Notes payable	76,405	-	-	76,405	-
Compensated absences payable, current portion	69,274	10,919	4,196	84,389	-
Total Current Liabilities	3,216,900	52,793	70,007	3,339,700	10,837
Noncurrent Liabilities:					
Payable from restricted assets:					
Accrued interest payable	62,597	-	-	62,597	-
Customer deposits	764,004	13,982	-	777,986	-
Total payable from restricted assets	826,601	13,982	-	840,583	-
Compensated absences payable	82,640	18,935	8,917	110,492	-
Claims payable	-	-	-	-	1,381,317
Notes payable	1,009,026	-	-	1,009,026	-
Revenue bonds payable	7,928,817	-	-	7,928,817	-
Total Noncurrent Liabilities	9,020,483	18,935	8,917	9,048,335	1,381,317
TOTAL LIABILITIES	13,063,984	85,710	78,924	13,228,618	1,392,154
NET ASSETS (DEFICIT)					
Invested in capital assets, net of related debt	22,575,140	5,955,893	380,217	28,911,250	-
Restricted for debt service	1,034,858	-	-	1,034,858	-
Restricted for renewal and extension	4,961,193	-	-	4,961,193	-
Unrestricted	1,876,006	(16,629)	318,257	2,177,634	(789,295)
TOTAL NET ASSETS (DEFICIT)	\$ 30,447,197	\$ 5,939,264	\$ 698,474	\$ 37,084,935	\$ (789,295)

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, 2010

	Enterprise Funds				Internal Service Funds
	Water System	Forum Fund	Other Enterprise Fund Recycling Center	Total	
OPERATING REVENUES					
Charges for services (security for debt where applicable)	\$ 6,900,527	\$ 213,498	\$ 698,847	\$ 7,812,872	\$ 5,083,662
Rental fees	9,315	145,978	-	155,293	-
Other services	44,797	4,436	-	49,233	197,891
TOTAL OPERATING REVENUES	6,954,639	363,912	698,847	8,017,398	5,281,553
OPERATING EXPENSES					
Personal services and employee benefits	1,618,736	198,792	244,927	2,062,455	26,430
Purchased and contractual services	987,270	483,868	137,060	1,608,198	-
Supplies	1,601,113	47,331	58,840	1,707,284	-
Depreciation	1,362,138	242,484	30,908	1,635,530	-
Claims	-	-	-	-	5,723,495
Other	156,074	-	92	156,166	375,440
TOTAL OPERATING EXPENSES	5,725,331	972,475	471,827	7,169,633	6,125,365
OPERATING INCOME (LOSS)	1,229,308	(608,563)	227,020	847,765	(843,812)
NON-OPERATING INCOME (LOSS)					
Intergovernmental	38,191	69,000	-	107,191	-
Interest and fiscal charges	(363,348)	-	-	(363,348)	-
Amortization of bond costs	(136,781)	-	-	(136,781)	-
Interest earned	33,150	131	540	33,821	1,848
TOTAL NON-OPERATING INCOME (LOSS)	(428,788)	69,131	540	(359,117)	1,848
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS					
	800,520	(539,432)	227,560	488,648	(841,964)
Capital contributions	29,740	-	-	29,740	-
Transfers out	(136,500)	-	-	(136,500)	-
Transfers in	125,000	450,000	-	575,000	331,634
CHANGE IN NET ASSETS	818,760	(89,432)	227,560	956,888	(510,330)
NET ASSETS (DEFICIT):					
BEGINNING OF YEAR	29,628,437	6,028,696	470,914	36,128,047	(278,965)
END OF YEAR	\$ 30,447,197	\$ 5,939,264	\$ 698,474	\$ 37,084,935	\$ (789,295)

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2010

	Enterprise Funds				Internal Service Funds
	Water System	Forum Fund	Other Enterprise Fund Recycling Center	Total	
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from customers	\$ 6,844,573	\$ 348,837	\$ 727,664	\$ 7,921,074	\$ 5,275,760
Cash payments to employees for services	(1,611,164)	(201,294)	(239,240)	(2,051,698)	(25,706)
Cash payments for goods and services	(1,820,451)	(637,443)	(162,576)	(2,620,470)	(5,511,160)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>3,412,958</u>	<u>(489,900)</u>	<u>325,848</u>	<u>3,248,906</u>	<u>(261,106)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES					
Intergovernmental revenue	38,191	69,000	-	107,191	-
Transfers in	125,000	450,000	-	575,000	331,634
Transfers out	(136,500)	-	-	(136,500)	-
NET CASH PROVIDED BY (USED IN) NON-CAPITAL FINANCING ACTIVITIES	<u>26,691</u>	<u>519,000</u>	<u>-</u>	<u>545,691</u>	<u>331,634</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from capital debt	6,669,581	-	-	6,669,581	-
Principal paid on bonded debt	(3,205,000)	-	-	(3,205,000)	-
Principal paid on notes payable	(73,267)	-	-	(73,267)	-
Interest paid on debt	(302,305)	-	-	(302,305)	-
Bond issue costs	(157,909)	-	-	(157,909)	-
Payments for capital acquisitions	(2,968,472)	-	(23,386)	(2,991,858)	-
NET CASH PROVIDED BY (USED IN) CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(37,372)</u>	<u>-</u>	<u>(23,386)</u>	<u>(60,758)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest earned	33,150	131	540	33,821	1,848
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	<u>33,150</u>	<u>131</u>	<u>540</u>	<u>33,821</u>	<u>1,848</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	3,435,427	29,231	303,002	3,767,660	72,376
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>5,310,743</u>	<u>6,795</u>	<u>46,671</u>	<u>5,364,209</u>	<u>523,294</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 8,746,170</u>	<u>\$ 36,026</u>	<u>\$ 349,673</u>	<u>\$ 9,131,869</u>	<u>\$ 595,670</u>
STATEMENT OF NET ASSETS:					
Cash	\$ 1,923,518	\$ 36,026	\$ 349,673	\$ 2,309,217	\$ 595,670
Restricted assets, cash	6,822,652	-	-	6,822,652	-
Total assets	<u>\$ 8,746,170</u>	<u>\$ 36,026</u>	<u>\$ 349,673</u>	<u>\$ 9,131,869</u>	<u>\$ 595,670</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, 2010

	Enterprise Funds				Internal Service Funds
	Water System	Forum Fund	Other Enterprise Fund Recycling Center	Total	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES					
Operating income (loss)	\$ 1,229,308	\$ (608,563)	\$ 227,020	\$ 847,765	\$ (843,812)
Adjustments:					
Depreciation	1,362,138	242,484	30,908	1,635,530	-
(Increase) decrease in assets:					
Accounts receivable	(76,393)	(8,758)	-	(85,151)	(5,793)
Due from other governments	(33,673)	5,363	28,935	625	-
Prepaid expense	609	(238)	(26)	345	-
Inventory	97,375	(829)	-	96,546	-
Increase (decrease) in liabilities:					
Accounts payable	662,426	(66,138)	7,527	603,815	(83,674)
Deposits	24,500	-	-	24,500	-
Accrued salaries and payroll taxes	3,115	822	979	4,916	-
Other Accrued Expenses	2,720	183	(10)	2,893	724
Deferred revenue	-	(11,680)	-	(11,680)	-
Compensated absences payable	1,737	(3,507)	4,718	2,948	-
Claims payable	-	-	-	-	671,449
Due to other funds	(1,405)	(39,039)	25,797	(14,647)	-
Due to other governments and individuals	140,501	-	-	140,501	-
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	\$ 3,412,958	\$ (489,900)	\$ 325,848	\$ 3,248,906	\$ (261,106)
Non cash: Contributed by others	\$ 29,740	\$ -	\$ -	\$ 29,740	\$ -

See accompanying notes to the basic financial statements.

FLOYD COUNTY, GEORGIA
Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2010

ASSETS	
Cash	\$ 4,121,646
Taxes receivable	<u>27,926</u>
TOTAL ASSETS	<u><u>\$ 4,149,572</u></u>
LIABILITIES	
Due to other governments and individuals	<u>\$ 4,149,572</u>
TOTAL LIABILITIES	<u><u>\$ 4,149,572</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, 2010

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FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
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FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

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, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

I-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 Authority to finance its operations, making the Authority financially accountable to the County. The County’s annual subsidy accounts for approximately sixty percent of the Authority’s revenue, while other operating revenues account for the remaining forty percent. The Parks and Recreation Authority does not issue separate Component Unit Financial Statements 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, 2010. 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

I-B. Basis of Presentation

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

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

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

1-B. Basis of Presentation (Continued)

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.

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

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

1-B. Basis of Presentation (Continued)

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.

Additionally, the County reports the following fund types:

Internal Service Fund – Internal service funds account for the financing of goods or services provided by one department to other departments, agencies, or other governmental units on a cost reimbursement basis.

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.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

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.

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.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

1-D. Basis of Accounting (Continued)

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.

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

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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

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 Treasury and Fiscal Services. However, Georgia Fund 1 operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the Securities and Exchange Commission (SEC) as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1.00 per share value). 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, 2010.

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, 2010, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

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

1-E-5. Prepaid Items (Continued)

reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is reserved as this amount is not available for general appropriation.

1-E-6. Restricted Assets

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

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

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

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

1-E-7. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds. The County reports these assets in the governmental activities column of the government-wide statement of net 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 and runways. Improvements to capital assets are capitalized.

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

All reported capital assets are depreciated except for land, right-of-ways and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacement. 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:

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

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

1-E-7. Capital Assets (Continued)

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

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

1-E-8. Compensated Absences

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

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.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

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

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.

1-E-11. Fund Equity

Fund equity at the governmental fund financial reporting level is classified as “fund balance.” Fund equity for all other reporting is classified as “net assets.”

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

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

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

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

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for water, the forum, recycling, 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.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

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

1-E-13. Contributions of Capital

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

1-E-14. Interfund Activity

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

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

1-E-15. Extraordinary and Special Items

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

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.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 2 – Stewardship, Compliance and Accountability (Continued)

2-A. Budgetary Information (Continued)

The General Fund budget is adopted on a basis consistent with GAAP except that the occurrence of capital lease obligations and the related capital lease expenditures are not budgeted. Budgets for the Special Revenue Funds, the Debt Service Fund and for the Capital Projects Funds are adopted on a basis consistent with GAAP.

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

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

For the year ended December 31, 2010, expenditures over appropriations at the department level (the legal level of control) in the General Capital Projects Fund were General government of \$100,597, Judicial of \$85,575; the 2006 SPLOST Fund (Culture and recreation) \$16,289; and the Stadium Maintenance Special Revenue Fund of \$10,434.

2-B. Deficit Fund Equity

The following funds had deficit fund balances at December 31, 2010. The Workers' Compensation Fund had a deficit fund balance of \$933,069, which will be offset by transfers from the General Fund. The Hotel/Motel Fund had a deficit fund balance \$295, which will be offset by future hotel/motel tax collections.

Note 3 - Detailed Notes on All Funds

3-A. Deposits and Investments

3-A-1. Credit Risk

State statutes authorize the County to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by the U.S. government or by a government agency of the United States; obligations of any corporation of the U.S. government; prime banker's acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia. As of December 31, 2010, the County's investment in Georgia Fund 1 was rated AAAM by Standard & Poor's.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 3 - Detailed Notes on All Funds (Continued)

3-A. Deposits and Investments (Continued)

3-A-1. Credit Risk (Continued)

At December 31, 2010, the County had the following investments:

<u>Investment</u>	<u>Maturities</u>	<u>Fair Value</u>
Guaranteed Investment Contract	June 1, 2028	\$ 1,842,870
Georgia Fund 1	41 days	19,502,266
Total		<u>\$ 21,345,136</u>
Reconciliation of Investments per Financial Statements		
Investments, unrestricted		\$ 20,951,864
Investments, restricted		393,272
Total		<u>\$ 21,345,136</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.

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, 2010, the County was fully collateralized under the State statutes.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 3 - Detailed Notes on All Funds (Continued)

3-A. Deposits and Investments (Continued)

3-A-4. Custodial Credit Risk – Investments

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

3-B. Receivables

Receivables at December 31, 2010, consisted of taxes, interest, accounts (billings for user charges, including unbilled utility receivables), and intergovernmental receivables arising from grants. Receivables and payables are recorded on the County's financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectability. Receivables at December 31, 2010, consist of the following:

	Taxes and Fines	Accounts	Mortgages	Allowance for Uncollectibles	Net Receivables
Primary Government:					
General Fund	\$7,292,059	\$595,382	\$ -	\$655,167	\$7,232,274
Fire Fund	880,884	-	-	83,784	797,100
SPLOST 2009	1,651,762	-	-	-	1,651,762
Other Governmental Funds	356,038	243,453	300,001	333,263	566,229
Water Fund	-	2,305,547	-	825,682	1,479,865
Forum Fund	-	18,879	-	-	18,879
Internal Service Funds	-	7,189	-	-	7,189
Total Primary Government	<u>10,180,743</u>	<u>3,170,450</u>	<u>300,001</u>	<u>1,897,896</u>	<u>11,753,298</u>
Component Units:					
Richard B. Russell Regional Airport	-	27,751	-	-	27,751
Parks and Recreation Authority	-	5,299	-	-	5,299
Development Authority	-	5,442	-	-	5,442
Health Department	-	219,823	-	-	219,823
Total Component Units	<u>-</u>	<u>258,315</u>	<u>-</u>	<u>-</u>	<u>258,315</u>
Total Reporting Entity	<u>\$10,180,743</u>	<u>\$3,428,765</u>	<u>\$300,001</u>	<u>\$1,897,896</u>	<u>\$12,011,613</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.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 3 - Detailed Notes on All Funds (Continued)

3-B. Receivables (Continued)

Amounts due from other governments include the following:

Primary Government	2010
General Fund	
City of Rome, Georgia	\$ 30,612
City of Cave Spring, Georgia	827
Floyd County Board of Education	37,546
Total General Fund	68,985
2006 SPLOST Fund	
City of Cave Spring, Georgia	181,907
2009 SPLOST Fund	
Rome-Floyd County Development Authority	34,128
General Capital Projects Fund	
State of Georgia Department of Transportation	360,807
Other Governmental Funds	
Floyd Against Drugs Fund	
City of Rome, Georgia	7,340
Animal Control Fund	
City of Rome, Georgia	128
Children and Families Grant Fund	
State of Georgia	52,000
CHIP Grant Fund	
State of Georgia	239
CDBG - Mercy Senior Care Fund	
State of Georgia	12,265
Debt Service Fund	
City of Rome, Georgia	15,000
Total Other Governmental Funds	86,972
Total Governmental Activities	\$ 732,799
Enterprise Funds	
Water Fund	
City of Rome, Georgia	\$ 33,673
Recycling Fund	
City of Rome, Georgia	45,434
Total Enterprise Funds	\$ 79,107
Total Primary Government	\$ 811,906
Component Units	
Floyd County Health Department	
Georgia Department of Community Health	\$ 683,057
Other County Health Departments	3,152
Total Floyd County Health Department	\$ 686,209

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

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 2010, property taxes were levied August 15, 2010, and were due November 16, 2010.

3-D. Capital Assets

Capital asset activity for the year ended December 31, 2010 was as follows:

	Balance 12/31/09	Additions	Deductions	Transfers	Balance 12/31/10
Governmental activities:					
Capital assets not being depreciated:					
Land	\$ 4,360,390	\$ 141,036	\$ -	\$ 10,975,471	\$ 15,476,897
Construction in progress	16,217,990	4,633,229	1,472,541	(8,123,887)	11,254,791
Total capital assets not being depreciated	<u>20,578,380</u>	<u>4,774,265</u>	<u>1,472,541</u>	<u>2,851,584</u>	<u>26,731,688</u>
Other capital assets:					
Buildings	91,804,981	-	-	6,725,604	98,530,585
Machinery and equipment	15,839,515	857,239	682,232	209,468	16,223,990
Improvements other than buildings	3,385,376	-	-	1,174,902	4,560,278
Infrastructure	289,025,874	110,179	67,260	(10,925,494)	278,143,299
Total other capital assets	<u>400,055,746</u>	<u>967,418</u>	<u>749,492</u>	<u>(2,815,520)</u>	<u>397,458,152</u>
Total capital assets	<u>420,634,126</u>	<u>5,741,683</u>	<u>2,222,033</u>	<u>36,064</u>	<u>424,189,840</u>
Accumulated depreciation:					
Buildings	26,829,301	2,418,419	-	-	29,247,720
Machinery and equipment	12,030,301	1,236,187	674,895	36,064	12,627,657
Improvements other than buildings	1,135,112	187,536	-	-	1,322,648
Infrastructure	145,160,821	6,583,604	-	-	151,744,425
Total accumulated depreciation	<u>185,155,535</u>	<u>10,425,746</u>	<u>674,895</u>	<u>36,064</u>	<u>194,942,450</u>
Governmental activities capital assets, net	<u>\$ 235,478,591</u>	<u>\$ (4,684,063)</u>	<u>\$ 1,547,138</u>	<u>\$ -</u>	<u>\$ 229,247,390</u>

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 3 - Detailed Notes on All Funds (Continued)

3-D. Capital Assets (Continued)

Governmental activities depreciation expense:

General government	\$ 1,099,158
Judicial	19,912
Public safety	1,830,659
Public works	6,831,644
Health and welfare	219,484
Culture and recreation	424,804
Housing and development	85
	<u>85</u>

Total governmental activities depreciation expense \$ 10,425,746

	Balance 12/31/09	Additions	Deductions	Transfers	Balance 12/31/10
Business-type activities:					
Capital assets not being depreciated:					
Land	\$ 930,538	\$ -	\$ -	\$ -	\$ 930,538
Construction in progress	194,360	2,774,583	-	-	2,968,943
Total capital assets not being depreciated	<u>1,124,898</u>	<u>2,774,583</u>	<u>-</u>	<u>-</u>	<u>3,899,481</u>
Other capital assets:					
Buildings	11,714,632	-	-	5,718	11,720,350
Machinery and equipment	2,331,798	83,284	-	9,734	2,424,816
Infrastructure	42,589,042	163,731	-	-	42,752,773
Total other capital assets	<u>56,635,472</u>	<u>247,015</u>	<u>-</u>	<u>15,452</u>	<u>56,897,939</u>
Total capital assets	<u>57,760,370</u>	<u>3,021,598</u>	<u>-</u>	<u>15,452</u>	<u>60,797,420</u>
Accumulated depreciation:					
Buildings	4,227,895	299,994	-	5,717	4,533,606
Machinery and equipment	1,784,947	144,683	-	9,734	1,939,364
Infrastructure	14,098,099	1,190,853	-	-	15,288,952
Total accumulated depreciation	<u>20,110,941</u>	<u>1,635,530</u>	<u>-</u>	<u>15,451</u>	<u>21,761,922</u>
Business-type activities capital assets, net	<u>\$ 37,649,429</u>	<u>\$ 1,386,068</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 39,035,498</u>

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 3 - Detailed Notes on All Funds (Continued)

3-D. Capital Assets (Continued)

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

<u>Invested in Capital Assets</u>	Governmental Activities	Business-type Activities	Total
Capital assets, nondepreciable	\$ 26,731,688	\$ 3,899,481	\$ 30,631,169
Capital assets, net	202,515,702	35,136,017	237,651,719
Bonds payable	(28,033,082)	(9,038,817)	(37,071,899)
Capital leases payable	(4,857,363)	-	(4,857,363)
Notes payable	-	(1,085,431)	(1,085,431)
Certificates of participation	(2,777,000)	-	(2,777,000)
	<u>\$ 193,579,945</u>	<u>\$ 28,911,250</u>	<u>\$ 222,491,195</u>

Component units:	12/31/09	Additions	Deductions	Transfers	12/31/10
Capital assets not being depreciated:					
Land	\$ 4,301,015	\$ 379,276	\$ -	\$ -	\$ 4,680,291
Construction in progress	-	-	-	-	-
Total capital assets not being depreciated	<u>4,301,015</u>	<u>379,276</u>	<u>-</u>	<u>-</u>	<u>4,680,291</u>
Other capital assets:					
Buildings	1,964,430	-	-	-	1,964,430
Machinery and equipment	1,818,951	80,530	-	(51,516)	1,847,965
Infrastructure	7,171,204	1,119,687	-	-	8,290,891
Total other capital assets	<u>10,954,585</u>	<u>1,200,217</u>	<u>-</u>	<u>(51,516)</u>	<u>12,103,286</u>
Total capital assets	<u>15,255,600</u>	<u>1,579,493</u>	<u>-</u>	<u>(51,516)</u>	<u>16,783,577</u>
Accumulated depreciation:					
Buildings	757,089	35,523	-	-	792,612
Machinery and equipment	1,425,308	131,079	-	(46,585)	1,509,802
Infrastructure	2,194,905	280,218	-	-	2,475,123
Total accumulated depreciation	<u>4,377,302</u>	<u>446,820</u>	<u>-</u>	<u>(46,585)</u>	<u>4,777,537</u>
Component units capital assets, net	<u>\$ 10,878,298</u>	<u>\$ 1,132,673</u>	<u>\$ -</u>	<u>\$ (4,931)</u>	<u>\$ 12,006,040</u>

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 3 - Detailed Notes on All Funds (Continued)

3-E. Interfund Balances and Transfers

Interfund balances at December 31, 2010, 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 to:	Payable from:					Total
	General Fund	General	Water Fund	Non-major	Non-major Enterprise Fund	
		Capital Projects Fund		Govt. Fund		
General Fund	\$ -	\$ 938,238	\$ 2,377	\$ 41,251	\$ 3,414	\$ 985,280
Fire Fund	5,028	-	-	-	-	5,028
Forum Fund	5,626	-	-	-	-	5,626
Non-major Gov't Fund	191,826	-	-	-	25,000	216,826
Total	<u>\$ 202,480</u>	<u>\$ 938,238</u>	<u>\$ 2,377</u>	<u>\$ 41,251</u>	<u>\$ 28,414</u>	<u>\$ 1,212,760</u>

Interfund transfers for the year ended December 31, 2010, consisted of the following:

Transfer to:	General	Fire	General	Water	Non-major	Total
	Fund	Fund	Capital Projects Fund	Fund	Governmental Funds	
General Fund	\$ -	\$ 278,700	\$ -	\$ 136,500	\$ 288,503	\$ 703,703
2006 SPLOST Fund	500,000	-	-	-	-	500,000
General Capital Projects Fund	889,686	-	-	-	855,673	1,745,359
Non-major governmental funds	2,308,989	-	981,241	-	-	3,290,230
Water Fund	-	125,000	-	-	-	125,000
Forum Fund	450,000	-	-	-	-	450,000
Internal Service Funds	-	-	-	-	-	-
Total	<u>\$ 4,148,675</u>	<u>\$ 403,700</u>	<u>\$ 981,241</u>	<u>\$ 136,500</u>	<u>\$ 1,144,176</u>	<u>\$ 6,814,292</u>

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, 2010

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 General Capital Projects 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, 2010:

Buildings	<u>\$ 2,523,654</u>
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The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2010, were as follows:

Year Ending 31-Dec	Governmental Activities
2011	\$ 411,426
2012	408,426
2013	410,089
2014	410,501
2015	410,825
2016-2020	1,922,124
2021-2025	1,384,559
2026-2030	1,385,375
2031-2033	<u>831,564</u>
Total minimum lease payments	<u>7,574,889</u>
Less: Amount representing interest	<u>2,717,526</u>
Present value of minimum lease payments	<u>\$ 4,857,363</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, 2010

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, 2010:

Year Issued	Purpose	Interest Rate (%)	Interest Dates	Issue Date	Maturity Date	Original Authorized and Issued	Retired	Outstanding 12/31/2010
2010	General obligation sales tax bonds	2.00-5.00	04/01, 10/01	03/10/10	04/01/13	\$ 20,000,000	\$ -	\$ 20,000,000
2010	Water refunding issue	2.00-5.65	05/01, 11/01	06/23/10	11/1/29	\$ 6,785,000	\$ 325,000	\$ 6,460,000
2007	General obligation sales tax bonds	4.00-5.00	01/01, 07/01	02/27/07	01/01/11	\$ 19,490,000	\$ 12,690,000	\$ 6,800,000
2003	Water refunding issue	2.00-4.00	05/01, 11/01	08/01/03	11/01/13	\$ 8,540,000	\$ 5,780,000	\$ 2,760,000

On August 1, 2003, the County's Water System issued water revenue bonds of \$8,540,000 with interest rates from 2.00% to 4.00% to advance refund certain outstanding revenue bonds and other obligations of the Water System. The net proceeds from the issuance of the water revenue bonds were used to purchase general obligations of the United States of America and those securities were deposited into an irrevocable trust with an escrow agent to provide debt service payments of the prior bonds when due or called. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. Outstanding bonds from the refunded debt outstanding at December 31, 2010, considered defeased, totaled \$12,120,000.

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 County defeased the 1999 bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. At December 31, 2010, \$1,775,000 of bonds outstanding are considered defeased.

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

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 3 - Detailed Notes on All Funds (Continued)

3-H. Long-term Debt (Continued)

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

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

Annual debt service requirements to amortize all obligations outstanding, as of December 31, 2010 follow:

Year	Governmental Activities		
	Principal	Interest	Total
2011	\$ 13,085,000	\$ 961,625	\$ 14,046,625
2012	6,660,000	501,625	7,161,625
2013	7,055,000	176,375	7,231,375
Total	\$ 26,800,000	\$ 1,639,625	\$ 28,439,625

Year	Business-Type Activities			Business-Type Activities		
	Revenue Bonds			Notes Payable		
	Principal	Interest	Total	Principal	Interest	Total
2011	\$ 1,110,000	\$ 376,180	\$ 1,486,180	\$ 76,405	\$ 44,128	\$ 120,533
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
2016-2020	1,605,000	1,127,473	2,732,473	513,233	89,432	602,665
2021-2025	1,900,000	759,275	2,659,275	156,027	4,682	160,709
2026-2029	1,720,000	244,368	1,964,368	-	-	-
Total	\$ 9,220,000	\$ 3,655,576	\$ 12,875,576	\$ 1,085,431	\$ 280,608	\$ 1,366,039

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FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

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, 2010, the floating rate being paid by the County is 0.65% and the market value of this agreement is \$406,659, an increase of \$28,700 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, 2010, based on the derivative contract. This market value is reported as a component of the certificates of participation in long-term debt 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 deferred revenue in the statement of net assets.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 3 - Detailed Notes on All Funds (Continued)

3-H. Long-term Debt (Continued)

	Outstanding 12/31/09	Additions	Deductions	Outstanding 12/31/10	Amounts Due in One Year
Governmental Activities:					
General Obligation Sales					
Tax Bond	\$ 13,290,000	\$ 20,000,000	\$ 6,490,000	\$ 26,800,000	\$ 13,085,000
Premium	122,262	1,638,591	527,771	1,233,082	-
Certificates of participation	2,777,000	-	-	2,777,000	-
Less: Deferred Fair Value of Interest Rate Swap	(377,959)	(28,700)	-	(406,659)	-
Capital Leases	5,044,882	-	187,519	4,857,363	196,007
OPEB Obligation	820,919	478,169	111,320	1,187,768	-
Net Pension Obligation	97,183	2,414,435	2,416,023	95,595	-
Claims Payable	709,868	1,469,110	797,661	1,381,317	-
Compensated Absences	3,028,428	1,287,087	1,427,759	2,887,756	1,178,419
Total Governmental Activities	\$ 25,512,583	\$ 27,258,692	\$ 11,958,053	\$ 40,813,222	\$ 14,459,426
Business-Type Activities:					
Water Revenue Bonds	\$ 5,640,000	\$ 6,785,000	\$ 3,205,000	\$ 9,220,000	\$ 1,110,000
Notes Payable	1,158,699	-	73,268	1,085,431	76,405
Compensated Absences	191,934	94,828	91,881	194,881	84,389
Total Business-Type Activities	\$ 6,990,633	\$ 6,879,828	\$ 3,370,149	\$ 10,500,312	\$ 1,270,794
Component Units:					
Health Department:					
Compensated Absences	\$ 517,865	\$ 66,778	\$ 124,966	\$ 459,677	\$ 45,967
Development Authority:					
Revenue Bonds	1,000,000	3,932,500	1,000,000	3,932,500	167,500
Airport Authority:					
Compensated Absences	30,154	10,010	10,978	29,186	8,214
Recreation Authority:					
Compensated Absences	134,519	84,475	80,918	138,076	60,071
Total Component Units	\$ 1,682,538	\$ 4,093,763	\$ 1,216,862	\$ 4,559,439	\$ 281,752
Business-Type Activities:					
Water Revenue Bonds, long-term				\$ 9,220,000	
Less amount due in one year				(1,110,000)	
Discounts, net of amortization				(55,343)	
Premium, net of amortization				20,335	
Deferred amount on refunding, net of amortization				(146,175)	
				\$ 7,928,817	

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

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 will be paid from the fund from which the employees' salaries are paid. The significant funds are 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, 2010

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, 2010) was computed as part of an actuarial valuation as of January 1, 2010. 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, 2010 was 15 years.

Contributions totaling \$2,416,023 were paid in accordance with actuarially determined contribution requirements determined by an actuarial valuation performed as of January 1, 2010 for the 2010 Plan Year. The contributions represented 13.1% of the covered payroll for 2010. 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, 2010.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

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, 2010, were computed as follows:

Actuarially required contribution	\$ (2,406,903)
Interest	(7,532)
Annual pension cost	<u>(2,414,435)</u>
Actual contributions made	<u>2,416,023</u>
Increase in net pension obligation	1,588
Net pension asset (obligation), December 31, 2009	(97,183)
Net pension asset (obligation), December 31, 2010	<u><u>\$ (95,595)</u></u>

Fiscal Year Ended December 31,	Annual Pension Cost (APC)	Actual Pension Contribution	Percentage of APC Contributed	Net Pension Asset (Obligation)
2008	\$ 2,088,657	\$ 2,088,657	100.0 %	\$ -
2009	1,680,093	1,582,910	94.2	(97,183)
2010	2,414,435	2,416,023	100.1	(95,595)

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 July 1, 2010 and on the pattern of sharing costs between the employer and plan members to that point.

Schedule of Funding Progress

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL/(UAAL) (2)-(1)	(5) Annual Covered Payroll	(6) UAAL as a Percentage of Covered Payroll
1/1/2010	\$ 34,360,743	\$ 43,661,122	78.7%	\$ 9,300,379	\$ 18,456,867	50.4%

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Pensions (Continued)

GMEBS Plan

All Recreation Authority employees are eligible to participate in the GMEBS Plan (“Plan”), an agent multiple-employer defined benefit pension plan, upon completion of one year of service. Benefits are fully vested after ten years of service. The Recreation Authority’s payroll for employees covered by the Plan for the year ended December 31, 2010 was \$1,389,405. The Recreation Authority has the authority to amend the adoption agreement, which defines the specific benefit provisions of the Plan.

Participants become eligible for normal retirement at age 65 with five years of participation in the plan. Early retirement is attainable at age 55 with ten years participation.

Benefits are calculated by multiplying 1.25% times the amount of the employee’s final average (last five years) earnings up to the social security index breakpoint (\$22,716 in 1994) and 2% times earnings, which exceed this breakpoint, times years, and months of credited service. The Plan also provides benefits in the event of death or disability. These benefit provisions were established by an adoption agreement executed by the Rome-Floyd Parks and Recreation Authority.

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 October 1, 2010.

A copy of the Plan’s annual report may be obtained from the Georgia Municipal Association at or by writing to, 201 Pryor Street, S.W., Atlanta, Georgia 30303.

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

The actuarial accrued liability (projected to December 31, 2010) was computed as part of an actuarial valuation as of October 1, 2010. Significant actuarial assumptions used in the valuation include (a) a rate of return on the investment of present and future assets of 8% per year compounded annually, (b) projected salary increases of 5% per year compounded annually, attributable to inflation, (c) additional projected salary increases of .5%, attributable to seniority/merit, and (d) post retirement benefit increases of 5.5%.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Pensions (Continued)

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

Contributions totaling \$81,194 were made during the year 2010 in accordance with actuarial contribution requirements determined by an actuarial valuation performed as of October 1, 2010 for the 2010 Plan Year. The contributions represented 5.74% of current year covered payroll.

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.

Schedule of Funding Progress

	(1)	(2)	(3)	(4)	(5)	(6)
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Funded Ratio (1)/(2)	Over-Funded (1)-(2)	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll
7/1/2010	\$ 3,106,804	\$ 2,208,696	140.66%	\$ 898,108	\$ 1,389,405	64.6%
	Year Ended December 31,	Annual Required Contribution	Percentage Contributed	Annual Pension Cost	Percentage Contributed	
	2008	\$ 76,013	100%	\$ 76,013	100%	
	2009	87,389	100%	87,389	100%	
	2010	81,194	100%	81,194	100%	

Note 4 - Other Notes

4-A. Risk Management

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

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

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 4 - Other Notes (Continued)

4-A. Risk Management (Continued)

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.

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 2010, 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, 2010, 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 Liability	Claims and Changes in Estimates	Claim Payments	Fiscal Year Liability
2008	\$ 714,816	\$ 763,501	\$ (865,926)	\$ 612,391
2009	612,391	1,100,132	(1,002,655)	709,868
2010	709,868	1,020,864	(797,661)	933,071

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 4 - Other Notes (Continued)

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, 2010. 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.

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
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 4 - Other Notes (Continued)

4-C. Jointly Governed Organizations (Continued)

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

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

Floyd County, Georgia and the City of Rome, Georgia have responsibility for ensuring the financial viability of the solid waste facility should the obligations of the facility not be met internally. However, the facility should accumulate sufficient financial resources from services provided by the facility to function without placing a significant financial burden on either of the parties participating in the joint commission. The Solid Waste Commission had net assets of \$3,148,752 for the year ended December 31, 2010.

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 \$59,169 in dues to the NWGRC. The financial requirements of the County related to the NWGRC are limited to the amount of its annual dues. Separate financial statements may be obtained from the NWGRC, Jackson Hill, Rome, GA 30161.

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 4 - Other Notes (Continued)

4-E. Other Post-Employment Benefits

In addition to providing pension benefits, the County provides certain health care benefits for retired employees between the ages of 60 and 65 through a single-employer, defined benefit plan. Substantially all of the County's employees may become eligible for those benefits if they reach early retirement age while working for the County with a minimum of ten years of service. The County contributes approximately 70% of the cost of these benefits while the retiree contributes approximately 30%. The provision of these benefits, along with the County's obligation to contribute, is established under the authority of the Board of Commissioners through passage of a local ordinance. At December 31, 2010, 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 2010, those total \$111,320.

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	641

Contributions

The County contributed \$111,320 to the OPEB Health Care Plan in fiscal year 2010. 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.

FY10 Schedule of Employer Cost and Contributions:

Annual Required Contribution	\$ 478,169
Interest on OPEB Obligation	-
Adjustment to the ARC	-
Annual OPEB Cost	478,169
Actual Contribution	111,320
Increase in net OPEB obligation	366,849
Net OPEB obligation, December 31, 2009	820,919
Net OPEB obligation, December 31, 2010	\$ 1,187,768

Fiscal Year Ended December 31,	Annual OPEB Cost	Actual OPEB Contribution	Percentage of OPEB Cost Contributed	Net OPEB Obligation
2009	\$ 497,477	\$ 109,369	21.98%	\$ 820,919
2010	478,169	111,320	23.28%	1,187,768

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 4 - Other Notes (Continued)

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

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 Percentage of Covered Payroll		18.88%

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

FLOYD COUNTY, GEORGIA
Notes to the Basic Financial Statements
For the Year Ended December 31, 2010

Note 4 - Other Notes (Continued)

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, 2010 is as follows:

Fund balance as of December 31, 2009	\$ (295)
Tax collections during fiscal year 2010	80,419
Disbursements during fiscal year 2010 for tourism and public affairs	<u>(80,419)</u>
Fund balance as of December 31, 2010	<u><u>\$ (295)</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, 2010

SCHEDULE OF FUNDING PROGRESS

ACCG Plan - Floyd County, Georgia

	(1)	(2)	(3)	(4)	(5)	(6)
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Funded Ratio (1)/(2)	Over (Under) Funded (1)-(2)	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll
1/1/2008	\$ 32,521,367	\$ 37,368,721	87.0%	\$ 4,847,354	\$ 16,675,511	29.1%
1/1/2009	32,441,950	40,424,786	80.3%	7,982,836	17,449,086	45.7%
1/1/2010	34,360,743	43,661,122	78.7%	9,300,379	18,456,867	50.4%

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

OPEB Health Care Plan - Floyd County, Georgia

	(1)	(2)	(3)	(4)	(5)	(6)
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Funded Ratio (1)/(2)	Over (Under) Funded (1)-(2)	Annual Covered Payroll	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

	(1)	(2)	(3)	(4)	(5)	(6)
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Funded Ratio (1)/(2)	Over (Under) Funded (1)-(2)	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll
10/1/2008	\$ 2,860,465	\$ 2,376,643	120.36%	\$ 483,822	\$ 1,075,941	45.0%
10/1/2009	2,764,964	2,419,506	114.28%	345,458	1,344,813	25.7%
7/1/2010	3,106,804	2,208,696	140.66%	898,108	1,389,405	64.6%

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, 2010

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Taxes	\$ 8,975,000	\$ 7,200,000	\$ 7,201,091	\$ 1,091
Interest earned	120,000	40,000	41,034	1,034
TOTAL REVENUES	9,095,000	7,240,000	7,242,125	2,125
EXPENDITURES				
Capital outlay:				
General government	5,000	5,000	4,384	616
Public safety	100,000	115,000	113,938	1,062
Public works	6,820,000	2,302,000	1,457,697	844,303
Culture and recreation	185,000	630,000	646,289	(16,289)
Debt service:				
Principal	6,200,000	6,490,000	6,490,000	-
Interest	908,100	463,050	463,050	-
Intergovernmental	9,205,000	5,945,000	5,153,454	791,546
TOTAL EXPENDITURES	23,423,100	15,950,050	14,328,812	1,621,238
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(14,328,100)	(8,710,050)	(7,086,687)	1,623,363
OTHER FINANCING SOURCES				
Transfers in	-	500,000	500,000	-
NET CHANGE IN FUND BALANCES	(14,328,100)	(8,210,050)	(6,586,687)	1,623,363
FUND BALANCES - BEGINNING OF YEAR	25,331,251	25,331,251	25,331,251	-
FUND BALANCES - END OF YEAR	\$ 11,003,151	\$ 17,121,201	\$ 18,744,564	\$ 1,623,363

**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, 2010

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Taxes	\$ 5,874,775	\$ 7,500,000	\$ 7,564,656	\$ 64,656
Intergovernmental	-	33,000	33,777	777
Interest	60,000	40,000	40,165	165
TOTAL REVENUES	5,934,775	7,573,000	7,638,598	65,598
EXPENDITURES				
Capital outlay:				
General government	-	5,000	2,559	2,441
Public safety	4,000,000	1,000,000	202,094	797,906
Debt service:				
Interest and fiscal charges	-	639,000	638,652	348
Bond issuance costs	-	190,800	190,880	(80)
Intergovernmental	5,535,000	4,250,000	2,740,091	1,509,909
TOTAL EXPENDITURES	9,535,000	6,084,800	3,774,276	2,310,524
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(3,600,225)	1,488,200	3,864,322	2,376,122
OTHER FINANCING SOURCES (USES)				
Bonds issued	20,000,000	20,000,000	20,000,000	-
Bond issuance premium (discount)	(200,000)	1,638,800	1,638,591	(209)
TOTAL OTHER FINANCING (USES)	19,800,000	21,638,800	21,638,591	(209)
NET CHANGE IN FUND BALANCES	16,199,775	23,127,000	25,502,913	2,375,913
FUND BALANCES (DEFICIT) BEGINNING OF YEAR	(1,515,325)	(1,515,325)	(1,515,325)	-
FUND BALANCES - END OF YEAR	\$ 14,684,450	\$ 21,611,675	\$ 23,987,588	\$ 2,375,913

**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, 2010

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$ 2,137,740	\$ 2,893,855	\$ 2,229,630	\$ (664,225)
Interest earned	-	-	29,731	29,731
TOTAL REVENUES	<u>2,137,740</u>	<u>2,893,855</u>	<u>2,259,361</u>	<u>(634,494)</u>
EXPENDITURES				
Capital outlay:				
General government	192,000	197,000	297,597	(100,597)
Judicial	-	-	85,575	(85,575)
Public safety	864,850	967,020	757,812	209,208
Public works	600,500	648,630	176,807	471,823
Culture and recreation	40,000	40,000	38,156	1,844
Housing and development	2,170,580	2,924,945	1,978,971	945,974
TOTAL EXPENDITURES	<u>3,867,930</u>	<u>4,777,595</u>	<u>3,334,918</u>	<u>1,442,677</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,730,190)</u>	<u>(1,883,740)</u>	<u>(1,075,557)</u>	<u>808,183</u>
OTHER FINANCING SOURCES (USES)				
Capital lease proceeds	1,301,900	1,333,980	-	(1,333,980)
Transfers in	709,290	1,370,390	1,745,359	374,969
Transfers out	(238,000)	(238,000)	(981,241)	(743,241)
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,773,190</u>	<u>2,466,370</u>	<u>764,118</u>	<u>(1,702,252)</u>
NET CHANGE IN FUND BALANCES	43,000	582,630	(311,439)	(894,069)
FUND BALANCES - BEGINNING OF YEAR	<u>1,419,226</u>	<u>1,419,226</u>	<u>1,419,226</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,462,226</u>	<u>\$ 2,001,856</u>	<u>\$ 1,107,787</u>	<u>\$ (894,069)</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, 2010*

	Non-major Debt Service Fund	Non-major Special Revenue Funds	Non-major Capital Projects Funds	Total Non-major Governmental Funds
ASSETS				
Cash	\$ 880,409	\$ 3,020,449	\$ 1,318,810	\$ 5,219,668
Investments	-	-	2,133	2,133
Taxes receivable (net of allowance for uncollectibles)	-	322,774	-	322,774
Accounts receivable	-	243,455	-	243,455
Due from component units	16,769	-	-	16,769
Due from other funds	189,795	27,032	-	216,827
Due from other governments	15,000	71,972	-	86,972
Prepaid items	-	13,467	-	13,467
TOTAL ASSETS	\$ 1,101,973	\$ 3,699,149	\$ 1,320,943	\$ 6,122,065
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ -	\$ 378,025	\$ -	\$ 378,025
Accrued salaries and payroll taxes	-	33,231	-	33,231
Payroll withholdings payable	-	5,198	-	5,198
Due to other governments	-	13,078	-	13,078
Due to other funds	-	41,251	-	41,251
Deferred revenue	110,806	79,414	-	190,220
TOTAL LIABILITIES	110,806	550,197	-	661,003
FUND BALANCES				
Reserved for prepaid items	-	13,467	-	13,467
Unreserved - undesignated	991,167	3,135,485	1,320,943	5,447,595
TOTAL FUND BALANCES	991,167	3,148,952	1,320,943	5,461,062
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,101,973	\$ 3,699,149	\$ 1,320,943	\$ 6,122,065

FLOYD COUNTY, GEORGIA
*Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances*
Non-major Governmental Funds
For the Year Ended December 31, 2010

	Non-major Debt Service Fund	Non-major Special Revenue Funds	Non-major Capital Projects Funds	Total Non-major Governmental Funds
REVENUES				
Taxes	\$ -	\$ 1,223,970	\$ -	\$ 1,223,970
Intergovernmental	364,831	422,958	-	787,789
Charges for services	-	2,112,950	-	2,112,950
Fines and forfeitures	-	4,616	-	4,616
Interest earned	2,435	8,965	7,186	18,586
Miscellaneous	15,000	98,718	-	113,718
TOTAL REVENUES	382,266	3,872,177	7,186	4,261,629
EXPENDITURES				
Current:				
General government	-	157,185	-	157,185
Public safety	-	3,395,774	-	3,395,774
Public works	-	828,773	-	828,773
Health and welfare	-	12,265	-	12,265
Housing and development	-	75,615	-	75,615
Capital outlay	-	141,036	149,583	290,619
Debt service:				
Principal	187,519	-	-	187,519
Interest	464,598	-	-	464,598
Intergovernmental	114,698	-	-	114,698
TOTAL EXPENDITURES	766,815	4,610,648	149,583	5,527,046
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(384,549)	(738,471)	(142,397)	(1,265,417)
OTHER FINANCING SOURCES (USES)				
Transfers in	1,839,191	1,119,405	-	2,958,596
Transfers out	(855,673)	(288,503)	-	(1,144,176)
TOTAL OTHER FINANCING SOURCES (USES)	983,518	830,902	-	1,814,420
NET CHANGE IN FUND BALANCES	598,969	92,431	(142,397)	549,003
FUND BALANCES - BEGINNING OF YEAR	392,198	3,056,521	1,463,340	4,912,059
FUND BALANCES - END OF YEAR	\$ 991,167	\$ 3,148,952	\$ 1,320,943	\$ 5,461,062

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, 2010

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Intergovernmental	\$ 375,500	\$ 411,900	\$ 364,831	\$ (47,069)
Interest earned	-	-	2,435	2,435
Miscellaneous	-	-	15,000	15,000
TOTAL REVENUES	<u>375,500</u>	<u>411,900</u>	<u>382,266</u>	<u>(29,634)</u>
EXPENDITURES				
Debt service:				
Principal	894,050	629,700	187,519	442,181
Interest	501,400	501,400	464,598	36,802
Intergovernmental	<u>114,700</u>	<u>114,700</u>	<u>114,698</u>	<u>2</u>
TOTAL EXPENDITURES	<u>1,510,150</u>	<u>1,245,800</u>	<u>766,815</u>	<u>478,985</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,134,650)</u>	<u>(833,900)</u>	<u>(384,549)</u>	<u>449,351</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,140,350	1,689,600	1,839,191	149,591
Transfers out	-	(855,700)	(855,673)	27
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,140,350</u>	<u>833,900</u>	<u>983,518</u>	<u>149,618</u>
NET CHANGE IN FUND BALANCES	5,700	-	598,969	598,969
FUND BALANCES - BEGINNING OF YEAR	<u>392,198</u>	<u>392,198</u>	<u>392,198</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 397,898</u>	<u>\$ 392,198</u>	<u>\$ 991,167</u>	<u>\$ 598,969</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

FLOYD COUNTY, GEORGIA
Combining Balance Sheet
Non-major Special Revenue Funds
December 31, 2010

	211	Floyd Against Drugs	Prison Inmate Benefit	Jail Inmate Benefit	911	Law Library	Animal Control	Hotel/Motel	Solid Waste	Emergency Management	Work Release	CHIP Grant	Children and Families Grant	Stadium Maintenance	CDBG Mercy Senior Care	Total Non-major Special Revenue Funds
ASSETS																
Cash	\$ 7,161	\$ 101	\$ 67,903	\$ 60,447	\$ 733,735	\$ 200,729	\$ 79,327	\$ -	\$ 1,036,219	\$ 42,705	\$ 162,498	\$ -	\$ 2	\$ 629,622	\$ -	\$ 3,020,449
Taxes receivable (net of allowance for uncollectibles)	-	-	-	-	-	-	-	5,015	317,759	-	-	-	-	-	-	322,774
Accounts receivable	500	-	-	-	228,883	-	930	-	-	13,142	-	-	-	-	-	243,455
Due from other funds	-	-	-	-	-	-	-	190	26,842	-	-	-	-	-	-	27,032
Due from other governments	-	7,340	-	-	-	-	-	-	-	-	-	239	52,000	-	12,265	71,972
Prepaid items	-	-	-	-	6,978	-	1,861	-	-	1,359	3,269	-	-	-	-	13,467
TOTAL ASSETS	\$ 7,661	\$ 7,441	\$ 67,903	\$ 60,447	\$ 969,596	\$ 200,729	\$ 82,246	\$ 5,205	\$ 1,380,820	\$ 57,206	\$ 165,767	\$ 239	\$ 52,002	\$ 629,622	\$ 12,265	\$ 3,699,149
LIABILITIES AND FUND BALANCES																
LIABILITIES																
Accounts payable	\$ 171	\$ 14	\$ -	\$ -	\$ 195,245	\$ 1,281	\$ 29,097	\$ 5,500	\$ 38,986	\$ 11,264	\$ 6,718	\$ 239	\$ 19,306	\$ 58,443	\$ 11,761	\$ 378,025
Accrued salaries and payroll taxes	584	575	-	-	16,442	-	3,565	-	3,018	1,451	7,596	-	-	-	-	33,231
Payroll withholdings payable	567	123	-	-	2,032	-	416	-	29	471	1,560	-	-	-	-	5,198
Due to other governments	-	-	805	-	-	-	-	-	-	-	12,273	-	-	-	-	13,078
Due to other funds	-	5,661	-	-	42	-	1,441	-	-	430	506	-	32,667	-	504	41,251
Deferred revenue	-	-	-	-	-	-	-	-	79,414	-	-	-	-	-	-	79,414
TOTAL LIABILITIES	1,322	6,373	805	-	213,761	1,281	34,519	5,500	121,447	13,616	28,653	239	51,973	58,443	12,265	550,197
FUND BALANCES																
Reserved for prepaid items	-	-	-	-	6,978	-	1,861	-	-	1,359	3,269	-	-	-	-	13,467
Unreserved - undesignated	6,339	1,068	67,098	60,447	748,857	199,448	45,866	(295)	1,259,373	42,231	133,845	-	29	571,179	-	3,135,485
TOTAL FUND BALANCES	6,339	1,068	67,098	60,447	755,835	199,448	47,727	(295)	1,259,373	43,590	137,114	-	29	571,179	-	3,148,952
TOTAL LIABILITIES AND FUND BALANCES	\$ 7,661	\$ 7,441	\$ 67,903	\$ 60,447	\$ 969,596	\$ 200,729	\$ 82,246	\$ 5,205	\$ 1,380,820	\$ 57,206	\$ 165,767	\$ 239	\$ 52,002	\$ 629,622	\$ 12,265	\$ 3,699,149

FLOYD COUNTY, GEORGIA

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Non-major Special Revenue Funds

For the Year Ended December 31, 2010

	211	Floyd Against Drugs	Prison Inmate Benefit	Jail Inmate Benefit	911	Law Library	Animal Control	Hotel/Motel	Solid Waste	Emergency Management	Work Release	CHIP Grant	Children and Families Grant	Stadium Maintenance	CDBG Mercy Senior Care	Total Non-major Special Revenue Funds
REVENUES																
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 80,419	\$ 1,143,551	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,223,970
Intergovernmental	12,500	20,000	-	-	-	-	-	-	-	79,010	-	23,699	275,484	-	12,265	422,958
Charges for services	10,008	-	78,375	166,739	1,620,812	38,409	35,905	-	-	-	162,702	-	-	-	-	2,112,950
Fines and forfeitures	-	-	-	-	-	-	4,616	-	-	-	-	-	-	-	-	4,616
Interest earned	14	3	-	229	2,316	94	161	-	3,325	72	155	-	29	2,567	-	8,965
Miscellaneous	2,500	-	-	-	4,836	-	3,884	-	-	-	-	-	-	87,498	-	98,718
TOTAL REVENUES	25,022	20,003	78,375	166,968	1,627,964	38,503	44,566	80,419	1,146,876	79,082	162,857	23,699	275,513	90,065	12,265	3,872,177
EXPENDITURES																
Current:																
General government	44,485	-	-	-	-	19,766	-	-	-	-	-	-	-	92,934	-	157,185
Public safety	-	50,070	76,519	196,530	1,556,315	-	393,176	-	-	208,130	639,550	-	275,484	-	-	3,395,774
Public works	-	-	-	-	-	-	-	-	828,773	-	-	-	-	-	-	828,773
Health and welfare	-	-	-	-	-	-	-	-	-	-	-	-	-	-	12,265	12,265
Housing and development	-	-	-	-	-	-	-	51,916	-	-	-	23,699	-	-	-	75,615
Capital Outlay	-	-	-	-	-	-	-	-	-	-	-	-	-	141,036	-	141,036
TOTAL EXPENDITURES	44,485	50,070	76,519	196,530	1,556,315	19,766	393,176	51,916	828,773	208,130	639,550	23,699	275,484	233,970	12,265	4,610,648
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(19,463)	(30,067)	1,856	(29,562)	71,649	18,737	(348,610)	28,503	318,103	(129,048)	(476,693)	-	29	(143,905)	-	(738,471)
OTHER FINANCING SOURCES (USES)																
Transfers in	23,020	23,545	-	-	-	-	352,000	-	-	150,000	570,840	-	-	-	-	1,119,405
Transfers out	-	-	-	-	-	-	-	(28,503)	(260,000)	-	-	-	-	-	-	(288,503)
TOTAL OTHER FINANCING SOURCES (USES)	23,020	23,545	-	-	-	-	352,000	(28,503)	(260,000)	150,000	570,840	-	-	-	-	830,902
NET CHANGE IN FUND BALANCES	3,557	(6,522)	1,856	(29,562)	71,649	18,737	3,390	-	58,103	20,952	94,147	-	29	(143,905)	-	92,431
FUND BALANCES (DEFICIT) - BEGINNING OF YEA	2,782	7,590	65,242	90,009	684,186	180,711	44,337	(295)	1,201,270	22,638	42,967	-	-	715,084	-	3,056,521
FUND BALANCES (DEFICIT) - END OF YEAR	\$ 6,339	\$ 1,068	\$ 67,098	\$ 60,447	\$ 755,835	\$ 199,448	\$ 47,727	\$ (295)	\$ 1,259,373	\$ 43,590	\$ 137,114	\$ -	\$ 29	\$ 571,179	\$ -	\$ 3,148,952

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, 2010

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$ 11,430	\$ 12,390	\$ 12,500	\$ 110
Charges for services	10,000	10,000	10,008	8
Interest earned	-	-	14	14
Miscellaneous	5,000	2,000	2,500	500
TOTAL REVENUES	26,430	24,390	25,022	632
EXPENDITURES				
Current:				
General government	47,670	47,410	44,485	2,925
TOTAL EXPENDITURES	47,670	47,410	44,485	2,925
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(21,240)	(23,020)	(19,463)	3,557
OTHER FINANCING SOURCES				
Transfers in	21,240	23,020	23,020	-
TOTAL OTHER FINANCING SOURCES	21,240	23,020	23,020	-
NET CHANGE IN FUND BALANCES	-	-	3,557	3,557
FUND BALANCES - BEGINNING OF YEAR	2,782	2,782	2,782	-
FUND BALANCES - END OF YEAR	\$ 2,782	\$ 2,782	\$ 6,339	\$ 3,557

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, 2010

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Intergovernmental	\$ 22,280	\$ 23,545	\$ 20,000	\$ (3,545)
Interest earned	-	-	3	3
Miscellaneous	5,000	5,000	-	(5,000)
TOTAL REVENUES	<u>27,280</u>	<u>28,545</u>	<u>20,003</u>	<u>(8,542)</u>
EXPENDITURES				
Current:				
Public safety	49,560	52,090	50,070	2,020
TOTAL EXPENDITURES	<u>49,560</u>	<u>52,090</u>	<u>50,070</u>	<u>2,020</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(22,280)	(23,545)	(30,067)	(6,522)
OTHER FINANCING SOURCES				
Transfers in	22,280	23,545	23,545	-
TOTAL OTHER FINANCING SOURCES	<u>22,280</u>	<u>23,545</u>	<u>23,545</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	-	(6,522)	(6,522)
FUND BALANCES - BEGINNING OF YEAR	<u>7,590</u>	<u>7,590</u>	<u>7,590</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 7,590</u>	<u>\$ 7,590</u>	<u>\$ 1,068</u>	<u>\$ (6,522)</u>

FLOYD COUNTY, GEORGIA
Prison Inmate Benefit Special Revenue Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2010

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Charges for services	\$ 90,000	\$ 90,000	\$ 78,375	\$ (11,625)
TOTAL REVENUES	<u>90,000</u>	<u>90,000</u>	<u>78,375</u>	<u>(11,625)</u>
EXPENDITURES				
Current:				
Public safety	<u>90,000</u>	<u>90,000</u>	<u>76,519</u>	<u>13,481</u>
TOTAL EXPENDITURES	<u>90,000</u>	<u>90,000</u>	<u>76,519</u>	<u>13,481</u>
NET CHANGE IN FUND BALANCES	-	-	1,856	1,856
FUND BALANCES - BEGINNING OF YEAR	<u>65,242</u>	<u>65,242</u>	<u>65,242</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 65,242</u>	<u>\$ 65,242</u>	<u>\$ 67,098</u>	<u>\$ 1,856</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, 2010

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Charges for services	\$ 175,000	\$ 165,000	\$ 166,739	\$ 1,739
Interest earned	-	-	229	229
TOTAL REVENUES	<u>175,000</u>	<u>165,000</u>	<u>166,968</u>	<u>1,968</u>
EXPENDITURES				
Current:				
Public safety	<u>175,000</u>	<u>200,000</u>	<u>196,530</u>	<u>3,470</u>
TOTAL EXPENDITURES	<u>175,000</u>	<u>200,000</u>	<u>196,530</u>	<u>3,470</u>
NET CHANGE IN FUND BALANCES	-	(35,000)	(29,562)	5,438
FUND BALANCES - BEGINNING OF YEAR	<u>90,009</u>	<u>90,009</u>	<u>90,009</u>	-
FUND BALANCES - END OF YEAR	<u>\$ 90,009</u>	<u>\$ 55,009</u>	<u>\$ 60,447</u>	<u>\$ 5,438</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, 2010

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Charges for services	\$ 1,727,000	\$ 1,752,000	\$ 1,620,812	\$ (131,188)
Interest earned	5,000	3,000	2,316	(684)
Miscellaneous	-	-	4,836	4,836
TOTAL REVENUES	<u>1,732,000</u>	<u>1,755,000</u>	<u>1,627,964</u>	<u>(127,036)</u>
EXPENDITURES				
Current:				
Public safety	<u>1,635,365</u>	<u>1,650,560</u>	<u>1,556,315</u>	<u>94,245</u>
TOTAL EXPENDITURES	<u>1,635,365</u>	<u>1,650,560</u>	<u>1,556,315</u>	<u>94,245</u>
NET CHANGE IN FUND BALANCES	96,635	104,440	71,649	(32,791)
FUND BALANCES - BEGINNING OF YEAR	<u>684,186</u>	<u>684,186</u>	<u>684,186</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 780,821</u>	<u>\$ 788,626</u>	<u>\$ 755,835</u>	<u>\$ (32,791)</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, 2010

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Charges for services	\$ 34,000	\$ 40,000	\$ 38,409	\$ (1,591)
Interest earned	-	-	94	94
TOTAL REVENUES	<u>34,000</u>	<u>40,000</u>	<u>38,503</u>	<u>(1,497)</u>
EXPENDITURES				
Current:				
General government	<u>34,000</u>	<u>40,000</u>	<u>19,766</u>	<u>20,234</u>
TOTAL EXPENDITURES	<u>34,000</u>	<u>40,000</u>	<u>19,766</u>	<u>20,234</u>
NET CHANGE IN FUND BALANCES	-	-	18,737	18,737
FUND BALANCES - BEGINNING OF YEAR	<u>180,711</u>	<u>180,711</u>	<u>180,711</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 180,711</u>	<u>\$ 180,711</u>	<u>\$ 199,448</u>	<u>\$ 18,737</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, 2010

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Charges for services	\$ 39,000	\$ 36,000	\$ 35,905	\$ (95)
Fines and forfeitures	7,000	4,500	4,616	116
Interest earned	200	200	161	(39)
Miscellaneous	1,800	3,500	3,884	384
TOTAL REVENUES	48,000	44,200	44,566	366
EXPENDITURES				
Current:				
Public safety	396,770	396,200	393,176	3,024
TOTAL EXPENDITURES	396,770	396,200	393,176	3,024
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(348,770)	(352,000)	(348,610)	3,390
OTHER FINANCING SOURCES				
Transfers in	355,000	352,000	352,000	-
TOTAL OTHER FINANCING SOURCES	355,000	352,000	352,000	-
NET CHANGE IN FUND BALANCES	6,230	-	3,390	3,390
FUND BALANCES - BEGINNING OF YEAR	44,337	44,337	44,337	-
FUND BALANCES - END OF YEAR	\$ 50,567	\$ 44,337	\$ 47,727	\$ 3,390

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, 2010

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Taxes	\$ 85,000	\$ 80,500	\$ 80,419	\$ (81)
TOTAL REVENUES	<u>85,000</u>	<u>80,500</u>	<u>80,419</u>	<u>(81)</u>
EXPENDITURES				
Current:				
Housing and development	<u>52,000</u>	<u>52,000</u>	<u>51,916</u>	<u>84</u>
TOTAL EXPENDITURES	<u>52,000</u>	<u>52,000</u>	<u>51,916</u>	<u>84</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	33,000	28,500	28,503	3
OTHER FINANCING USES				
Transfers out	<u>(33,000)</u>	<u>(28,500)</u>	<u>(28,503)</u>	<u>(3)</u>
TOTAL OTHER FINANCING USES	<u>(33,000)</u>	<u>(28,500)</u>	<u>(28,503)</u>	<u>(3)</u>
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES (DEFICIT) - BEGINNING OF YEAR	<u>(295)</u>	<u>(295)</u>	<u>(295)</u>	<u>-</u>
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ (295)</u>	<u>\$ (295)</u>	<u>\$ (295)</u>	<u>\$ -</u>

FLOYD COUNTY, GEORGIA
Solid Waste Special Revenue Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2010

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Taxes	\$ 1,147,000	\$ 1,133,500	\$ 1,143,551	\$ 10,051
Interest earned	6,000	4,000	3,325	(675)
TOTAL REVENUES	<u>1,153,000</u>	<u>1,137,500</u>	<u>1,146,876</u>	<u>9,376</u>
EXPENDITURES				
Current:				
Public works	884,800	846,990	828,773	18,217
TOTAL EXPENDITURES	<u>884,800</u>	<u>846,990</u>	<u>828,773</u>	<u>18,217</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	268,200	290,510	318,103	27,593
OTHER FINANCING USES				
Transfers out	(230,000)	(260,000)	(260,000)	-
TOTAL OTHER FINANCING USES	<u>(230,000)</u>	<u>(260,000)</u>	<u>(260,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	38,200	30,510	58,103	27,593
FUND BALANCES - BEGINNING OF YEAR	<u>1,201,270</u>	<u>1,201,270</u>	<u>1,201,270</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 1,239,470</u></u>	<u><u>\$ 1,231,780</u></u>	<u><u>\$ 1,259,373</u></u>	<u><u>\$ 27,593</u></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, 2010

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$ 54,775	\$ 98,775	\$ 79,010	\$ (19,765)
Interest earned	100	100	72	(28)
TOTAL REVENUES	<u>54,875</u>	<u>98,875</u>	<u>79,082</u>	<u>(19,793)</u>
EXPENDITURES				
Current:				
Public safety	222,870	238,910	208,130	30,780
TOTAL EXPENDITURES	<u>222,870</u>	<u>238,910</u>	<u>208,130</u>	<u>30,780</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(167,995)	(140,035)	(129,048)	10,987
OTHER FINANCING SOURCES				
Transfers in	150,000	150,000	150,000	-
TOTAL OTHER FINANCING SOURCES	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(17,995)	9,965	20,952	10,987
FUND BALANCES - BEGINNING OF YEAR	<u>22,638</u>	<u>22,638</u>	<u>22,638</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 4,643</u>	<u>\$ 32,603</u>	<u>\$ 43,590</u>	<u>\$ 10,987</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, 2010

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Charges for services	\$ 460,625	\$ 162,000	\$ 162,702	\$ 702
Interest earned	-	-	155	155
TOTAL REVENUES	<u>460,625</u>	<u>162,000</u>	<u>162,857</u>	<u>857</u>
EXPENDITURES				
Current:				
Public safety	<u>759,720</u>	<u>680,840</u>	<u>639,550</u>	<u>41,290</u>
TOTAL EXPENDITURES	<u>759,720</u>	<u>680,840</u>	<u>639,550</u>	<u>41,290</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(299,095)	(518,840)	(476,693)	42,147
OTHER FINANCING SOURCES				
Transfers in	<u>319,095</u>	<u>570,840</u>	<u>570,840</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES	<u>319,095</u>	<u>570,840</u>	<u>570,840</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	20,000	52,000	94,147	42,147
FUND BALANCES - BEGINNING OF YEAR	<u>42,967</u>	<u>42,967</u>	<u>42,967</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 62,967</u>	<u>\$ 94,967</u>	<u>\$ 137,114</u>	<u>\$ 42,147</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, 2010

	<u>ORIGINAL</u> <u>BUDGET</u>	<u>FINAL</u> <u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u> <u>POSITIVE</u> <u>(NEGATIVE)</u>
REVENUES				
Intergovernmental	\$ 250,000	\$ 25,000	\$ 23,699	\$ (1,301)
TOTAL REVENUES	<u>250,000</u>	<u>25,000</u>	<u>23,699</u>	<u>(1,301)</u>
EXPENDITURES				
Current:				
Housing and development	250,000	25,000	23,699	1,301
TOTAL EXPENDITURES	<u>250,000</u>	<u>25,000</u>	<u>23,699</u>	<u>1,301</u>
NET CHANGE IN FUND				
BALANCES	-	-	-	-
FUND BALANCES - BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

FLOYD COUNTY, GEORGIA
Children and Families Grant Fund
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Year Ended December 31, 2010

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Intergovernmental	\$ 275,000	\$ 277,600	\$ 275,484	\$ (2,116)
Interest	-	-	29	29
TOTAL REVENUES	<u>275,000</u>	<u>277,600</u>	<u>275,513</u>	<u>(2,087)</u>
EXPENDITURES				
Current:				
Public safety	<u>275,000</u>	<u>277,600</u>	<u>275,484</u>	<u>2,116</u>
TOTAL EXPENDITURES	<u>275,000</u>	<u>277,600</u>	<u>275,484</u>	<u>2,116</u>
NET CHANGE IN FUND BALANCES	-	-	29	29
FUND BALANCES - BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29</u>	<u>\$ 29</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, 2010

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Interest earned	\$ 7,000	\$ 2,500	\$ 2,567	\$ 67
Miscellaneous	100,300	87,500	87,498	(2)
TOTAL REVENUES	<u>107,300</u>	<u>90,000</u>	<u>90,065</u>	<u>65</u>
EXPENDITURES				
Current:				
General government	82,500	82,500	92,934	(10,434)
Capital Outlay	<u>-</u>	<u>155,000</u>	<u>141,036</u>	<u>13,964</u>
TOTAL EXPENDITURES	<u>82,500</u>	<u>237,500</u>	<u>233,970</u>	<u>3,530</u>
NET CHANGE IN FUND BALANCES	24,800	(147,500)	(143,905)	3,595
FUND BALANCES - BEGINNING OF YEAR	<u>715,084</u>	<u>715,084</u>	<u>715,084</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 739,884</u>	<u>\$ 567,584</u>	<u>\$ 571,179</u>	<u>\$ 3,595</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, 2010

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Intergovernmental	\$ -	\$ 12,500	\$ 12,265	\$ (235)
TOTAL REVENUES	<u>-</u>	<u>12,500</u>	<u>12,265</u>	<u>(235)</u>
EXPENDITURES				
Current:				
Health and Welfare	-	12,500	12,265	235
TOTAL EXPENDITURES	<u>-</u>	<u>12,500</u>	<u>12,265</u>	<u>235</u>
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCES - BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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, 2010

	Special Purpose Local Option Sales Tax 2003	Special Purpose Local Option Sales Tax 1996	Total Non-major Capital Projects Funds
ASSETS			
Cash	\$ 530,517	\$ 788,293	\$ 1,318,810
Investments	2,133	-	2,133
TOTAL ASSETS	\$ 532,650	\$ 788,293	\$ 1,320,943
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ -
TOTAL LIABILITIES	-	-	-
FUND BALANCES			
Unreserved - undesignated	532,650	788,293	1,320,943
TOTAL LIABILITIES AND FUND BALANCES	\$ 532,650	\$ 788,293	\$ 1,320,943

FLOYD COUNTY, GEORGIA*Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**Non-major Capital Projects Funds**For the Year Ended December 31, 2010*

	Special Purpose Local Option Sales Tax 2003	Special Purpose Local Option Sales Tax 1996	Total Non-major Capital Projects Funds
REVENUES			
Interest earned	\$ 3,816	\$ 3,370	\$ 7,186
TOTAL REVENUES	3,816	3,370	7,186
EXPENDITURES			
Capital outlay:			
Judicial	(7,804)	-	(7,804)
Public works	3,512	-	3,512
Health and welfare	153,875	-	153,875
TOTAL EXPENDITURES	149,583	-	149,583
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(145,767)	3,370	(142,397)
NET CHANGE IN FUND BALANCES	(145,767)	3,370	(142,397)
FUND BALANCES - BEGINNING OF YEAR	678,417	784,923	1,463,340
FUND BALANCES - END OF YEAR	\$ 532,650	\$ 788,293	\$ 1,320,943

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, 2010

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE)
REVENUES				
Interest earned	\$ 10,000	\$ 3,500	\$ 3,816	\$ 316
TOTAL REVENUES	<u>10,000</u>	<u>3,500</u>	<u>3,816</u>	<u>316</u>
EXPENDITURES				
Capital outlay:				
Judicial	-	-	(7,804)	7,804
Public works	400,000	239,000	3,512	235,488
Health and welfare	50,000	154,000	153,875	125
TOTAL EXPENDITURES	<u>450,000</u>	<u>393,000</u>	<u>149,583</u>	<u>243,417</u>
NET CHANGE IN FUND BALANCES	(440,000)	(389,500)	(145,767)	243,733
FUND BALANCES - BEGINNING OF YEAR	<u>678,417</u>	<u>678,417</u>	<u>678,417</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 238,417</u>	<u>\$ 288,917</u>	<u>\$ 532,650</u>	<u>\$ 243,733</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, 2010

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
REVENUES				
Interest earned	\$ 2,000	\$ 2,000	\$ 3,370	\$ 1,370
TOTAL REVENUES	<u>2,000</u>	<u>2,000</u>	<u>3,370</u>	<u>1,370</u>
EXPENDITURES				
Capital outlay:				
Public safety	<u>700,000</u>	<u>700,000</u>	<u>-</u>	<u>700,000</u>
TOTAL EXPENDITURES	<u>700,000</u>	<u>700,000</u>	<u>-</u>	<u>700,000</u>
NET CHANGE IN FUND BALANCES	(698,000)	(698,000)	3,370	701,370
FUND BALANCES - BEGINNING OF YEAR	<u>784,923</u>	<u>784,923</u>	<u>784,923</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 86,923</u>	<u>\$ 86,923</u>	<u>\$ 788,293</u>	<u>\$ 701,370</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, 2010

	Health Insurance Fund	Workers' Compensation Fund	Total
ASSETS			
Cash	\$ 595,670	\$ -	\$ 595,670
Accounts receivable	7,189	-	7,189
TOTAL ASSETS	602,859	-	602,859
LIABILITIES			
Accounts payable	10,113	-	10,113
Accrued salaries and payroll taxes	579	-	579
Other accrued expenses	145	-	145
Claims payable	448,248	933,069	1,381,317
TOTAL LIABILITIES	459,085	933,069	1,392,154
NET ASSETS (DEFICIT)			
Unrestricted	143,774	(933,069)	(789,295)
TOTAL NET ASSETS (DEFICIT)	\$ 143,774	\$ (933,069)	\$ (789,295)

FLOYD COUNTY, GEORGIA

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

Internal Service Funds

For the Year Ended December 31, 2010

	Health Insurance Fund	Workers' Compensation Fund	Total
OPERATING REVENUES			
Charges for services	\$ 5,031,162	\$ 52,500	\$ 5,083,662
Miscellaneous	-	197,891	197,891
TOTAL OPERATING REVENUES	<u>5,031,162</u>	<u>250,391</u>	<u>5,281,553</u>
OPERATING EXPENSES			
Personal services and employee benefits	26,430	-	26,430
Claims	4,925,834	797,661	5,723,495
Other	367,875	7,565	375,440
TOTAL OPERATING EXPENSES	<u>5,320,139</u>	<u>805,226</u>	<u>6,125,365</u>
OPERATING INCOME (LOSS)	<u>(288,977)</u>	<u>(554,835)</u>	<u>(843,812)</u>
NON-OPERATING INCOME			
Interest income	1,848	-	1,848
TOTAL NON-OPERATING INCOME	<u>1,848</u>	<u>-</u>	<u>1,848</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>(287,129)</u>	<u>(554,835)</u>	<u>(841,964)</u>
Transfers in	-	331,634	331,634
CHANGE IN NET ASSETS	<u>(287,129)</u>	<u>(223,201)</u>	<u>(510,330)</u>
NET ASSETS (DEFICIT) - BEGINNING OF YEAR	<u>430,903</u>	<u>(709,868)</u>	<u>(278,965)</u>
NET ASSETS (DEFICIT) - END OF YEAR	<u>\$ 143,774</u>	<u>\$ (933,069)</u>	<u>\$ (789,295)</u>

FLOYD COUNTY, GEORGIA
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2010

	Health Insurance Fund	Workers' Compensation Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 5,025,369	\$ 250,391	\$ 5,275,760
Payments to employees	(25,706)	-	(25,706)
Payments to suppliers for services provided	(4,929,135)	(582,025)	(5,511,160)
Net cash provided (used) by operating activities	<u>70,528</u>	<u>(331,634)</u>	<u>(261,106)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfer from other funds	-	331,634	331,634
Net cash provided by noncapital financing activities	<u>-</u>	<u>331,634</u>	<u>331,634</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	1,848	-	1,848
Net cash provided by investing activities	<u>1,848</u>	<u>-</u>	<u>1,848</u>
Net increase in cash and cash equivalents	72,376	-	72,376
Cash and cash equivalents, beginning of year	523,294	-	523,294
Cash and cash equivalents, end of year	<u>\$ 595,670</u>	<u>\$ -</u>	<u>\$ 595,670</u>
Reconciliation of operating income (loss) to net cash used in operating activities:			
Operating income (loss)	\$ (288,977)	\$ (554,835)	\$ (843,812)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
(Increase) decrease:			
Receivables	(5,793)	-	(5,793)
Due from other governments	-	-	-
Due from other funds	-	-	-
Increase (decrease):			
Claims payable	448,248	223,201	671,449
Accounts payable	(83,674)	-	(83,674)
Accrued liabilities	724	-	724
Net cash provided (used) by operating activities	<u>\$ 70,528</u>	<u>\$ (331,634)</u>	<u>\$ (261,106)</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, 2010

	<u>Tax Commissioner</u>	<u>Superior Court Office of Receiver</u>	<u>Sheriff</u>	<u>Clerk of Superior Court</u>	<u>Magistrate Court</u>	<u>Juvenile Court</u>	<u>Probate Court</u>	<u>Total</u>
ASSETS								
Cash	\$ 2,743,897	\$ 44,470	\$ 196,657	\$ 1,028,154	\$ 44,796	\$ 1,610	\$ 62,062	\$ 4,121,646
Taxes receivable	24,309	-	3,617	-	-	-	-	27,926
TOTAL ASSETS	<u>\$ 2,768,206</u>	<u>\$ 44,470</u>	<u>\$ 200,274</u>	<u>\$ 1,028,154</u>	<u>\$ 44,796</u>	<u>\$ 1,610</u>	<u>\$ 62,062</u>	<u>\$ 4,149,572</u>
LIABILITIES								
Due to other governments and individuals	\$ 2,768,206	\$ 44,470	\$ 200,274	\$ 1,028,154	\$ 44,796	\$ 1,610	\$ 62,062	\$ 4,149,572
TOTAL LIABILITIES	<u>\$ 2,768,206</u>	<u>\$ 44,470</u>	<u>\$ 200,274</u>	<u>\$ 1,028,154</u>	<u>\$ 44,796</u>	<u>\$ 1,610</u>	<u>\$ 62,062</u>	<u>\$ 4,149,572</u>

FLOYD COUNTY, GEORGIA
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2010

<u>TAX COMMISSIONER</u>	Balance			Balance
	January 1, 2010	Additions	Deductions	December 31, 2010
ASSETS				
Cash	\$ 2,365,138	\$ 200,063,155	\$ 199,684,396	\$ 2,743,897
Taxes receivable	60,689	-	36,380	24,309
TOTAL ASSETS	\$ 2,425,827	\$ 200,063,155	\$ 199,720,776	\$ 2,768,206
LIABILITIES				
Due to other governments and individuals	\$ 2,425,827	\$ 200,063,155	\$ 199,720,776	\$ 2,768,206
TOTAL LIABILITIES	\$ 2,425,827	\$ 200,063,155	\$ 199,720,776	\$ 2,768,206
<u>SUPERIOR COURT OFFICE OF RECEIVER</u>	Balance			Balance
	January 1, 2010	Additions	Deductions	December 31, 2010
ASSETS				
Cash	\$ 34,511	\$ 1,022,951	\$ 1,012,992	\$ 44,470
TOTAL ASSETS	\$ 34,511	\$ 1,022,951	\$ 1,012,992	\$ 44,470
LIABILITIES				
Due to other governments and individuals	\$ 34,511	\$ 1,022,951	\$ 1,012,992	\$ 44,470
TOTAL LIABILITIES	\$ 34,511	\$ 1,022,951	\$ 1,012,992	\$ 44,470
<u>SHERIFF</u>	Balance			Balance
	January 1, 2010	Additions	Deductions	December 31, 2010
ASSETS				
Cash	\$ 178,238	\$ 1,523,948	\$ 1,505,529	\$ 196,657
Accounts receivable	-	3,617	-	3,617
TOTAL ASSETS	\$ 178,238	\$ 1,527,565	\$ 1,505,529	\$ 200,274
LIABILITIES				
Due to other governments and individuals	\$ 178,238	\$ 1,527,565	\$ 1,505,529	\$ 200,274
TOTAL LIABILITIES	\$ 178,238	\$ 1,527,565	\$ 1,505,529	\$ 200,274

FLOYD COUNTY, GEORGIA
Combining Statement of Changes in Assets and Liabilities
Agency Funds (Continued)
For the Year Ended December 31, 2010

CLERK OF SUPERIOR COURT	Balance January 1, 2010	Additions	Deductions	Balance December 31, 2010
ASSETS				
Cash	\$ 997,898	\$ 4,874,081	\$ 4,843,825	\$ 1,028,154
TOTAL ASSETS	\$ 997,898	\$ 4,874,081	\$ 4,843,825	\$ 1,028,154
LIABILITIES				
Due to other governments and individuals	\$ 997,898	\$ 4,874,081	\$ 4,843,825	\$ 1,028,154
TOTAL LIABILITIES	\$ 997,898	\$ 4,874,081	\$ 4,843,825	\$ 1,028,154
MAGISTRATE COURT	Balance January 1, 2010	Additions	Deductions	Balance December 31, 2010
ASSETS				
Cash	\$ 48,901	\$ 936,019	\$ 940,124	\$ 44,796
TOTAL ASSETS	\$ 48,901	\$ 936,019	\$ 940,124	\$ 44,796
LIABILITIES				
Due to other governments and individuals	\$ 48,901	\$ 936,019	\$ 940,124	\$ 44,796
TOTAL LIABILITIES	\$ 48,901	\$ 936,019	\$ 940,124	\$ 44,796
JUVENILE COURT	Balance January 1, 2010	Additions	Deductions	Balance December 31, 2010
ASSETS				
Cash	\$ 866	\$ 45,522	\$ 44,778	\$ 1,610
TOTAL ASSETS	\$ 866	\$ 45,522	\$ 44,778	\$ 1,610
LIABILITIES				
Due to other governments and individuals	\$ 866	\$ 45,522	\$ 44,778	\$ 1,610
TOTAL LIABILITIES	\$ 866	\$ 45,522	\$ 44,778	\$ 1,610

FLOYD COUNTY, GEORGIA
Combining Statement of Changes in Assets and Liabilities
Agency Funds (Continued)
For the Year Ended December 31, 2010

<u>PROBATE COURT</u>	Balance January 1, 2010	Additions	Deductions	Balance December 31, 2010
ASSETS				
Cash	\$ 37,023	\$ 1,081,753	\$ 1,056,714	\$ 62,062
TOTAL ASSETS	\$ 37,023	\$ 1,081,753	\$ 1,056,714	\$ 62,062
LIABILITIES				
Due to other governments and individuals	\$ 37,023	\$ 1,081,753	\$ 1,056,714	\$ 62,062
TOTAL LIABILITIES	\$ 37,023	\$ 1,081,753	\$ 1,056,714	\$ 62,062
<u>TOTAL</u>	Balance January 1, 2010	Additions	Deductions	Balance December 31, 2010
ASSETS				
Cash	\$ 3,662,575	\$ 208,027,098	\$ 207,582,829	\$ 4,106,844
Taxes receivable	60,689	-	36,380	24,309
TOTAL ASSETS	\$ 3,723,264	\$ 208,027,098	\$ 207,619,209	\$ 4,131,153
LIABILITIES				
Due to other governments and individuals	\$ 3,723,264	\$ 209,551,046	\$ 209,124,738	\$ 4,149,572
TOTAL LIABILITIES	\$ 3,723,264	\$ 209,551,046	\$ 209,124,738	\$ 4,149,572

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, 2010

PROJECTS	ORIGINAL ESTIMATED COST	REVISED ESTIMATED COST	PRIOR YEARS	CURRENT YEAR	TOTAL	ESTIMATED PERCENTAGE OF COMPLETION
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	-	2,463,670	75%
Law Enforcement Center	10,760,000	10,850,000	10,832,221	-	10,832,221	100%
Debt Service	24,500,000	24,500,000	24,341,712	-	24,341,712	
General and Administrative	494,000	160,630	90,840	-	90,840	
TOTAL 1996	58,052,378	59,113,800	58,167,880	-	58,167,880	
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	8,610,490	153,875	8,764,365	100%
4th Ave & New Courthouses	2,000,000	2,670,000	2,678,066	(7,804)	2,670,262	100%
Burnett Ferry Road ROW	300,000	533,000	-	-	-	0%
Old Dalton Road ROW	350,000	750,000	746,650	1,850	748,500	99%
Chulio Road ROW	300,000	955,000	952,547	1,662	954,209	95%
Resurfacing Projects	190,000	680,000	679,099	-	679,099	95%
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	95,000	94,376	-	94,376	100%
Parks Hoke Park	70,000	59,000	58,948	-	58,948	100%
Cave Spring Park	30,000	32,000	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	-	-	-	
TOTAL 2003	36,550,000	41,268,590	40,383,117	149,583	40,532,700	
2006:						
North Floyd Park	3,000,000	3,000,000	2,398,290	519,870	2,918,160	97%
Shannon Park	927,000	1,300,000	1,158,399	58,369	1,216,768	100%
Wolfe Park Improvements	200,000	260,000	278,425	48,409	326,834	126%
Practice Fields Renovations	850,000	755,570	731,141	19,641	750,782	99%
Tennis Courts	600,000	610,000	115,281	-	115,281	19%
North Rome Swim Center Renovations	530,000	512,620	512,620	-	512,620	100%
Town Green	1,690,000	1,690,000	1,636,701	48,116	1,684,817	100%
Historic Courthouse Parking Deck	1,540,000	610,000	581,861	1,568	583,429	100%
Work Release Center	1,750,000	3,000,000	2,885,854	113,938	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	1,600,000	43,650	1,519,498	1,563,148	98%
City Hall/Carnegie Building Renovations	1,500,000	1,500,000	893,672	94,826	988,498	66%
Wastewater Treatment Plant Upgrade	5,200,000	5,200,000	4,675,021	225,700	4,900,721	94%
River Education Building	834,825	875,000	653,716	219,736	873,452	100%
General and Administrative Expenses	50,000	50,000	24,063	4,384	28,447	57%
US 411 Right of Way	3,300,000	2,400,000	2,257,490	585	2,258,075	94%
Armuchee Connector Road	12,000,000	12,000,000	2,590,231	1,449,779	4,040,010	34%
Huffaker Road Right of Way	1,250,000	1,000,000	970,163	5,765	975,928	98%
Heritage Park / Levee Gate	1,955,000	1,982,000	652,130	1,329,480	1,981,610	100%
T McCall / N5th Ave Intersection	550,000	508,000	506,352	1,067	507,419	100%
Rome High / Middle School Access Road	2,900,000	2,900,000	237,699	1,051,588	1,289,287	44%
Shorter Ave. / Redmond Circle Intersection	1,470,000	1,470,000	282,013	119,174	401,187	27%
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, 2010*

PROJECTS	ORIGINAL ESTIMATED COST	REVISED ESTIMATED COST	PRIOR YEARS	CURRENT YEAR	TOTAL	ESTIMATED PERCENTAGE OF COMPLETION
S Broad Sidewalk / Corridor Improvements	2,000,000	2,000,000	185,398	726,176	911,574	46%
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	1,199,825	(181,907)	1,017,918	85%
Debt Service	22,063,000	22,062,535	8,155,485	6,953,050	15,108,535	3%
TOTAL 2006	75,049,825	74,802,160	37,942,083	14,328,812	52,270,895	
2009:						
Economic Development	5,983,500	5,983,500	1,423,405	509,482	1,932,887	32%
Communications System	26,696,250	26,696,250	-	168,496	168,496	1%
Barron Stadium	3,369,000	3,369,000	91,920	1,785,416	1,877,336	56%
Northwest Georgia RDC	1,899,630	1,899,630	-	97,751	97,751	5%
Renovations/Construction Fire and Emergency Management Operations Center	4,000,000	4,000,000	-	33,599	33,599	1%
Cave Spring Water	350,000	350,000	-	350,000	350,000	100%
Debt Service	22,000,000	22,000,000	-	829,532	829,532	4%
TOTAL 2009	64,298,380	64,298,380	1,515,325	3,774,276	5,289,601	
TOTAL 1996, 2003, 2006 and 2009	\$ 233,950,583	\$ 239,482,930	\$ 138,008,405	\$ 18,252,671	\$ 156,261,076	

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

1996 SPLOST Fund	\$ -
2003 SPLOST Fund	149,583
2006 SPLOST Fund	14,328,812
2009 SPLOST Fund	3,774,276
	<u>\$ 18,252,671</u>

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, 2010

	Development Authority of Floyd County	Rome-Floyd Parks and Recreation Authority
ASSETS		
Cash and cash equivalents	\$ 733,533	\$ 698,009
Accounts receivable, net of allowance	5,442	5,299
Due from primary government	-	3,646
Inventory	-	2,186
Prepaid items	-	17,192
	<hr/>	<hr/>
Total assets	<u>\$ 738,975</u>	<u>\$ 726,332</u>
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	\$ 1,745	\$ 83,410
Accrued salaries and payroll taxes	-	28,172
Other accrued expenses	-	2,346
Due to other governments	305,772	98
Due to primary government	34,128	16,769
Deferred revenue	-	11,962
	<hr/>	<hr/>
Total liabilities	<u>341,645</u>	<u>142,757</u>
FUND BALANCE		
Unrestricted	<u>397,330</u>	<u>583,575</u>
	<hr/>	<hr/>
Total liabilities and fund balance	<u>\$ 738,975</u>	<u>\$ 726,332</u>

FLOYD COUNTY, GEORGIA
Statement of Revenues, Expenditures and Changes in Fund Balances
Component Units - Governmental Fund Types
For the Year Ended December 31, 2010

	Development Authority of Floyd County	Rome-Floyd Parks and Recreation Authority
REVENUES		
Charges for services	\$ 35,983	\$ 1,470,545
Investment income	701	4,962
Miscellaneous	750	10,008
Total revenues	<u>37,434</u>	<u>1,485,515</u>
EXPENDITURES		
Current:		
Culture and recreation	-	3,865,955
Housing and development	2,905,459	-
Debt Service:		
Principal	1,000,000	-
Interest and fiscal charges	192,766	-
Total expenditures	<u>4,098,225</u>	<u>3,865,955</u>
Deficiency of revenues over expenditures	(4,060,791)	(2,380,440)
OTHER FINANCING SOURCES		
Proceeds from issuance of debt	4,012,763	-
Payments from primary government	296,973	2,400,000
Total other financing sources	<u>4,309,736</u>	<u>2,400,000</u>
Net change in fund balance	248,945	19,560
FUND BALANCE - BEGINNING OF YEAR	<u>148,385</u>	<u>564,015</u>
FUND BALANCE - END OF YEAR	<u>\$ 397,330</u>	<u>\$ 583,575</u>

FLOYD COUNTY, GEORGIA
Statement of Cash Flows
Component Unit - Proprietary Fund Types
For the Year Ended December 31, 2010

	Component Unit
	Richard B. Russell Regional Airport
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 1,062,671
Cash payments to employees for services	(203,809)
Cash paid for operations	(723,785)
	135,077
NET CASH PROVIDED BY OPERATING ACTIVITIES	
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest earned	1,329
	1,329
NET CASH PROVIDED BY INVESTING ACTIVITIES	
NET INCREASE IN CASH AND CASH EQUIVALENTS	136,406
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	464,879
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 601,285

FLOYD COUNTY, GEORGIA
Statement of Cash Flows
Component Unit - Proprietary Fund Types (Continued)
For the Year Ended December 31, 2010

	Component Unit
	Richard B. Russell Regional Airport
RECONCILIATION OF OPERATING (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating (loss)	\$ (237,857)
Adjustments:	
Depreciation	329,495
(Increase) decrease in assets:	
Accounts receivable	(1,391)
Inventory held for resale	9,507
Prepaid expenses	(761)
Increase (decrease) in liabilities:	
Accounts payable	11,425
Accrued salaries and payroll taxes	388
Payroll withholdings payable	(70)
Unearned revenue	25,126
Compensated absences	(967)
Due to primary governments	182
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ 135,077
Non cash: Contributed by primary government	\$ 1,516,465

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 Eight Fiscal Years
(accrual basis of accounting)

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
Governmental Activities								
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
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
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
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
Business-type activities								
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
Restricted	2,302,427	1,137,943	733,940	1,935,910	3,739,425	2,419,335	3,326,733	5,996,051
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
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
Primary government								
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
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
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
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

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 Eight Fiscal Years
(accrual basis of accounting)

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

(1) - New SPLOST sales tax issued.

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

Floyd County, Georgia
Changes in Net Assets
Last Eight Fiscal Years

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
Net (Expense)/Revenue								
Governmental activities	\$(42,644,959)	\$(47,258,104)	\$(51,631,855)	\$(43,095,199)	\$(49,634,956)	\$(58,915,221)	\$(57,838,146)	\$(60,723,462)
Business-type activities	92,839	1,015,800	(115,624)	497,160	903,516	400,296	575,569	484,567
Total primary government net expense	<u>\$(42,552,120)</u>	<u>\$(46,242,304)</u>	<u>\$(51,747,479)</u>	<u>\$(42,598,039)</u>	<u>\$(48,731,440)</u>	<u>\$(58,514,925)</u>	<u>\$(57,262,577)</u>	<u>\$(60,238,895)</u>
General Revenues and Other Changes in Net Assets								
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
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
Hotel/motel tax	43,228	-	-	-	-	-	-	80,419
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
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
Interest earned	253,200	260,193	873,287	1,405,059	1,979,634	1,566,603	264,922	161,033
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
Transfers	(532,021)	(365,776)	(405,512)	(321,008)	(258,500)	(239,000)	(307,500)	(438,500)
Total governmental activities	<u>46,638,077</u>	<u>51,816,492</u>	<u>51,517,510</u>	<u>41,416,832</u>	<u>54,792,701</u>	<u>59,713,177</u>	<u>55,816,899</u>	<u>56,958,613</u>
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
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
Total business-type activities	<u>714,903</u>	<u>1,021,355</u>	<u>580,584</u>	<u>582,731</u>	<u>538,898</u>	<u>354,187</u>	<u>358,482</u>	<u>472,321</u>
Total primary government	<u>\$ 47,352,980</u>	<u>\$ 52,837,847</u>	<u>\$ 52,098,094</u>	<u>\$ 41,999,563</u>	<u>\$ 55,331,599</u>	<u>\$ 60,067,364</u>	<u>\$ 56,175,381</u>	<u>\$ 57,430,934</u>
Change in Net Assets								
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)
Business-type activities	70,179	394,512	426,623	1,079,891	1,442,414	754,483	934,051	956,888
Total primary government	<u>\$ (4,769,044)</u>	<u>\$ 7,105,356</u>	<u>\$ 3,830,727</u>	<u>\$ (598,476)</u>	<u>\$ 6,600,159</u>	<u>\$ 1,552,439</u>	<u>\$ (584,811)</u>	<u>\$ (2,807,961)</u>

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

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

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Fund										
Reserved	\$ 1,412,761	\$ 1,660,942	\$ 291,511	\$ 705,888	\$ 666,197	\$ 1,159,672	\$ 1,220,539	\$ 1,200,064	\$ 1,472,670	\$ 1,713,493
Unreserved	21,168,433	16,054,545	17,205,499	16,999,727	16,939,083	15,546,970	14,905,767	14,624,172	14,020,081	12,192,664
Total General Fund	\$ 22,581,194	\$ 17,715,487	\$ 17,497,010	\$ 17,705,615	\$ 17,605,280	\$ 16,706,642	\$ 16,126,306	\$ 15,824,236	\$ 15,492,751	\$ 13,906,157
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	336,605	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	1,153,075	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
Total all other governmental funds	\$ 1,489,680	\$ 7,689,591	\$ 17,405,100	\$ 21,188,140	\$ 23,260,483	\$ 12,067,224	\$ 37,646,832	\$ 42,647,007	\$ 32,906,416	\$ 51,713,785

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

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Revenues										
Taxes	\$ 34,543,562	\$ 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
Licenses and permits	135,313	178,216	213,113	244,122	243,413	239,765	220,113	210,657	193,847	192,211
Intergovernmental	4,315,035	6,251,569	4,336,629	3,497,234	4,795,250	4,263,040	5,894,656	5,028,171	6,103,516	6,494,194
Charges for service	6,023,294	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
Fines and forfeitures	1,354,258	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
Interest Income	889,633	381,935	253,200	260,193	873,287	1,405,059	1,979,634	1,569,716	264,922	161,033
Other Revenues	641,276	1,559,503	1,635,906	1,196,378	773,154	805,784	556,346	885,637	625,094	830,383
Total Revenues	47,902,371	59,980,486	60,039,364	64,098,226	63,854,121	54,421,025	69,522,403	73,456,738	69,995,665	70,693,908
Expenditures										
General government	5,761,026	5,901,481	5,940,960	7,161,158	14,559,932	6,682,873	6,855,398	7,513,887	6,863,905	7,632,358
Judicial	4,399,631	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
Public safety	19,702,761	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
Public works	6,561,699	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
Health and welfare	1,340,445	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
Culture and recreation	1,425,523	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
Housing and development	2,132,892	747,439	598,839	582,101	609,578	677,927	611,837	625,377	795,917	596,810
Capital outlay (1)	2,625,750	13,476,977	11,983,147	12,178,082	1,692,082	9,223,452	11,364,647	18,004,751	21,592,600	5,741,683
Debt service										
Interest	116,322	130,517	122,523	231,435	207,825	195,589	362,084	86,088	993,902	1,566,300
Principal	851,426	775,694	1,752,722	-	4,465,000	5,134,351	-	1,064,237	6,288,974	6,677,519
Bond issuance cost	-	-	168,458	-	-	-	280,259	-	-	190,880
Intergovernmental	-	2,011,707	2,100,000	-	-	-	-	-	-	7,974,466
Total Expenditures	44,917,475	58,757,201	59,481,504	59,465,694	64,574,133	65,495,837	63,614,449	72,800,787	79,018,515	74,369,518
Excess (Deficiency) of Revenues over (under) Expenditures	2,984,896	1,223,285	557,860	4,632,532	(720,012)	(11,074,812)	5,907,954	655,951	(9,022,850)	(3,675,610)
Other Financing Sources (Uses)										
Transfers in	662,647	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
Transfers out	(3,574,987)	(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)
Bonds issued	-	-	9,500,000	-	-	-	19,490,000	-	-	20,000,000
Premium on bonds issued	-	-	195,289	-	-	-	509,719	-	-	1,638,591
Capital leases	508,562	870,524	-	474,494	-	-	-	5,220,000	-	-
Sale of capital assets	60,004	70,308	390,905	55,667	635,920	53,923	233,840	18,878	48,866	27,928
Total Other Financing Sources (Uses)	(2,343,774)	110,919	8,939,172	(599,115)	230,408	(1,017,085)	19,091,318	4,042,154	(1,049,226)	20,896,385
Net Change in Fund Balances	\$ 641,122	\$ 1,334,204	\$ 9,497,032	\$ 4,033,417	\$ (489,604)	\$ (12,091,897)	\$ 24,999,272	\$ 4,698,105	\$ (10,072,076)	\$ 17,220,775
Debt service as a percentage of noncapital expenditures	2%	2%	4%	0%	7%	9%	1%	2%	13%	12%

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

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

Fiscal Year	Property Tax	Motor Vehicles & Mobile Homes Tax	Local Option Sales Tax	Special Purpose Local Option Sales Tax	Alcoholic Beverage Excise Tax	Insurance Premium Tax	Other Taxes	Total Taxes
2001	\$ 21,828,085	\$ 2,346,607	\$ 7,600,894	\$ 62,315	\$ 408,761	\$ 1,758,023	\$ 538,877	\$ 34,543,562
2002	20,736,761	2,468,390	7,445,752	9,806,814	438,256	1,941,196	762,833	43,600,002
2003	22,861,929	2,164,972	7,567,755	10,050,182	427,431	2,081,830	476,265	45,630,364
2004	22,526,061	2,479,101	8,365,138	14,553,965	416,172	2,252,580	732,493	51,325,510
2005	23,065,689	2,248,811	8,784,639	12,276,632	387,245	2,405,479	600,097	49,768,592
2006	22,666,519	2,256,997	9,438,666	531,841	407,675	2,520,870	2,486,717	40,309,285
2007	24,615,573	2,368,191	9,174,569	11,692,583	419,903	2,650,727	1,752,333	52,673,879
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

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

Fiscal Year	Real Property	Personal Property	Public Utilities Property	Motor Vehicles/ Mobile Homes	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2001	\$ 1,113,687,320	\$775,522,719	\$352,476,010	\$ 226,150,324	\$ (182,822,015)	\$ 2,285,014,358	10.943	\$ 5,712,535,895	40%
2002	1,158,009,579	735,018,318	322,943,204	229,612,703	(179,176,570)	2,266,407,234	10.948	5,666,018,085	40%
2003	1,245,458,049	748,577,822	361,957,736	231,621,029	(228,299,467)	2,359,315,169	10.900	5,898,287,923	40%
2004	1,308,119,461	789,794,181	351,960,365	232,778,612	(257,164,528)	2,425,488,091	10.845	6,063,720,228	40%
2005	1,415,641,457	825,837,504	360,948,132	229,901,998	(307,683,654)	2,524,645,437	10.515	6,311,613,593	40%
2006	1,527,786,515	892,672,506	366,680,707	217,392,090	(354,409,346)	2,650,122,472	10.433	6,625,306,180	40%
2007	1,627,963,997	896,817,726	359,420,546	236,085,298	(375,895,657)	2,744,391,910	10.433	6,860,979,775	40%
2008	1,683,443,319	927,222,249	356,328,234	242,542,113	(380,845,097)	2,828,690,818	11.100	7,071,727,045	40%
2009	1,686,243,109	944,313,229	366,844,906	248,815,870	(372,361,145)	2,873,855,969	11.100	7,184,639,923	40%
2010	1,678,713,801	894,954,563	366,841,362	220,011,639	(334,256,797)	2,826,264,568	11.100	7,065,661,420	40%

Source: Tax Digest

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

City of Rome							
Fiscal Year	County		General Fund	Debt Service Fund	City	State	Total
	General Fund	Special Revenue Funds					
2001	8.510	-	-	-	23.330	0.25	32.090
2002	7.850	-	-	-	23.980	0.25	32.080
2003	8.200	-	-	-	24.600	0.25	33.050
2004	8.200	-	-	-	24.700	0.25	33.150
2005	7.968	-	-	-	24.580	0.25	32.798
2006	7.968	-	-	-	24.450	0.25	32.668
2007	8.100	-	-	-	24.430	0.25	32.780
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

City of Cave Spring							
Fiscal Year	County		County School District		City	State	Total
	General Fund	Special Revenue Funds	General Fund	Debt Service Fund			
2001	8.510	-	15.707	-	-	0.25	24.467
2002	7.850	-	17.691	-	-	0.25	25.791
2003	8.200	-	17.691	-	-	0.25	26.141
2004	8.200	-	17.691	-	-	0.25	26.141
2005	7.968	-	18.996	-	-	0.25	27.214
2006	7.968	-	18.996	-	-	0.25	27.214
2007	8.100	-	18.676	-	-	0.25	27.026
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

Floyd County (Unincorporated)							
Fiscal Year	County		County School District		City	State	Total
	General Fund	Special Revenue Funds	General Fund	Debt Service Fund			
2001	8.510	2.430	15.707	-	-	0.25	26.897
2002	7.850	3.050	17.691	-	-	0.25	28.841
2003	8.200	2.700	17.691	-	-	0.25	28.841
2004	8.200	2.645	17.691	-	-	0.25	28.786
2005	7.968	2.547	18.996	-	-	0.25	29.761
2006	7.968	2.465	18.996	-	-	0.25	29.679
2007	8.100	2.333	18.676	-	-	0.25	29.359
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

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

	2010			2001		
	Assessed Value	Rank	% of Total Assessed Value	Assessed Value	Rank	% of Total Assessed Value
Georgia Power	\$ 174,146,683	1	6.69%	\$ 137,099,314	2	6.13%
Oglethorpe Power	115,792,499	2	4.45%	142,544,862	1	6.37%
Crown Pine Timber (Temple Inland)	71,533,623	3	2.75%	102,177,199	3	4.57%
Ball Container LLC (Metal Container)	30,128,978	4	1.16%			
Redmond Regional Medical Center	29,497,917	5	1.13%	24,848,308	5	1.11%
Larry C. Martin	20,827,044	6	0.80%			
Berry Schools	17,105,208	7	0.66%			
Southeastern Mills	17,009,144	7	0.65%			
Norfolk Southern Corp	16,591,837	9	0.64%			
Bekaert Steel Wire Corporation	16,261,342	10	0.62%	30,155,106	4	1.35%
BellSouth Telecom/AT&T GA				18,556,029	6	0.83%
Image Industries				17,904,525	7	0.80%
Aladdin Manufacturing				17,529,204	8	0.78%
Kellogg USA, Inc				15,209,075	9	0.68%
Marglen Industries, Inc				14,595,537	10	0.65%
	<u>\$ 508,894,275</u>		<u>19.54%</u>	<u>\$ 520,619,159</u>		<u>23.27%</u>

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

Fiscal Year Ended Dec-31	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2001	\$ 20,571,669	\$ 18,071,064	87.84%	\$ 1,672,022	\$ 19,743,086	95.97%
2002	20,185,474	17,104,301	84.74%	1,437,410	18,541,711	91.86%
2003	20,463,584	17,835,932	87.16%	1,687,432	19,523,364	95.41%
2004	22,301,790	19,941,225	89.42%	1,330,208	21,271,433	95.38%
2005	23,012,274	18,386,339	79.90%	2,877,529	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%	-	17,487,274	69.66%
2010	26,507,963	17,434,121	65.77%	-	17,434,121	65.77%

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

Fiscal Year	Governmental Activities		Business-Type Activities		Total Primary Government	Percentage of Personal Income ¹	Per Capita ¹
	G.O. Bonds	COPS/ Capital Leases	Revenue Bonds	Notes Payable			
2001	\$ -	\$ 2,935,910	\$ 14,705,000	\$ -	\$ 17,640,910	0.76%	\$ 193
2002	-	2,817,616	13,820,000	-	16,637,616	0.69%	180
2003	9,500,000	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	1,232,116	5,451,193	1,085,431	34,568,740	0.33%	359

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

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

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

Fiscal Year	G.O. Bonds	Total Primary Government	Percentage of Actual Value of Property	Per Capita¹	Population	Actual Property Value
2001	\$ -	\$ -	0.00%	\$ 193	91,183	\$ 5,712,535,895
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	7,065,661,420

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

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

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

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt limit	\$ 246,783,637	\$ 244,558,380	\$ 258,761,464	\$ 268,265,262	\$ 283,232,909	\$ 300,453,182	\$ 312,028,757	\$ 320,953,592	\$ 324,621,711	\$ 316,052,137
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
Legal debt margin	\$246,783,637	\$244,558,380	\$249,261,464	\$258,765,262	\$278,197,909	\$300,453,182	\$292,538,757	\$301,463,592	\$291,331,711	\$289,252,137
Total net debt applicable to the limit as a % of debt limit	0.00%	0.00%	3.67%	3.54%	1.78%	0.00%	6.25%	6.07%	10.26%	8.48%

Legal Debt Margin Calculation for Fiscal Year 2010

Assessed value	\$2,873,855,969	\$2,826,264,568
Add back exempt real property	372,361,145	334,256,797
Total assessed value	3,246,217,114	3,160,521,365
Debt limit (10% of total assessed value)	324,621,711	316,052,137
Debt applicable to limit:		
General obligation bonds	33,290,000	26,800,000
Less: Amount set aside for repayment of general obligation debt	-	-
Total net debt applicable to limit	33,290,000	26,800,000
Legal debt margin	\$ 291,331,711	\$ 289,252,137

FLOYD COUNTY, GEORGIA
Computation of Direct and Overlapping Bonded Debt
General Obligation Bonds
December 31, 2010

<u>Jurisdiction</u>	<u>Net General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to Government</u>	<u>Amount Applicable to Government</u>
Direct:			
General Obligation Bonds of Floyd County	\$ 26,800,000	100%	\$ 26,800,000
Capital leases	1,232,116	100%	1,232,116
Intergovernmental Contracts	<u>112,700,000</u>	100%	<u>112,700,000</u>
Total Direct Debt	<u>140,732,116</u>		<u>140,732,116</u>
Overlapping:			
Floyd County School District:			
General Obligation Bonds	27,000,000	100%	27,000,000
Capital Leases	5,593,792	100%	5,593,792
City of Rome:			
Capital Leases	4,527,000	37%	1,674,990
Intergovernmental Contracts	3,845,000	37%	1,422,650
Rome School District:			
General Obligation Bonds	2,000,000	37%	740,000
Capital Leases	343,999	37%	127,280
City of Cave Spring:			
Capital Leases	39,371	1%	394
Total Overlapping Debt	<u>43,349,162</u>		<u>36,559,106</u>
Total Direct and Overlapping Debt			<u><u>\$ 177,291,222</u></u>

FLOYD COUNTY, GEORGIA

Pledged Revenue Coverage

Water System Bonds

Last Ten Fiscal Years

Water Revenue Bonds							
Fiscal Year	Operating Revenue	(1) Direct Operating Expenses	Net Revenue Available For Debt Service	Debt Service Requirements			Times Coverage
				Principal	Interest	Total	
2001	\$ 4,719,676	\$ 2,470,103	\$ 2,249,573	\$ 845,000	\$ 729,185	\$ 1,574,185	1.43
2002	5,069,342	2,815,153	2,254,189	885,000	694,550	1,579,550	1.43
2003	5,262,744	2,923,141	2,339,603	1,100,000	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

NOTE: (1) Direct operating expenses excludes depreciation

Floyd County, Georgia
Top Ten Water Customers
For Fiscal Year 2010

	Gallons Used	% of Total Gallons	Amount	% of Total Billed
Floyd County Board of Education	68,585,000	4.8%	\$ 413,274	5.9%
Marglen Industries	51,946,000	3.6%	403,588	5.8%
General Shale Brick #40	39,359,000	2.7%	300,887	4.3%
Temple-Inland Rome Linerboard Mill	20,574,000	1.4%	242,394	3.5%
Stonebridge Golf Course	17,517,000	1.2%	148,291	2.1%
Ball Container LLC	17,000,000	1.2%	136,108	2.0%
Swan Lake Mobile Homes	9,649,000	0.7%	114,772	1.6%
Pirelli Tire North America	6,214,000	0.4%	95,717	1.4%
F & P Georgia Manufacturing	5,858,000	0.4%	79,533	1.1%
Georgia Highlands College	5,488,000	0.4%	76,899	1.1%
	<u>242,190,000</u>	<u>16.8%</u>	<u>\$ 2,011,463</u>	<u>28.9%</u>

Floyd County, Georgia
Water Customers
Last Ten Fiscal Years

Fiscal Year	Number of Customers	Number Increase	% Increase
2001	14,953	165	1.1%
2002	15,126	173	1.2%
2003	15,252	126	0.8%
2004	15,489	237	1.6%
2005	15,635	146	0.9%
2006	15,894	259	1.7%
2007	15,920	26	0.2%
2008	15,940	20	0.1%
2009	15,848	(92)	(0.6%)
2010	15,840	(8)	(0.1%)

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

Meter Size	Meter Charge								Base Charge							Deposit										
	12/31/03	3/1/04	3/1/05	3/1/06	7/1/07	4/1/08	1/1/09	1/1/10	12/31/03	3/1/04	3/1/05	3/1/06	7/1/07	4/1/08	1/1/09	1/1/10	12/31/03	3/1/04	3/1/05	3/1/06	7/1/07	4/1/08	1/1/09	1/1/10		
5/8 inch	\$ 900	\$ 900	\$ 900	\$ 900	\$ 1,200	\$ 1,200	\$ 1,600	\$ 1,600	\$ 9.71	\$ 10.20	\$ 10.71	\$ 11.03	\$ 11.03	\$ 11.36	\$ 14.00	\$ 14.00	\$ 75	\$ 75	\$ 75	\$ 75	\$ 75	\$ 100	\$ 100	\$ 100	\$ 100	
1 inch	1,100	1,100	1,100	1,100	1,400	1,400	1,800	1,800	12.55	13.18	13.84	14.26	14.26	14.69	18.06	18.06	100	100	100	100	100	100	100	100	100	
1 1/2 inch	Actual Installation Cost								22.66	23.79	24.98	25.73	25.73	26.50	32.59	32.59	170	170	170	170	170	170	170	170	170	
2 inch	Actual Installation Cost								36.73	38.57	40.50	41.72	41.72	42.97	52.85	52.85	275	275	275	275	275	275	275	275	275	
3 inch	Actual Installation Cost								66.58	69.91	73.41	75.61	75.61	77.88	95.79	95.79	550	550	550	550	550	550	550	550	550	
4 inch	Actual Installation Cost								110.26	115.77	121.56	125.21	125.21	128.97	158.63	158.63	825	825	825	825	825	825	825	825	825	
6 inch	Actual Installation Cost								213.53	224.21	235.42	242.48	242.48	249.75	307.19	307.19	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	
8 inch	Actual Installation Cost								380.43	399.45	419.42	432.00	432.00	444.96	547.30	547.30	1,275	1,275	1,175	1,175	1,175	1,175	1,175	1,175	1,175	1,175
10 inch	Actual Installation Cost								547.41	574.78	603.52	621.63	621.63	640.28	787.53	787.53	1,550	1,550	1,350	1,350	1,350	1,350	1,350	1,350	1,350	1,350

Rates	Rates							Rate Structure changed to promote water conservatio				Rates	
	12/31/03	3/1/04	3/1/05	3/1/06	7/1/07	4/1/08	Effective 1/1/2009	Effective 7/1/2009	Effective 7/1/2009	Effective 01/01/10			
0 - 2,999 gallons	\$ 3.65	\$ 3.83	\$ 4.02	\$ 4.14	\$ 4.14	\$ 4.26	5/8" & 3/4"	5/8" & 3/4"	5/8" & 3/4"	5/8" & 3/4"			
3,000 - 25,999 gallons	2.98	3.13	3.29	3.39	3.39	3.49	\$4.26	0 - 2,999 gallons	\$4.26	0 - 2,999 gallons	\$4.26		
26,000 - 100,000 gallons	2.35	2.47	2.59	2.67	2.67	3.00	3.49	3,000 - 25,999 gallons	3.55	3,000 gallons and above	3.55		
over 100,000 gallons	2.16	2.27	2.38	2.45	2.45	3.00	3.00	26,000 gallons and above	3.00				
							1" and Above	1" and Above	1" & 1 1/2"	1" & 1 1/2"			
							\$4.26	0 - 2,999 gallons	\$3.55	flat per 1,000 gallons	\$3.55		
							3.49	3,000 - 25,999 gallons					
							2.75	26,000 - 99,000 gallons					
							2.52	100,000 gallons and above	\$2.95	flat per 1,000 gallons	\$2.95		

Penalty and Enforcement Practice

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 day past due. A reconnection fee of \$50.00 is charged to resume service.

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

Fiscal Year	Population¹	Personal Income (in thousands)²	Per Capita Personal Income²	Median Age¹	School Enrollment³	Unemployment Rate⁴
2001	91,183	\$ 2,312,326	\$ 25,364	(1)	10,311	4.30%
2002	92,606	2,408,043	26,001	(1)	10,189	4.70%
2003	93,368	2,496,381	26,710	(1)	9,846	4.30%
2004	94,009	2,635,174	28,074	34	10,105	4.41%
2005	94,198	2,685,536	28,521	36	10,302	5.30%
2006	95,322	2,811,104	29,599	36	10,321	4.30%
2007	95,618	2,958,949	31,109	36	10,275	4.60%
2008	95,980	3,087,159	32,260	37	10,125	8.00%
2009	96,250	3,064,620	31,840	36	10,066	10.90%
2010	96,317	3,055,957 *	31,750 *	38	10,059	11.00%

Data sources

(1) Information not readily available

¹US Bureau of Census

²US Department of Commerce, Bureau of Economic Analysis

³Floyd County Board of Education

⁴Georgia Department of Labor

* Estimates

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

Employer	2010			2001**		
	Employees	Rank	% of Total County Employment	Employees	Rank	% of Total County Employment
Floyd Medical Center	2,324	1	5.3%			
Floyd County Schools	1,600	2	3.6%			
Redmond Regional Medical Center	1,200	3	2.7%			
Harbin Clinic	1,134	4	2.6%			
Mohawk Industries	1,174	5	2.7%			
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%			
Total	10,674		22.0%	-		0.00%

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									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General government:	219	222	185	190	194	174	167	164	172	172
Public Safety:										
Police & Sheriff										
Officers	192	199	189	200	204	197	210	206	214	214
Civilians	53	53	51	59	59	58	58	53	58	58
Corrections	40	54	54	55	55	54	53	55	66	68
Water	33	36	35	35	35	35	38	38	39	39
Engineering	4	4	4	3	3	3	3	4	4	4
Maintenance	90	85	83	93	85	80	80	78	78	78
Airport	4	5	4	4	4	4	4	4	4	4
Total	635	658	605	639	639	605	613	602	635	637

Sources: Human Resources Department and Finance Department.

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

Function	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Police										
Citations	4,594	4,287	7,572	7,267	6,090	11,406	13,078	8,791	8,123	7,515
Parking violations	1	1	-	5	9	6	-	-	-	-
Fire										
Calls answered	4,475	4,422	4,236	4,651	4,394	4,705	4,791	4,294	4,275	4,310
Emergency medical calls	921	1,239	1,180	1,285	1,255	1,506	1,380	1,242	1,318	1,253
Inspections	1,151	761	660	1,321	1,563	1,584	1,424	971	911	1,045
Highways and streets										
Street resurfacing (miles)	42	35	28	37	44	46	44	25	-	4

Sources: Various city and county departments.

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

Function	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Total vehicles	(1)	60	62	58	62	63	72	82	76	80
Patrol zones	5	5	5	5	5	5	5	5	5	5
Fire Stations	10	10	10	10	10	10	10	10	10	10
Public Works										
Streets (miles)	725	725	725	723	728	730	726	733	733	733
Culture and Recreation										
Number of parks	43	43	43	43	43	46	44	44	44	46
Park acreage	883	831	831	831	831	831	831	839	839	871
Playgrounds	28	28	27	27	27	27	28	28	28	28
Recreation centers	16	16	16	16	16	16	16	16	16	16
Baseball/softball diamonds	17	17	17	17	17	17	23	23	23	23
Soccer/football fields	12	12	13	13	13	13	15	13	10	10
Tennis courts	53	53	53	53	53	53	47	49	49	49

Sources: Various county and city departments.

(1) - Information not readily available.

FLOYD COUNTY, GEORGIA
Insurance in Force
For the Year Ended December 31, 2010

Property Coverage:	
Buildings, contents, EDP, and mobile equipment	\$ 179,349,037
Automobile Liability-All (General and Water System):	
Bodily injury per person per occurrence	500,000
Bodily injury aggregate per occurrence	700,000
Property damage per occurrence	50,000
Airport Liability:	
Products-Completed operations aggregate limit	3,000,000
Hangar keepers liability (per aircraft/ per occurrence)	500,000/ 1,000,000
Comprehensive General Liability:	
Per occurrence limit	1,000,000
Law Enforcement Liability:	
Per occurrence limit	1,000,000
Public officials Errors and Omissions Liability:	
Per wrongful act/ aggregate	1,000,000/ 2,000,000
Crime coverage:	
Blanket employee dishonesty and faithful performance (per employee)	50,000
Statutory bonds	As required/various limits

FLOYD COUNTY, GEORGIA
Miscellaneous Statistical Information

Floyd County was created by Legislative Act in 1832.

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

Area-Square Miles	513
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Building Permits:

Issued	67
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Estimated Cost	\$ 70,735,190
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Registered Voters	52,461
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