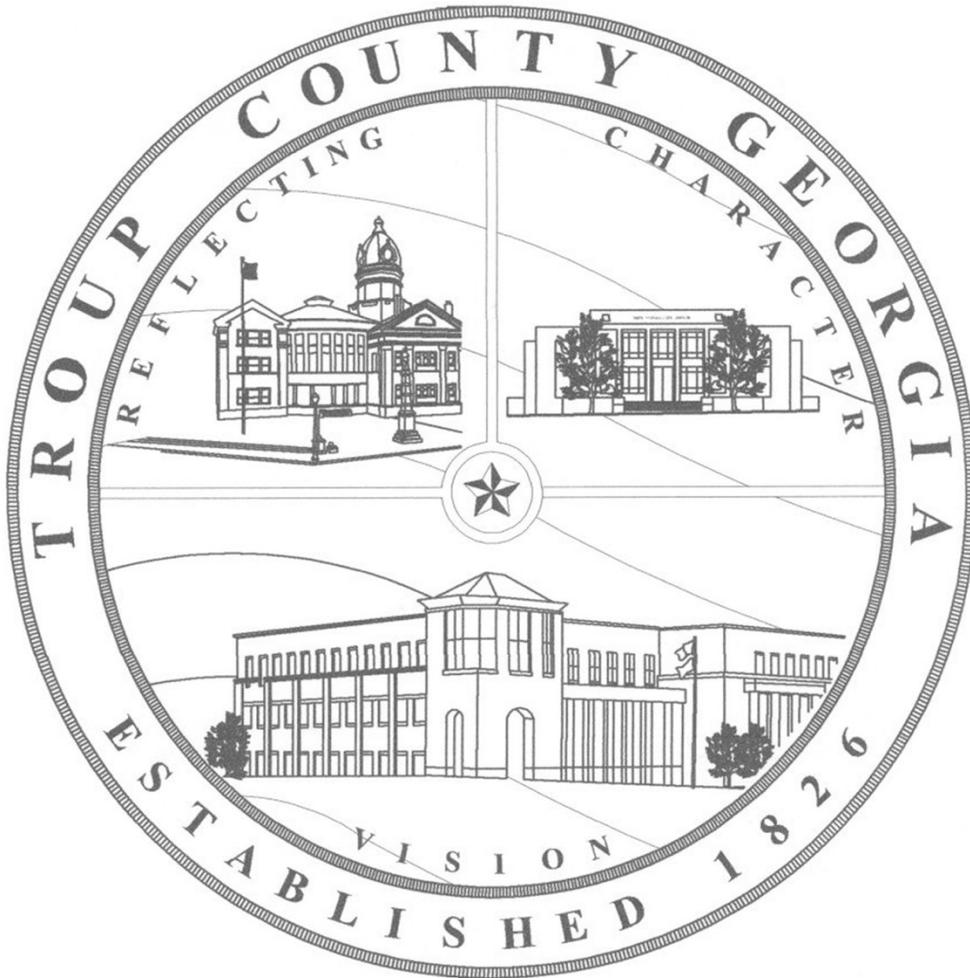


COMPREHENSIVE ANNUAL FINANCIAL REPORT



**FISCAL YEAR ENDED
JUNE 30, 2016**

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**Troup County, Georgia
Comprehensive Annual Financial Report
For the Fiscal Year Ended
June 30, 2016**

**Prepared by:
Office of Commissioners
Accounting Department**

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Troup County, Georgia
Comprehensive Financial Annual Report
Fiscal Year Ended June 30, 2016

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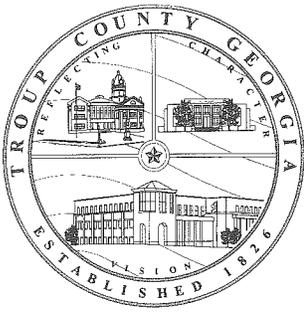
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INTRODUCTORY SECTION

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TROUP COUNTY BOARD OF COMMISSIONERS

PATRICK CREWS, CHAIRMAN, DISTRICT 1
BUCK DAVIS, DISTRICT 2
C.F. FOSTER III, DISTRICT 3
MORRIS JONES, DISTRICT 4
RICHARD ENGLISH, JR., DISTRICT 5

January 6, 2017

To the Honorable Chairman, Distinguished Members of the Board of Commissioners and
Citizens of Troup County, Georgia:

State of Georgia law requires that all general-purpose local governments publish within six months of the close of each fiscal year 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 present the comprehensive annual financial report (CAFR) of Troup County, Georgia for the fiscal year ended June 30, 2016.

This report consists of management's representations concerning the finances of Troup County, Georgia. 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 Troup County, Georgia 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 County's 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 has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects. We presented it in a manner for the reader to gain maximum understanding of the County's financial position and results of operations as measured by the financial activity within its various funds.

Troup County's financial statements have been audited by J. K. Boatwright & Co., P. C., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Troup County for the fiscal year ended June 30, 2016 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 Troup County's financial statements for the fiscal year ended June 30, 2016 are duly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of Troup 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 representation 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 presented in the Compliance Section of the CAFR.

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 MD&A and should be read in conjunction with it. Troup County's MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE GOVERNMENT

Troup County, Georgia was incorporated in 1826. It is located on the western border of the State adjacent to the State of Alabama. Troup County, Georgia occupies 414 square miles and serves a population of 69,782. Its location offers easy access to three major cities—Atlanta, Georgia; Columbus, Georgia; and Montgomery, Alabama via the transportation arteries of Interstate-85 and Interstate-185. Troup County also is serviced by various modes of transportation including air (LaGrange–Callaway Airport), rail, bus, and motor freight. Troup County's annual average unemployment rate for 2016 was 5.23%, down from the 2015 rate of 6.55%. The economic growth of Troup County has been steady and with the influx of new industry into this area, the outlook for the future is one of growth and expansion.

Geographically, Troup County is located on the western border Georgia's border shared with Alabama. It is bordered to the north by Heard and Coweta Counties, to the east by Meriwether County, to the south by Harris County and to the west by the Alabama Counties of Randolph and Chambers. Three growing, incorporated municipalities are located within Troup County: City of LaGrange (County seat); City of Hogansville; and City of West Point.

Troup County is empowered by state statute to levy property tax on both real and personal property located within its boundaries. It has operated under the Board of Commissioners / County Manager form of government since 1974. Policy-making and legislative authority are vested in the Board of Commissioners consisting of the Chairman and four Commissioners. The Board of Commissioners serve four-year staggered terms to avoid all members being replaced at the same time. The Chairman is elected at large; the four Commissioners are elected by district. The Board of Commissioners is responsible for passing ordinances, adopting the budget, establishing tax millage rates, appointing committees, and hiring the County Manager. The County Manager is responsible for carrying out the policies and ordinances of the Board of Commissioners, for overseeing the day-to-day operations of the government; and appointing the heads of the various county departments.

The County provides a full range of services. These services include law enforcement; fire protection; corrections; construction and maintenance of streets, highways, bridges and other associated infrastructure; E-911 emergency communications, voter registration and elections; tax assessment and collection; emergency management services; culture and recreation activities; and general administrative and support services. The County also provides planning and zoning; building permits and code enforcement; animal control; and solid waste disposal sites to the unincorporated areas of the County. Troup County also manages the LaGrange-Callaway Airport. In addition to the government activities included in this report, the County also includes the Troup County Department of Public Health (TCDPH) as a component unit. This entity meets the component unit criteria as set forth in GAAP. The Troup County Board of Education, Troup County Department of Family and Children Services, Troup County Development Authority, Troup County Family Connection Authority, and Troup County Public Facilities Authority do not meet established criteria for inclusion in the reporting entity and accordingly, are excluded from this report.

MAJOR INITIATIVES

Economic development initiatives continue to be dominated by the location of KMMG (Kia) North American assembly plant in West Point, Georgia. The manufacturer, Troup County Development Authority and West Point Development Authority finalized a second round of bonds totaling \$1.6 billion. KMMG's focus of this investment initiative replacement of tools and dyes to allow it to implement its market strategy of more frequent model updates. While the new round of payment-in-lieu-of taxes (PILOT) incentive included no guarantee of additional employees, leadership believes the bargain by both parties cements the auto manufacturer's commitment to the community and well positions the site for any future expansions.

The additional investment by Kia did incite additional investment by its suppliers in the region. The County's negotiating team, led by Former County Board of Commissioners Chair Richard Wolfe, sparked two new initiatives for the County.

While Kia and supplier presence has most certainly improved employment and helped the market avoid a more significant impact of the Great Recession, the County's unemployment rate continues to remain higher than both the State of Georgia and similar counties in Georgia, but progress has been made. Workforce development initiatives seem

to be making a substantial impact on area employment. One of the two initiative resulting from the additional Kia investment is the proposal for development of a college and career academy for high school students in Troup County. The KMMG agreement included a \$3,000,000 investment over five years by Kia to seed the development of the program providing gravitas to the initiative and providing a proven foundation for advocates to seek additional funding. The THINC College and Career Academy opened August of 2015.

The second benefit of the agreement is the policy of requiring PILOT investment recipients to help offset the County's cost of processing the very complex personal property tax returns.

Great Wolf Resorts, the world's largest operator of indoor water parks has begun construction of a waterpark and 400 plus room resort just off I-85. In addition the City of LaGrange plans to build a 25,000 square foot convention center that would be owned and operated by the City. The plans for the site includes retail development. Great Wolf plans to be open by Spring of 2018.

In December 2015 it was announced that Jindal Films Americas LLC, a global leader in the manufacturing of specialty films for packaging and labels, will relocate its US Research and Development Center and national headquarters to Troup County. They will expand their existing facility in LaGrange, creating 240 jobs and investing \$180 million in the community.

Governor Deal announced in September of 2016 that Sentury Tire will build a manufacturing facility in Troup County. Sentury Tire is the 5th largest tire manufacturer in China. The plant is a \$530,000 investment planned to open in Spring 2018. It will create 1,000 jobs and will produce 12,000,000 passenger and light truck tires annually. In addition Sentury is planning to incorporate a research and development center that will employ approximately 100 highly qualified technical personnel.

The Chamber of Commerce and economic development agencies continue to focus on retail recruitment to expand LaGrange's and Troup County's reach as a regional retail hub. Lacking retail services has been identified as an impediment to recruiting, especially professional and technical level jobs and employees. In addition to the affiliation with International Council of Shopping Centers (ICSC), the Chamber has engaged Retail Strategies consultants of Birmingham, Alabama to help develop recruitment strategies. Troup County approved a new tax allocation district (TAD) at the LaGrange Mall which will see an initial investment of over \$15,000,000 and tenant improvements of up to \$21,700,000. The investment will add 55,000 sq. ft. of retail space \$1,080,000 in new sales tax revenue and 420 new jobs.

With voters having approved redevelopment powers in Troup County and all three municipalities, developers and agencies have created two tax allocation districts (TADs) – the Gateway TAD and the Mill Creek TAD. Both of these redevelopment areas have significant retail components planned.

During the Recession, Troup County relied solely on SPLOST funds for capital projects and for maintaining and enhancing existing capital assets like road infrastructure, bridges, parks and recreation facilities. Most vehicle replacements and non-SPLOST capital projects have been deferred. SPLOST III ended during FY13, December 31, 2012. Planned at \$70 million, SPLOST III collected just 91.7% of the original goal. Management scaled back projects in later years in anticipation of the shortfall.

SPLOST IV continued special local option sales tax funding for voter approved County projects beginning January 1, 2013 (collections distributed to the County in February 2013). Days before the end of FY13, Troup County completed a revenue bond transaction with SunTrust for \$9.5 million to provide advance funding for the court technology project, various LaGrange and Hogansville parks and facilities projects, fire station improvements and equipment, court renovations, paving equipment and a new library in Hogansville. Bonds were issued at 85% of the inter-governmental agreement (IGA) budget as a conservative budgetary tool. Like SPLOST III, SPLOST IV also includes pay-as-you-go funding for roads and bridges. Through June 30, 2016, \$2,192,000 has been invested in Court Technology Software, \$3,303,603 in Roads and Bridges, \$5,034,015 in Parks and Recreation projects (not including Boyd Park) and

\$1,202,000 on Fire Station improvements and Public Safety equipment. Work is nearly complete on the Hogansville Library at an expected cost of \$3,190,000 of which SPLOST IV will have invested \$1,190,000 with the balance being state funded. The Library opened in December of 2016.

Sweetland Amphitheatre at Boyd Park using SPLOST IV funds is open. Total investment in the park was \$7,518,000 of which \$1,506,000 in SPLOST funds was complemented with a generous donation from Callaway Foundation, Inc. The theatre opened in the Spring of 2016 with an outstanding outdoor venue of star studded performances and community events. Sweetland at Boyd Park will be a landmark venue for decades to come.

Looking toward the future, the Board of Commissioners continued to support efforts for an East-West corridor from Macon-Bibb County in central Georgia to Troup County. The corridor has an advocacy group calling the project Georgia's Import/Export Highway in reference to the importance of the highway to Kia and other industries' access to the Georgia Atlantic ports. Leadership is also participating in discussions to promote LaGrange as a possible stop on a high-speed rail project route between Atlanta and Columbus, Georgia.

FINANCIAL POLICIES & PRACTICES

Budgeting Controls. The County maintains strict budgetary controls over its funds. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Commissioners. Activities of the general fund, special revenue and proprietary funds are included in the annual operations budget. Multi-year, project-oriented financial plans for major capital improvement programs are also adopted. The level of budgetary control (that is, the level at which expenditures should not exceed the appropriated amount) is established at the department level within fund. The county maintains an encumbrance accounting system for accomplishing budgetary control. Encumbered amounts lapse at year-end. However, encumbrances generally are re-appropriated as part of the subsequent year's budget.

As demonstrated by the statements and schedules included in the financial section of this report, Troup County continues to meet its responsibility for sound financial management. The General Fund unassigned fund balance has been managed very conservatively to maintain a June 30, 2016 balance of \$12,823,049 or 33% of the total annual operating budget. This unassigned fund balance continues to be dedicated to major capital projects as approved by the Board of Commissioners. For the future, the Board of Commissioners will consider options for replenishing fund balance expended on major capital projects.

Long-Term Financial Planning and Debt Administration. As mentioned above, the county issued \$9.5 million in general obligation bonded debt with the intention of debt retirement from SPLOST IV proceeds. This bond was paid off early during August of 2016 saving approximately \$115,000 in interest expense. In May 2007, Troup County entered into an intergovernmental agreement with LaGrange Development Authority, Troup County Development Authority and City of LaGrange to acquire, construct and equip a new industrial park (Callaway South Industrial Park) on approximately 1,100 acres located within the City of LaGrange. Two series of revenue bonds were issued, Series 2007A in the aggregate amount of \$1,565,000 and Series 2007B in the aggregate amount of \$5,285,000. The revenue bonds are secured by an intergovernmental agreement under which City of LaGrange and Troup County agreed to a 50%/50% split on debt service payments commencing February 2008. The two governmental entities are in good standing on bond debt service payments. City of LaGrange and Troup County are to be reimbursed for debt service payments with future proceeds from the sale or lease of parcels.

In December 2010, The County entered into a \$1.5M note payable agreement to partially finance an investment in an energy enhancement program at the County jail and correctional institute. This utilities cost savings program calls for installation of new, energy-efficient heating and air conditioning equipment, as well as new, water-conservation equipment including clothes washers, toilets, shower heads, etc. The note payable is with a local bank. Debt service spans 6 years with a simple interest rate of 1.9% per annum. When fully implemented, the program guarantees annual utilities cost savings. These savings are expected to payback the \$3M investment over a ten-year period.

AWARDS & ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Troup County, Georgia for its comprehensive annual financial

report (CAFR) for the fiscal year ended June 30, 2015. This was the twenty-eight consecutive year Troup County, Georgia has achieved this prestigious award. In order to be awarded a GFOA Certificate of Achievement, a governmental must publish an easily-readable and efficiently-organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

The preparation of this report would not have been possible without the efficient and dedicated services of the staff of the County Accounting/Finance Department and other County departments. We would like to express our sincere appreciation to all staff members who directly contributed to the preparation of this report. As in most endeavors, it was a team effort that produced this outstanding financial document. The active involvement and professional support of J.K. Boatwright & Co., P.C., (Susan Black, Partner and Barry Smith, Manager) along with Consultant Paul Glick have been instrumental in the completion of the associated audit and statistical section of this report. Finally, credit must also be given to the Chairman and the Board of Commissioners for their solid support ensuring the highest standards of professionalism are maintained in managing the finances of Troup County, Georgia.

Respectively submitted,

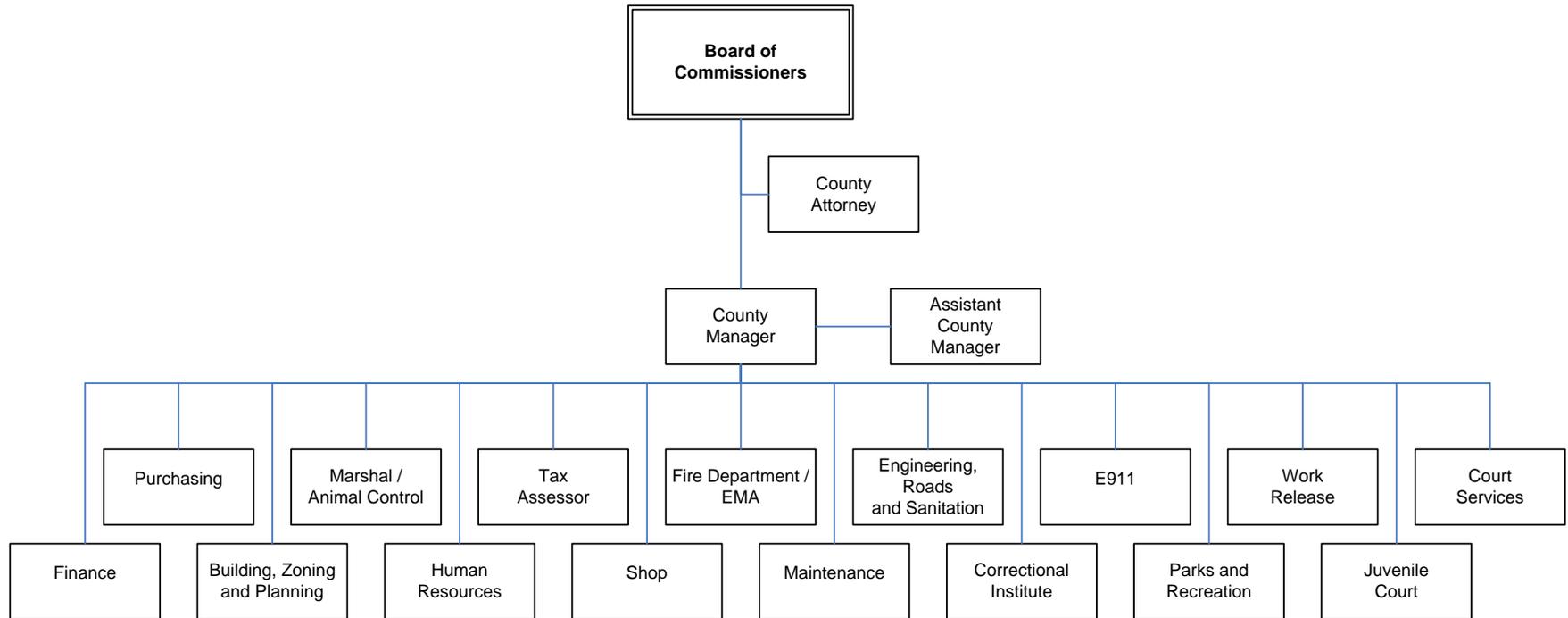
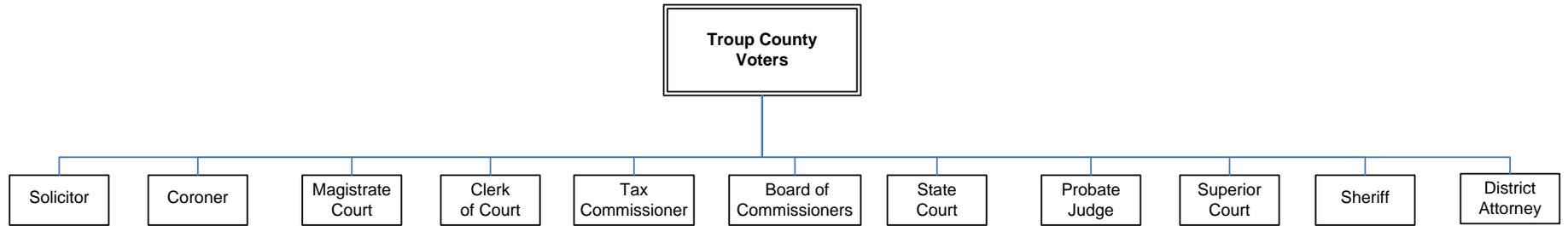


Tod Tentler
County Manager



H. C. Cashwell
Chief Finance Officer

Troup County Board of Commissioners Organizational Chart



Troup County, Georgia
List of Principal Officials
June 30, 2016

Patrick Crews, Chairman

Richard English, Jr.

Buck Davis

Morris Jones

Claude F. Foster, III

COUNTY MANAGER

Tod Tentler

COUNTY ATTORNEY

Jerry Willis

ELECTED OFFICIALS

Tax Commissioner
Clerk of Court
Sheriff
Solicitor
District Attorney
Probate Judge
Magistrate Court Judge
State Court Judge
Superior Court Judges

Gary S. Wood
Jackie W. Taylor
James Woodruff
Nina Baker
Pete Skandalakis
Donald W. Boyd
Vickie Sue McWaters
Jeanette L. Little
Quillian Baldwin
Jack Kirby



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Troup County
Georgia**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2015

Executive Director/CEO

FINANCIAL SECTION

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Phone: 706-884-4605 Fax: 706-845-0057

INDEPENDENT AUDITORS' REPORT

January 6, 2017

To the Board of Commissioners
Troup County, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Troup County, Georgia as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Troup County Board of Health, which represent 100% of the assets, net position and revenues of the discretely presented component unit. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Troup County Board of Health, is based solely 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 from material misstatement.

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

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

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 discretely presented component unit, each major fund, and the aggregate remaining fund information of Troup County, Georgia, as of June 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and the Parks and Recreation Endowment Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 17-27), the Schedule of changes in Net Pension Liability and Related Ratios (on page 76), the Schedule of Employer Contributions – Pension (on page 77), the Schedule of Pension Investment Returns (on page 78) and the Schedule of Funding Progress – OPEB (on page 79) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Troup County, Georgia's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, the Schedule of Projects Constructed with Special Sales Tax Proceeds (on page 128), as required by the Official Code of Georgia 48-8-121, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards (on page 179) is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules, the Schedule of Projects Constructed with Special Sales Tax Proceeds and the Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules, the Schedule of Projects Constructed with Special Sales Tax Proceeds and the Schedule of Expenditures of Federal Awards are fairly stated in all material respects in relation to the basic financial statements 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 do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 6, 2017, on our consideration of the Troup County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Troup County, Georgia's internal control over financial reporting and compliance.

Yours truly,

A handwritten signature in blue ink that reads "J.K. Boatwright & Co., P.C." in a cursive script.

J. K. BOATWRIGHT & CO., P. C.
Certified Public Accountants

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MANAGEMENT'S DISCUSSION AND ANALYSIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

Within this section of the comprehensive annual financial report of Troup County, Georgia (the County), the County's management is pleased to provide a narrative discussion and analysis of the financial activities of the County for the fiscal year ended June 30, 2016. The County's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

FINANCIAL HIGHLIGHTS – FISCAL YEAR 2016

- The County's assets exceeded its liabilities by \$140,224,974. (total net position) for the fiscal year reported.
- Total net assets are comprised of the following:
 - (1) Net investment in capital assets of \$129,583,353 include property and equipment, net of accumulated depreciation, reduced for outstanding debt related to the purchase or construction of capital assets.
 - (1) Net position of \$23,840,017 is restricted by constraints imposed from outside the County such as debt covenants, grantors, laws, or regulations.
 - (2) Unrestricted net position is a deficit of \$13,198,396 mainly due to the reporting of the net pension liability totaling \$20,401,103.
- The County's governmental funds reported a total ending fund balance of \$37,069,080 this year. In comparison to the prior year ending fund balance of \$34,097,014, there was an increase of \$2,972,066 or 8.7%, of which \$2,044,298 of the increase related to SPLOST projects; \$1.8 million increase relating the general fund; and a decrease of \$509,003 related to the parks and recreation endowment.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$12,823,049, or 3.3% of total General Fund expenditures.
- Overall, the County continues to maintain a strong financial position in a weak national economy.

The above financial highlights are explained in more detail in the "financial analysis" section of this document.

OVERVIEW OF THE FINANCIAL STATEMENTS

This Management Discussion and Analysis document serves as an introduction to 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 basic financial statements. The County also includes in this report additional information to supplement the basic financial statements. Year-to-year comparative data is presented where appropriate. Financial tables compare fiscal year 2016 data to fiscal year 2015 data.

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 financial status. Financial reporting at this level is similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

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

The second government-wide statement is the *Statement of Activities*, which reports changes in the County's net position during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or disbursed.

The statement of activities is designed to show the County's financial reliance on property tax revenues to fund the various services and functions the County provides to its citizens.

Both government-wide financial statements distinguish governmental activities of the County that are principally supported by property taxes, sales taxes and intergovernmental revenue. Governmental activities include general government, judicial, public safety, public works, health and welfare, culture and recreation and housing and development.

The government-wide financial statements are presented on pages 30 & 31 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 nonmajor funds is provided in the form of combining statements in a later section of this report.

The County has three categories of funds as described below:

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

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the differences between these two perspectives.

This section also includes the budget statements for the General Fund and the major special revenue fund.

The basic governmental fund financial statements are presented on pages 32-37 of this report.

Proprietary funds are reported in the fund financial statements and generally report services for which the County charges customers a fee. The two County proprietary funds are classified as enterprise funds. These 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 for waste management and the LaGrange Callaway Airport.

The basic enterprise fund financial statements are presented on pages 38-40 of this report.

Fiduciary funds are reported in the fund financial statements and generally report assets maintained by the County's constitutional officers (e.g., the tax commissioner, the sheriff) and the employee pension trust fund.

The basic fiduciary fund financial statements are presented on pages 38-41 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 basic financial statements begin on page 46 of this report.

Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information concerning the County's budget presentations. Budgetary comparison schedules for the nonmajor special revenues funds and the other governmental funds can be found in the supplementary section of this report. These schedules demonstrate compliance with the County's adopted and final revised budget. In addition, the combining and comparative statements are presented in this section.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

The County's total net position at fiscal year-end is \$140,224,974 as compared to a restated position of \$135,682,879 for prior year, an increase of \$4,542,095 or 3.3%. The following table provides a summary of the County's net position:

Summary of Net Position

| | Governmental Activities | | Business-type Activities | | Total | |
|---------------------------|--------------------------------|-----------------------|---------------------------------|---------------------|-----------------------|-----------------------|
| | Restated | | 2016 | 2015 | 2016 | Restated |
| | 2016 | 2015 | | | | |
| Assets: | | | | | | |
| Current assets | \$ 40,261,891 | \$ 38,390,615 | \$ 1,784,606 | \$ 1,189,991 | \$ 42,046,497 | \$ 39,580,606 |
| Non-current | | | | | | |
| Capital assets | 124,901,291 | 124,330,632 | 6,513,205 | 6,164,045 | 131,414,496 | 130,494,677 |
| Total assets | 165,163,182 | 162,721,247 | 8,297,811 | 7,354,036 | 173,460,993 | 170,075,283 |
| Deferred outflows | 4,993,712 | 2,714,479 | 59,732 | 19,135 | 5,053,444 | 2,733,614 |
| Liabilities: | | | | | | |
| Current liabilities | 8,802,636 | 5,926,527 | 175,018 | 345,118 | 8,977,654 | 6,271,645 |
| Long-term liabilities | 27,955,631 | 29,522,371 | 1,356,178 | 1,332,002 | 29,311,809 | 30,854,373 |
| Total liabilities | 36,758,267 | 35,448,898 | 1,531,196 | 1,677,120 | 38,289,463 | 37,126,018 |
| Net position: | | | | | | |
| Net investment in | | | | | | |
| capital assets | 123,798,361 | 122,837,466 | 5,784,992 | 5,178,963 | 129,583,353 | 128,016,429 |
| Restricted | 23,840,017 | 22,522,435 | - | - | 23,840,017 | 22,522,435 |
| Unrestricted | (14,239,751) | (15,373,073) | 1,041,355 | 517,088 | (13,198,396) | (14,855,985) |
| Total net position | \$ 133,398,627 | \$ 129,986,828 | \$ 6,826,347 | \$ 5,696,051 | \$ 140,224,974 | \$ 135,682,879 |

The County continues to maintain a high current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities at June 30, 2016 is 4.6 to 1 as compared to 5.9 to 1 at June 30, 2015. The current ratio for business type activities at June 30, 2016 is 10.20 to 1 compared to 3.45 to 1 at June 30, 2015.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
As of and For the Year Ended June 30, 2016

Troup County, Georgia

The governmental activities net position increased \$3,411,799 and increased \$1,130,296 for business-type activities. The County's overall financial position increased by \$4,542,095 during fiscal year 2016.

Note that approximately 92.8% of the governmental activities' net position is tied up in capital. The County uses these capital assets to provide services to its citizens.

The following table provides a summary of the County's changes in net position for the last two fiscal years:

| | Summary of Changes in Net Position | | | | | |
|-----------------------------|---|--------------------------|---------------------------------|---------------------|-----------------------|--------------------------|
| | Governmental Activities | | Business-type Activities | | Total | |
| | 2016 | Restated 2015 | 2016 | 2015 | 2016 | Restated 2015 |
| Revenues: | | | | | | |
| Program: | | | | | | |
| Charges for services | \$ 8,555,213 | \$ 7,457,077 | \$ 1,317,377 | \$ 851,851 | \$ 9,872,590 | \$ 8,308,928 |
| Operating grants | 7,024,576 | 6,264,408 | - | - | 7,024,576 | 6,264,408 |
| Capital grants | 4,364,385 | 3,096,906 | 451,208 | 348,448 | 4,815,593 | 3,445,354 |
| General: | | | | | | |
| Taxes | 40,527,657 | 39,827,734 | 1,253,772 | 1,174,881 | 41,781,429 | 41,002,615 |
| Other | 44,128 | 301,159 | (10,756) | 2,040 | 33,372 | 303,199 |
| Total revenues | <u>60,515,959</u> | <u>56,947,284</u> | <u>3,011,601</u> | <u>2,377,220</u> | <u>63,527,560</u> | <u>59,324,504</u> |
| Program Expenses: | | | | | | |
| General government | 9,978,898 | 9,880,691 | - | - | 9,978,898 | 9,880,691 |
| Judicial | 7,334,544 | 6,652,859 | - | - | 7,334,544 | 6,652,859 |
| Public safety | 24,855,886 | 23,312,515 | - | - | 24,855,886 | 23,312,515 |
| Highways and streets | 4,566,157 | 3,608,674 | - | - | 4,566,157 | 3,608,674 |
| Health and welfare | 548,980 | 551,606 | - | - | 548,980 | 551,606 |
| Culture and recreation | 8,623,800 | 6,209,033 | - | - | 8,623,800 | 6,209,033 |
| Housing and development | 902,064 | 1,438,605 | - | - | 902,064 | 1,438,605 |
| Interest | 205,034 | 245,755 | - | - | 205,034 | 245,755 |
| LaGrange Callaway Airport | - | - | 756,448 | 775,517 | 756,448 | 775,517 |
| Waste Management | - | - | 1,213,654 | 1,076,652 | 1,213,654 | 1,076,652 |
| Total expenses | <u>57,015,363</u> | <u>51,899,738</u> | <u>1,970,102</u> | <u>1,852,169</u> | <u>58,985,465</u> | <u>53,751,907</u> |
| Excess of revenue over exp. | 3,500,596 | 5,047,546 | 1,041,499 | 525,051 | 4,542,095 | 5,572,597 |
| Transfers | (88,797) | (1,218) | 88,797 | 1,218 | - | - |
| Change in net position | 3,411,799 | 5,046,328 | 1,130,296 | 526,269 | 4,542,095 | 5,572,597 |
| Beginning net position | 129,986,828 | 130,639,238 | 5,696,051 | 5,169,782 | 135,682,879 | 135,809,020 |
| Prior period adjustment | - | (5,698,738) | - | - | - | (5,698,738) |
| Ending net position | <u>\$ 133,398,627</u> | <u>\$ 129,986,828</u> | <u>\$ 6,826,347</u> | <u>\$ 5,696,051</u> | <u>\$ 140,224,974</u> | <u>\$ 135,682,879</u> |

GOVERNMENTAL REVENUES

The County relies heavily on property taxes to support governmental operations. Property taxes provided 37% of the County's total revenues as compared to 37.5% in fiscal year 2015. Sales taxes equal 25% of total revenues for governmental activities as compared to 27.6% in fiscal year 2015.

Also, note that program revenues cover 35% of governmental operating expenses. This means that the government's taxpayers and the County is other non-program revenues fund 65% of governmental activities. As a result, the general economy, local businesses and property owners have a major impact on the County's revenue streams.

GOVERNMENTAL FUNCTIONAL EXPENSES

As with most general-purpose governments, the public safety function is the largest cost center, comprising 44% of the County's total expenses. All other functional areas combined including general government, judicial, highways and streets, culture and recreation, etc., comprised the other 56% of total expenses.

Included in these functional expenses is depreciation expense, which makes up approximately \$32.2 million.

This table below presents the cost of each of the County's programs, including the net costs (i.e., total cost minus program revenues generated by the activities). The net costs illustrate the financial burden placed on the County's taxpayers by each of these functions.

| | Governmental Activities | | | | | | | |
|------------------------|---------------------------|------------------------|-------------------------|------------------------|---------------------------------------|------------------------|-------------------------------------|------------------------|
| | 2016 | | | | 2015 | | | |
| | Total Cost of Services | Percentage of Total | Net Cost of Services | Percentage of Total | Restated Total Cost of Services | Percentage of Total | Restated Net Cost of Services | Percentage of Total |
| General government | \$ 9,978,898 | 18% | \$ 6,515,940 | 18% | \$ 9,880,691 | 19% | \$ 7,266,142 | 21% |
| Judicial | 7,334,544 | 13% | 4,004,414 | 11% | 6,652,859 | 13% | 3,522,571 | 10% |
| Public safety | 24,855,886 | 44% | 19,432,532 | 52% | 23,312,515 | 45% | 18,724,178 | 53% |
| Highways and streets | 4,566,157 | 8% | 3,544,028 | 10% | 3,608,674 | 7% | 3,059,939 | 9% |
| Health and welfare | 548,980 | 1% | 548,980 | 1% | 551,606 | 1% | 551,606 | 2% |
| Culture and recreation | 8,623,800 | 15% | 2,679,057 | 7% | 6,209,033 | 12% | 1,488,864 | 4% |
| Housing & development | 902,064 | 1% | 141,204 | 0% | 1,438,605 | 2% | 222,292 | 1% |
| Interest | 205,034 | 0% | 205,034 | 1% | 245,755 | 0% | 245,755 | 1% |
| Total | \$57,015,363 | 100% | \$37,071,189 | 100% | \$51,899,738 | 100% | \$ 35,081,347 | 100% |

The net cost is the gross cost of operations less charges for services, fines, operating grants and capital grants. Note that over 27.2% of program revenues relate to the public safety function. Program revenues recover approximately 21.8% of the public safety gross costs.

BUSINESS-TYPE ACTIVITIES

The two major enterprise funds are is the County's Waste Management Fund and the LaGrange Callaway Airport Fund.

Waste Management Fund - Operating revenues increased \$368,206 or 24.6% above fiscal year 2015, primarily due to an increase in collections for charges for services. Total operating expenses increased over the prior year by \$134,989 or 12.9%. Personnel services increased by \$144,793 or 42.1% and contractual services decreased \$31,208 or 8.5%. Personnel overtime costs increased approximately \$15,000 and medical and retirement costs increased approximately \$73,000.

Net position totaled \$2,607,467 at June 30, 2016 as compared to \$1,866,001 at June 30, 2015.

LaGrange Callaway Airport Fund - Operating revenues increased \$89,290 or 14.5% above fiscal year 2015. Fuel sales increased, as the cost of the increase was passed on to the consumers and additional corporate traffic and increased corporate jet hangar rent. Total operating expenses decreased from the prior year by \$24,992. Net position increased \$401,869 to \$4,219,549 at June 30, 2016 as compared to \$3,817,680 at June 30, 2015.

FINANCIAL ANALYSIS OF COUNTY'S FUNDS

Governmental Funds

As discussed above, 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. Governmental funds reported ending fund balances of \$37,069,080. Of this year-end total, \$12,823,049 is unassigned indicating its availability for continuing County service requirements.

Legally restricted fund balances include \$15,564,586 related to SPLOST IV and SPLOST III capital projects; \$7,338,830 in the Parks and Recreation Endowment Fund committed to operations and maintenance expenses; and \$936,601 for program purposes.

The total ending fund balance of governmental funds reflects an increase of \$2,972,066 over the prior year.

Major Governmental Funds

The County reports four major governmental funds.

General Fund - The General Fund is the County's primary operating fund and the largest source of day-to-day service delivery. The General Fund's fund balance increased by \$1,812,642. Total unassigned fund balance is now \$12,823,049, which is approximately 33.2% of total annual expenditures and is considered adequate.

Total General Fund revenues increased \$2,881,428 over fiscal year 2015, or 7.6%.

Property taxes increased \$1.2 million, primarily due to the growth in the tax digest. Fines increased \$724,142 or 57.1% over fiscal year 2015, due primarily to confiscated assets.

Total General Fund expenditures increased \$859,359 or 2.3% above the prior year amount. Judicial expenditures increased \$214,723 or 4.1% over fiscal year 2015. This increase relates to the following:

- Salary and wages up \$50,000
- Employee insurance up \$60,000
- Repairs and maintenance up \$32,000
- Office equipment and supplies up \$10,000
- License and fees up \$15,000
- Indigent defense up \$7,000

Public safety costs increased \$529,962 or 2.6% over last year. This increase relates to the following:

- Vehicles (capital outlay) up \$285,000-purchased with seized drug funds
- Salary and wages up \$227,000
- Retirement Contribution up \$203,000

Highways and streets increased \$481,836 or 19.1% over fiscal 2015 as follows:

- Wages and Salary up \$191,000
- Contract Services up \$247,000
- Road maintenance and supplies up \$540,000, which includes the cost of flood repairs.

The costs of housing and development decreased \$645,985 or 50%. In the prior year, \$600,000 in contributions was received from KIA that Troup County then donated to THINC Academy. In the current year those funds were contributed direct to THINC Academy by KIA.

Parks and Recreation Endowment Fund – This fund was established with a \$7 million grant from Callaway Foundation, Inc. The grant is designed to cover the operating and maintenance costs for SPLOST-funded parks and recreation facilities. The fund is structured to provide annual proceeds to the County equal to 5% of the fund's December 31 fair market value averaged over the last five-years.

During fiscal year 2016, the fair market value of fund investments continued to rebound and reported investment earnings of \$18,819. The County received \$527,822 of the \$7,847,833 available, from this fund during fiscal year 2016. The fund balance is \$7,338,830 at June 30, 2016.

SPLOST IV Fund-County-wide – This fund is the follow-on SPLOST approved by voter referendum. SPLOST IV is a 1% sales tax to be collected over a 6-year period commencing January 1, 2013 and expiring December 31, 2018. SPLOST IV revenues are shared by the County with the cities within the County through an intergovernmental agreement. These revenues are earmarked to fund recreation, library, court technology, transportation infrastructure and road building/maintenance equipment, public safety, energy efficiency/sustainability and court renovations. The issuance of \$7,880,000 in bonds is providing the financing of many of these projects. The bonds are being retired with sales tax proceeds and were fully retired in August 2016.

In fiscal year 2016, over \$10.4 million of SPLOST taxes were recognized as revenue and approximately \$4.1 million was expended on capital projects and about \$4,808,572 payments to the cities within the County. At June 30, 2016, the ending fund balance was \$9 million.

SPLOST IV Fund – County Specific – This fund reported \$515,509 from intergovernmental revenue from the Georgia Department of Transportation (highway funds) and spent 2.4 million on capital outlay. In addition, SPLOST IV – County-Wide Fund transferred approximately \$4 million to this fund. The fund balance in this fund at June 30, 2016 is \$6,406,414.

BUDGETARY HIGHLIGHTS – GENERAL FUND

Revenues

The final revenue budget was increased \$942,316 or less than 2.5% over the original budget. In total, revenues realized of \$41,005,907 were \$1,838,110 or 2.5% above the final amended budget of \$39,167,797. Real property taxes were \$818,833 above budget, primarily due to the growth in the tax digest. Charges for services were \$268,253 over the final budget because:

- Bank, beverage, business and other licenses increased \$100,000
- Commissions from the CI and Sheriff increased \$154,000

Contributions were \$607,964 below the budget because a KIA contribution was down \$600,000 as discussed previously. Fines were \$308,819 above the budget, primarily due to the reporting of confiscated assets.

Expenditures

The expenditure budget was amended upward by \$886,585 or less than 2.3% above the original budget. In total, expenditures were 98% spent of the final budget.

The general government costs were \$226,955 under budget because:

- Energy taxes (pass through) budget payable to cities in the county were under budget by 84,000.
- Contract services for various departments were under budget by \$115,000.

The highway and streets function was under spent by \$267,282 or 8%. Personal costs were over budgeted by \$292,000.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets (net of accumulated depreciation) was approximately \$125 million for governmental activities as of June 30, 2016. The total increase in net capital assets was about \$4.8 million or 3.8% over fiscal year 2015. The waste management and airport capital assets are reported in business-type activities.

See Note 3-D for additional information about changes in capital assets during the fiscal year.

The following table provides a summary of capital asset activity:

| | Capital Assets | | | | | |
|---------------------------------|--------------------------------|--------------------------|----------------------------|---------------------|-----------------------|-----------------------|
| | Governmental Activities | | Business Activities | | Total | |
| | 2016 | Restated 2015 | 2016 | 2015 | 2016 | 2015 |
| Non-depreciable assets: | | | | | | |
| Land | \$ 16,124,686 | \$ 16,229,912 | \$ 3,129,278 | \$ 3,129,278 | \$ 19,253,964 | \$ 19,359,190 |
| Construction in progress | 2,643,138 | 121,414 | 554,234 | - | 3,197,372 | 121,414 |
| Total non-depreciable assets | <u>18,767,824</u> | <u>16,351,326</u> | <u>3,683,512</u> | <u>3,129,278</u> | <u>22,451,336</u> | <u>19,480,604</u> |
| Depreciable assets: | | | | | | |
| Buildings | 74,150,385 | 74,082,075 | 3,146,266 | 3,146,266 | 77,296,651 | 77,228,341 |
| Machinery and equipment | 26,857,116 | 26,057,092 | 2,543,527 | 2,528,397 | 29,400,643 | 28,585,489 |
| Infrastructure | 56,447,379 | 54,976,250 | 832,002 | 776,842 | 57,279,381 | 55,753,092 |
| Total depreciable assets | <u>157,454,880</u> | <u>155,115,417</u> | <u>6,521,795</u> | <u>6,451,505</u> | <u>163,976,675</u> | <u>161,566,922</u> |
| Less accumulated depreciation | <u>51,321,413</u> | <u>47,136,111</u> | <u>3,692,102</u> | <u>3,416,738</u> | <u>55,013,515</u> | <u>50,552,849</u> |
| Book value - depreciable assets | <u>106,133,467</u> | <u>107,979,306</u> | <u>2,829,693</u> | <u>3,034,767</u> | <u>108,963,160</u> | <u>111,014,073</u> |
| Percentage depreciated | <u>33%</u> | <u>30%</u> | <u>57%</u> | <u>53%</u> | <u>34%</u> | <u>31%</u> |
| Book value - all assets | <u>\$ 124,901,291</u> | <u>\$ 124,330,632</u> | <u>\$ 6,513,205</u> | <u>\$ 6,164,045</u> | <u>\$ 131,414,496</u> | <u>\$ 130,494,677</u> |

At June 30, 2016, the depreciable capital assets for governmental activities were 33% depreciated. This compares similarly with the 30% at June 30, 2015. The comparison indicates that the County is replacing its assets at the same rate they are depreciating - a positive financial indicator.

Governmental Activities

The \$2,540,385 additions to the construction in progress at June 30, 2016 includes:

- Sheriff's department - new car equipment purchased prior to delivery and purchase of vehicle (\$6,502)
- Parks and recreation - Troup Transit – the County's share of the cost of a new Transit Van with lift, paid prior to purchase and delivery of van (balance paid with GDOT Grant) (\$4,415)
- New Hogansville Library Furniture and building under construction (\$1,389,327)
- Construction of new Salem Road Bridge over Turkey Creek (\$1,140,140)

Infrastructure increased approximately \$1.5 million over the June 30, 2015 balance. These additions included:

- Approximately twenty County roads resurfaced (\$1,266,585)
- Bridge Replacement Salem Road over Flat shoals (\$75,516)
- Hogansville Water Park Splash Pad (\$114,098)
- Installation of Drainage Pipes at McCluskey Tennis Courts (\$14,930)

The major additions to machinery and equipment in this fiscal year included:

- The outfitting of 12 new patrol cars (\$401,165)
- The purchase of a new Fire engine and Rescue Pursuit Car (\$321,532)
- The purchase of a new Troup Transit Van with Lift (\$35,422)
- The purchase of a new park's and recreation lawnmower (\$25,986)
- The purchase of a new park's and recreation infield groomer (\$10,573)
- The purchase of a Government Center video and audio system (\$87,027)
- Other various equipment for parks and recreation, Sheriff and court System (\$76,331)

Business-type Activities – The additions to construction in progress of \$554,234 relate to the runway extension project funded primarily by the Georgia Department of Transportation.

Long-term Debt

The changes in long-term debt are as follows:

| | Outstanding Borrowings | | | | | | % Change |
|---------------------------------------|------------------------------------|----------------------|-------------------------------------|---------------------|----------------------|----------------------|---------------------|
| | Governmental Activities | | Business-type Activities | | Totals | | |
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 | |
| Capital leases | \$ 971,337 | \$ 1,101,840 | \$ 728,184 | \$ 815,005 | \$ 1,699,521 | \$ 1,916,845 | -11% |
| Intergovernmental agreement | 7,355,879 | 9,088,280 | - | - | 7,355,879 | 9,088,280 | -19% |
| Notes | 131,593 | 391,326 | 29 | 170,077 | 131,622 | 561,403 | -77% |
| Landfill closure and postclosure care | - | - | 418,276 | 370,412 | 418,276 | 370,412 | 13% |
| Compensated absences | 941,174 | 904,652 | 9,053 | 11,467 | 950,227 | 916,119 | 4% |
| Total | \$ 9,399,983 | \$ 11,486,098 | \$ 1,155,542 | \$ 1,366,961 | \$ 10,555,525 | \$ 12,853,059 | -18% |

See note 3-F for additional information about the County's long-term debt.

ECONOMIC CONDITIONS AFFECTING THE COUNTY

The County's primary revenue streams are property taxes and sales taxes. These taxes provide a desirable revenue mix since property taxes are inelastic and sales taxes are elastic. Both revenue sources, however, are highly sensitive to fluctuations in the economy, and were adversely affected by the recent economic downturn.

Historically, the County's unemployment rate has remained above state and nationwide rates. In the month of June 2016, the County's unemployment rate was 5.2%, which is a decrease from 6.3% in June of 2015. During the same timeframe, Georgia rates were 5.5% and 6.3% respectively. There is a County workforce development initiative underway involving various local agencies to attack this problem. One initiative is the proposal for development of a college and career academy for high school students in Troup County. The KMMG agreement included a \$3,000,000 investment over five years by Kia to speed the development of the program providing gravitas to the initiative and providing a proven foundation for advocates to seek additional funding. The THINC College and Career Academy opened August of 2015.

In 2016, it was announced that Caterpillar would be expanding and increasing its workforce by 150. Badcock Home Furnishings built a distribution center in 2016, which will employ 125. In addition, in December 2015 it was announced that Jindal Films Americas LLC, a global leader in the manufacturing of specialty films for packaging and labels, will relocate its US Research and Development Center and national headquarters to Troup County. They will expand their existing facility in LaGrange, creating 240 jobs and investing \$180 million in the community.

Great Wolf Resorts, the world's largest operator of indoor water parks, announced that it would build a waterpark and 400 plus room resort just off I-85 in Troup County. In addition, the City of LaGrange plans to build a 25,000 square foot convention center that would be owned and operated by the City. The plans for the site includes retail development. Great Wolf wants to be open by the spring of 2018.

REQUESTS FOR INFORMATION

This financial report is designed to provide an 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 the Finance Director, Troup County Government Center, 100 Ridley Avenue, LaGrange, Georgia 30240.

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BASIC FINANCIAL STATEMENTS

Troup County, Georgia
Statement of Net Position
June 30, 2016

| | Primary Government | | | Component Unit |
|--|--------------------------------|---------------------------------|-----------------------|-----------------------|
| | Governmental Activities | Business-type Activities | Total | |
| Assets | | | | |
| Current Assets: | | | | |
| Cash and cash equivalents | \$ 27,681,712 | \$ 1,502,004 | \$ 29,183,716 | \$ 1,557,206 |
| Investments | 7,338,830 | - | 7,338,830 | - |
| Receivables: | | | | |
| Accounts | 600,186 | 372,395 | 972,581 | 9,379 |
| Sales taxes | 1,270,809 | - | 1,270,809 | - |
| Other taxes | 138,324 | - | 138,324 | - |
| Intergovernmental | 2,694,705 | - | 2,694,705 | 1,681,516 |
| Internal balance | 131,311 | (131,311) | - | - |
| Inventory | 202,309 | 39,990 | 242,299 | - |
| Prepaid items | 203,705 | 1,528 | 205,233 | - |
| Total Current Assets | 40,261,891 | 1,784,606 | 42,046,497 | 3,248,101 |
| Capital Assets: | | | | |
| Nondepreciable | 18,767,824 | 3,683,512 | 22,451,336 | 200,000 |
| Depreciable, net | 106,133,467 | 2,829,693 | 108,963,160 | 447,622 |
| Total Capital Assets | 124,901,291 | 6,513,205 | 131,414,496 | 647,622 |
| Total Assets | 165,163,182 | 8,297,811 | 173,460,993 | 3,895,723 |
| Deferred Outflows of Resources: | | | | |
| Related to pensions | 4,993,712 | 59,732 | 5,053,444 | 1,065,782 |
| Liabilities | | | | |
| Current Liabilities: | | | | |
| Accounts payable | 1,375,328 | 69,452 | 1,444,780 | 80,209 |
| Accrued expenses | 1,070,772 | 1,778 | 1,072,550 | - |
| Accrued interest | 75,438 | 8,495 | 83,933 | - |
| Unearned rental income | - | 1,710 | 1,710 | - |
| Intergovernmental | - | - | - | 597,035 |
| Compensated absences | 422,363 | 4,063 | 426,426 | 263,367 |
| Claims payable | 552,066 | 934 | 553,000 | - |
| Capital lease obligations | 144,197 | 88,557 | 232,754 | - |
| Notes payable | 131,593 | 29 | 131,622 | - |
| Intergovernmental agreement payable | 5,030,879 | - | 5,030,879 | - |
| Total Current Liabilities | 8,802,636 | 175,018 | 8,977,654 | 940,611 |
| Long-Term Liabilities: | | | | |
| Compensated absences payable (net of current portion) | 518,812 | 4,990 | 523,802 | 549,830 |
| Capital lease obligations (net of current portion) | 827,140 | 639,627 | 1,466,767 | - |
| Intergovernmental agreement payable (net of current portion) | 2,325,000 | - | 2,325,000 | - |
| Landfill closure and postclosure care costs payable | - | 418,276 | 418,276 | - |
| Net pension liability | 20,139,936 | 261,167 | 20,401,103 | 6,972,091 |
| Net OPEB obligation | 4,144,743 | 32,118 | 4,176,861 | - |
| Total Long-Term Liabilities | 27,955,631 | 1,356,178 | 29,311,809 | 7,521,921 |
| Total Liabilities | 36,758,267 | 1,531,196 | 38,289,463 | 8,462,532 |
| Deferred Inflows of Resources | | | | |
| Related to pensions | - | - | - | 1,106,835 |
| Net Position | | | | |
| Net investment in capital assets | 123,798,361 | 5,784,992 | 129,583,353 | 647,622 |
| Restricted for: | | | | |
| Endowment - expendable | 7,338,830 | - | 7,338,830 | - |
| Capital outlay | 15,564,586 | - | 15,564,586 | - |
| Program purposes | 936,601 | - | 936,601 | - |
| Prior year program income | - | - | - | 1,299,844 |
| Unrestricted (deficits) | (14,239,751) | 1,041,355 | (13,198,396) | (6,555,328) |
| Total Net Position | \$ 133,398,627 | \$ 6,826,347 | \$ 140,224,974 | \$ (4,607,862) |

See accompanying notes to the basic financial statements.

Troup County, Georgia
Statement of Activities
For the Year Ended June 30, 2016

| Function/Programs | Program Revenues | | | | Net (Expense) Revenue and Changes in Net Position | | | |
|--|----------------------|--------------------------------|--|--|---|----------------------------|------------------------|----------------------|
| | Expenses | Charges for Services and Sales | Operating Grants, Contributions and Interest | Capital Grants, Contributions and Interest | Primary Government | | | Component Unit |
| | | | | | Governmental Activities | Business - type Activities | Total | |
| Primary Government: | | | | | | | | |
| Government Activities | | | | | | | | |
| General government | \$ 9,978,898 | \$ 1,603,236 | \$ 1,859,722 | \$ - | \$ (6,515,940) | \$ - | \$ (6,515,940) | \$ - |
| Judicial | 7,334,544 | 2,679,119 | 651,011 | - | (4,004,414) | - | (4,004,414) | - |
| Public safety | 24,855,886 | 3,097,901 | 2,325,453 | - | (19,432,532) | - | (19,432,532) | - |
| Highways and streets | 4,566,157 | 26,109 | 965,509 | 30,511 | (3,544,028) | - | (3,544,028) | - |
| Health and welfare | 548,980 | - | - | - | (548,980) | - | (548,980) | - |
| Culture and recreation | 8,623,800 | 684,602 | 926,267 | 4,333,874 | (2,679,057) | - | (2,679,057) | - |
| Housing and development | 902,064 | 464,246 | 296,614 | - | (141,204) | - | (141,204) | - |
| Interest on long term debt | 205,034 | - | - | - | (205,034) | - | (205,034) | - |
| Total Governmental Activities | 57,015,363 | 8,555,213 | 7,024,576 | 4,364,385 | (37,071,189) | - | (37,071,189) | - |
| Business-type Activities | | | | | | | | |
| Waste Management | 1,213,654 | 613,516 | - | - | - | (600,138) | (600,138) | - |
| LaGrange Callaway Airport | 756,448 | 703,861 | - | 451,208 | - | 398,621 | 398,621 | - |
| Total Business-type Activities | 1,970,102 | 1,317,377 | - | 451,208 | - | (201,517) | (201,517) | - |
| Total Primary Government | \$ 58,985,465 | \$ 9,872,590 | \$ 7,024,576 | \$ 4,815,593 | \$ (37,071,189) | \$ (201,517) | \$ (37,272,706) | \$ - |
| Component Unit: | | | | | | | | |
| Troup County Board of Health | \$ 12,979,243 | \$ 4,441,670 | \$ 9,772,354 | \$ - | \$ - | \$ - | \$ - | \$ 1,234,781 |
| General Revenues: | | | | | | | | |
| Property taxes levies for general purposes | | | | | \$ 22,391,543 | \$ 1,253,772 | \$ 23,645,315 | \$ - |
| Sales taxes | | | | | 15,112,248 | - | 15,112,248 | - |
| Selective taxes | | | | | 3,023,866 | - | 3,023,866 | - |
| Unrestricted investment earnings | | | | | 34,027 | - | 34,027 | 2,271 |
| Gain (Loss) on disposal of capital assets | | | | | 10,101 | (10,756) | (655) | - |
| Transfers | | | | | (88,797) | 88,797 | - | - |
| Total General Revenues | | | | | 40,482,988 | 1,331,813 | 41,814,801 | 2,271 |
| Change in Net Position | | | | | 3,411,799 | 1,130,296 | 4,542,095 | 1,237,052 |
| Net Position Beginning of Year, as restated | | | | | 129,986,828 | 5,696,051 | 135,682,879 | (5,844,914) |
| Net Position End of Year | | | | | \$133,398,627 | \$ 6,826,347 | \$ 140,224,974 | \$(4,607,862) |

See accompanying notes to the basic financial statements.

Troup County, Georgia
Balance Sheet
Governmental Funds
June 30, 2016

| | <u>General</u> | <u>Parks and Recreation Endowment</u> | <u>SPLOST IV - County-Wide</u> | <u>SPLOST IV - County-Specific</u> | <u>Other Governmental Funds</u> | <u>Total Governmental Funds</u> |
|--|----------------------|---|------------------------------------|--|---|---|
| Assets | | | | | | |
| Cash and cash equivalents | \$ 12,531,940 | \$ - | \$ 13,867,958 | \$ - | \$ 1,196,980 | \$ 27,596,878 |
| Investments | - | 7,338,830 | - | - | - | 7,338,830 |
| Receivables: | | | | | | |
| Accounts | 274,432 | - | - | - | 320,107 | 594,539 |
| Sales taxes | 394,389 | - | 876,420 | - | - | 1,270,809 |
| Other taxes | 102,844 | - | - | - | 20,326 | 123,170 |
| Intergovernmental | 959,191 | - | 1,462,056 | - | 276,146 | 2,697,393 |
| Due from other funds | 782,293 | - | - | 6,484,915 | 126,789 | 7,393,997 |
| Inventory | 202,309 | - | - | - | - | 202,309 |
| Prepaid items | 203,705 | - | - | - | - | 203,705 |
| Total Assets | \$ 15,451,103 | \$ 7,338,830 | \$ 16,206,434 | \$ 6,484,915 | \$ 1,940,348 | \$ 47,421,630 |
| Liabilities and Fund Balances | | | | | | |
| Liabilities | | | | | | |
| Accounts payable | \$ 395,555 | \$ - | \$ 620,670 | \$ 78,501 | \$ 107,121 | \$ 1,201,847 |
| Accrued expenditures | 1,070,112 | - | - | - | - | 1,070,112 |
| Due to other funds | 728,360 | - | 6,584,370 | - | 739,848 | 8,052,578 |
| Total Liabilities | 2,194,027 | - | 7,205,040 | 78,501 | 846,969 | 10,324,537 |
| Deferred Inflows of Resources | | | | | | |
| Unavailable revenue - property taxes | 28,013 | - | - | - | - | 28,013 |
| Fund Balances | | | | | | |
| Nonspendable: | | | | | | |
| Inventory | 202,309 | - | - | - | - | 202,309 |
| Prepaid items | 203,705 | - | - | - | - | 203,705 |
| Restricted for: | | | | | | |
| Endowment | - | 7,338,830 | - | - | - | 7,338,830 |
| Capital outlay | - | - | 9,001,394 | 6,406,414 | 156,778 | 15,564,586 |
| Program purposes | - | - | - | - | 936,601 | 936,601 |
| Unassigned | 12,823,049 | - | - | - | - | 12,823,049 |
| Total Fund Balances | 13,229,063 | 7,338,830 | 9,001,394 | 6,406,414 | 1,093,379 | 37,069,080 |
| Total Liabilities and Fund Balances | \$ 15,451,103 | \$ 7,338,830 | \$ 16,206,434 | \$ 6,484,915 | \$ 1,940,348 | \$ 47,421,630 |

See accompanying notes to the basic financial statements.

Troup County, Georgia
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2016

| | | |
|---|--------------|-----------------------|
| Total Governmental Fund Balances | | \$ 37,069,080 |
| Amounts Reported for Governmental Activities in the Statement of Net Position Are Different Because: | | |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds | | |
| Cost | 176,222,704 | |
| Less accumulated depreciation | (51,321,413) | 124,901,291 |
| Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds: | | |
| Property taxes | | 28,013 |
| Deferred outflows of resources are not available to pay for current-period expenditures and, therefore, are not reported in the funds. | | |
| | | 4,993,712 |
| Internal Service Funds are used by management to charge the costs of certain activities such as health insurance plan to individual funds. Governmental activities net position have been increased by the effect of the internal service funds net position. | | |
| | | 165,964 |
| Interfund payable to Enterprise funds from eliminating entries of the Internal Service Funds | | |
| | | 669 |
| Liabilities not due and payable in the current period and therefore are not reported in the funds: | | |
| Compensated absences payable | (941,175) | |
| Accrued interest | (75,438) | |
| Capital lease obligations | (971,337) | |
| Intergovernmental agreement payable | (7,355,879) | |
| Notes payable | (131,593) | |
| Net pension liability | (20,139,936) | |
| Net OPEB obligation | (4,144,743) | (33,760,101) |
| Rounding | | (1) |
| Net Position of Governmental Activities | | \$ 133,398,627 |

See accompanying notes to the basic financial statements.

Troup County, Georgia
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For The Year Ended June 30, 2016

| | <u>General</u> | <u>Parks and Recreation Endowment</u> | <u>SPLOST IV - County-Wide</u> | <u>SPLOST IV - County-Specific</u> | <u>Other Governmental Funds</u> | <u>Total Governmental Funds</u> |
|--|----------------------|---|------------------------------------|--|---|---|
| Revenues | | | | | | |
| Property taxes | \$ 22,122,423 | \$ - | \$ - | \$ - | \$ 558,763 | \$ 22,681,186 |
| Sales taxes | 4,690,598 | - | 10,421,650 | - | - | 15,112,248 |
| Other taxes | 2,960,336 | - | - | - | 63,530 | 3,023,866 |
| Intergovernmental | 4,959,441 | - | 1,389,327 | 515,509 | 1,480,503 | 8,344,780 |
| Licenses and permits | 552,808 | - | - | - | - | 552,808 |
| Charges for services | 3,229,240 | - | - | - | 1,704,664 | 4,933,904 |
| Fines and forfeitures | 1,993,269 | - | - | - | 224,581 | 2,217,850 |
| Investment earnings | 14,499 | 18,819 | 26,330 | - | 4,890 | 64,538 |
| Contributions | 102,036 | - | 2,944,547 | - | 120,061 | 3,166,644 |
| Other | 381,257 | - | - | - | 207 | 381,464 |
| Total Revenues | <u>41,005,907</u> | <u>18,819</u> | <u>14,781,854</u> | <u>515,509</u> | <u>4,157,199</u> | <u>60,479,288</u> |
| Expenditures | | | | | | |
| Current: | | | | | | |
| General government | \$ 4,768,611 | \$ - | \$ 104,636 | \$ - | \$ 48 | \$ 4,873,295 |
| Judicial | 5,408,401 | - | 90,398 | - | 1,002,614 | 6,501,413 |
| Public safety | 20,920,726 | - | - | - | 1,854,897 | 22,775,623 |
| Highways and streets | 3,090,789 | - | 13,873 | - | - | 3,104,662 |
| Health and welfare | 509,834 | - | - | - | 3,399 | 513,233 |
| Culture and recreation | 3,309,055 | - | - | - | 1,913,386 | 5,222,441 |
| Housing and development | 653,803 | - | - | - | 208,650 | 862,453 |
| Intergovernmental | - | - | 4,808,572 | - | - | 4,808,572 |
| Capital Outlay | - | - | 4,105,700 | 2,449,915 | 22,436 | 6,578,051 |
| Debt Service: | | | | | | |
| Principal | - | - | - | - | 2,085,426 | 2,085,426 |
| Interest | - | - | - | - | 218,157 | 218,157 |
| Total Expenditures | <u>38,661,219</u> | <u>-</u> | <u>9,123,179</u> | <u>2,449,915</u> | <u>7,309,013</u> | <u>57,543,326</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>2,344,688</u> | <u>18,819</u> | <u>5,658,675</u> | <u>(1,934,406)</u> | <u>(3,151,814)</u> | <u>2,935,962</u> |
| Other Financing Sources (Uses): | | | | | | |
| Sale of capital assets | 115,327 | - | - | - | - | 115,327 |
| Transfers in | 51,063 | - | - | 3,978,704 | 2,825,145 | 6,854,912 |
| Transfers (out) | (708,010) | (527,822) | (5,656,814) | - | (51,063) | (6,943,709) |
| Total Other Financing Sources (Uses) | <u>(541,620)</u> | <u>(527,822)</u> | <u>(5,656,814)</u> | <u>3,978,704</u> | <u>2,774,082</u> | <u>26,530</u> |
| Net change in fund balances | 1,803,068 | (509,003) | 1,861 | 2,044,298 | (377,732) | 2,962,492 |
| Fund Balances | | | | | | |
| Beginning of Year, Restated | 11,416,421 | 7,847,833 | 8,999,533 | 4,362,116 | 1,471,111 | 34,097,014 |
| Increase in Nonspendable for Inventory and Prepaid Items | 9,574 | - | - | - | - | 9,574 |
| Fund Balances End of Year | <u>\$ 13,229,063</u> | <u>\$ 7,338,830</u> | <u>\$ 9,001,394</u> | <u>\$ 6,406,414</u> | <u>\$ 1,093,379</u> | <u>\$ 37,069,080</u> |

See accompanying notes to the basic financial statements.

Troup 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 June 30, 2016

Net Changes In Fund Balances - Total Governmental Funds \$ 2,962,492

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense in the current period.

| | | | |
|--|----------------------|--------------------|---------|
| | Capital outlay | \$ 5,054,319 | |
| | Depreciation expense | <u>(4,344,448)</u> | 709,871 |

Governmental funds report proceeds from the disposal of capital assets.
 Proceeds must be adjusted to reflect gain/loss on the transactions. (139,212)

Property tax revenues in the statement of activities that do not provide
 current financial resources are not reported as revenues in the funds. (42,541)

Repayment of the capital lease payable is an expenditure in the governmental funds,
 but the repayment reduces long-term liabilities in the statement of net position. 130,502
 (Includes a portion forgiven each year - \$37,212 - per agreement.)

Repayment of the intergovernmental agreement principal is an expenditure in the
 governmental funds, but the repayment reduces long-term
 liabilities in the statement of net position. 1,732,401

Repayment of the notes payable principal is an expenditure in the governmental funds,
 but the repayment reduces long-term liabilities in the statement of net position. 259,734

Some expenses reported in the government-wide statement of activities do not require
 the use of current financial resources and therefore are not reported as expenditures
 in the governmental funds.

| | | | |
|--|----------------------|------------------|-------------|
| | Compensated absences | (36,523) | |
| | Interest expense | 13,123 | |
| | Pension Obligation | (1,089,475) | |
| | OPEB Obligation | <u>(354,545)</u> | (1,467,420) |

The increase in nonspendable fund balance for prepaid items and inventory are added directly
 to the fund balances at the fund level but expenses are increased at the government-wide level. 9,574

The net revenue (expense) of the internal service fund is included in the government-wide
 statement of activities and changes in net position (756,641)

Increase in internal balances due to elimination of internal service fund that were generated in
 business-type activities. 13,039

Change In Net Position of Governmental Activities \$ 3,411,799

See accompanying notes to the basic financial statements.

Troup County, Georgia
General Fund
Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2016

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|----------------------------|-------------------------|----------------------|---|
| Revenues | | | | |
| Property taxes | \$ 21,303,590 | \$ 21,303,590 | \$ 22,122,423 | \$ 818,833 |
| Sales taxes and other | 7,511,000 | 7,511,000 | 7,650,934 | 139,934 |
| Intergovernmental | 3,912,577 | 4,362,577 | 4,959,441 | 596,864 |
| Licenses and permits | 407,300 | 407,300 | 552,808 | 145,508 |
| Charges for services | 2,960,987 | 2,960,987 | 3,229,240 | 268,253 |
| Fines and forfeitures | 1,268,000 | 1,684,450 | 1,993,269 | 308,819 |
| Investment earnings | 7,000 | 7,000 | 14,499 | 7,499 |
| Contributions | 710,000 | 710,000 | 102,036 | (607,964) |
| Other | 145,027 | 220,893 | 381,257 | 160,364 |
| Total Revenues | 38,225,481 | 39,167,797 | 41,005,907 | 1,838,110 |
| Expenditures | | | | |
| Current: | | | | |
| General government | 5,014,566 | 4,995,566 | 4,768,611 | 226,955 |
| Judicial | 5,466,890 | 5,466,890 | 5,408,401 | 58,489 |
| Public safety | 20,168,099 | 21,081,584 | 20,920,726 | 160,858 |
| Highways and streets | 2,872,171 | 3,358,071 | 3,090,789 | 267,282 |
| Health and welfare | 514,490 | 514,490 | 509,834 | 4,656 |
| Culture and recreation | 3,263,086 | 3,358,086 | 3,309,055 | 49,031 |
| Housing and development | 1,254,145 | 665,345 | 653,803 | 11,542 |
| Total Expenditures | 38,553,447 | 39,440,032 | 38,661,219 | 778,813 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (327,966) | (272,235) | 2,344,688 | 2,616,923 |
| Other Financing Sources (Uses): | | | | |
| Sale of capital assets | 10,000 | 10,000 | 115,327 | 105,327 |
| Transfers in | 1,163,084 | 1,073,095 | 51,063 | (1,022,032) |
| Transfers (out) | (774,791) | (825,298) | (708,010) | 117,288 |
| Total Other Financing Sources (Uses) | 398,293 | 257,797 | (541,620) | (799,417) |
| Net Change in Fund Balances | \$ 70,327 | \$ (14,438) | 1,803,068 | \$ 1,817,506 |
| Fund Balances Beginning of Year, Restated | | | 11,416,421 | |
| Increase in Reserves for Inventory and Prepaid Items | | | 9,574 | |
| Fund Balances End of Year | | | \$ 13,229,063 | |

See accompanying notes to the basic financial statements.

Troup County, Georgia
Parks and Recreation Endowment Fund
Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2016

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|---|----------------------------|-------------------------|---------------------|---|
| Revenues | | | | |
| Investment earnings, net | \$ - | \$ 530,000 | \$ 18,819 | \$ (511,181) |
| Expenditures | - | - | - | - |
| Excess of Revenues Over Expenditures | - | 530,000 | 18,819 | (511,181) |
| Other Financing Sources (Uses): | | | | |
| Transfers out | - | (530,000) | (527,822) | 2,178 |
| Net change in fund balance | \$ - | \$ - | (509,003) | \$ (509,003) |
| Fund Balances Beginning of Year | | | <u>7,847,833</u> | |
| Fund Balances End of Year | | | <u>\$ 7,338,830</u> | |

See accompanying notes to the basic financial statements.

Troup County, Georgia
Statement of Net Position
Proprietary Funds
June 30, 2016

| | Business-type Activities - Enterprise Funds | | | Governmental Activities - Internal Service Funds |
|---|--|--|---------------------|---|
| | Waste Management | LaGrange Callaway Airport | Totals | |
| Assets | | | | |
| Current assets: | | | | |
| Cash and cash equivalents | \$ 1,226,570 | \$ 275,434 | \$ 1,502,004 | \$ 84,834 |
| Accounts receivable, net | 123,462 | 248,933 | 372,395 | 18,113 |
| Due from other funds | - | - | - | 902,491 |
| Inventories | - | 39,990 | 39,990 | - |
| Prepaid expenses | 1,334 | 194 | 1,528 | - |
| Total current assets | <u>1,351,366</u> | <u>564,551</u> | <u>1,915,917</u> | <u>1,005,438</u> |
| Non-current assets: | | | | |
| Capital assets: | | | | |
| Nondepreciable | 1,643,114 | 2,040,398 | 3,683,512 | - |
| Depreciable, net | 1,156,357 | 1,673,337 | 2,829,694 | - |
| Total non-current assets | <u>2,799,471</u> | <u>3,713,735</u> | <u>6,513,206</u> | <u>-</u> |
| Total assets | <u>4,150,837</u> | <u>4,278,286</u> | <u>8,429,123</u> | <u>1,005,438</u> |
| Deferred Outflows of Resources: | | | | |
| Related to pensions | 49,989 | 9,743 | 59,732 | - |
| Liabilities | | | | |
| Current liabilities: | | | | |
| Accounts payable | 30,947 | 38,505 | 69,452 | 173,481 |
| Accrued expenses | - | 1,778 | 1,778 | - |
| Accrued interest | 8,495 | - | 8,495 | - |
| Unearned rental income | - | 1,710 | 1,710 | - |
| Due to other funds | 124,285 | 6,358 | 130,643 | 113,267 |
| Compensated absences | 2,588 | 1,475 | 4,063 | - |
| Claims payable | 934 | - | 934 | 552,726 |
| Capital lease obligations | 88,557 | - | 88,557 | - |
| Notes payable | 29 | - | 29 | - |
| Total current liabilities | <u>255,835</u> | <u>49,826</u> | <u>305,661</u> | <u>839,474</u> |
| Non-current liabilities: | | | | |
| Compensated absences | 3,179 | 1,811 | 4,990 | - |
| Capital lease obligation (net of current portion) | 639,627 | - | 639,627 | - |
| Landfill closure and post closure costs payable | 418,276 | - | 418,276 | - |
| Net pension liability | 246,766 | 14,401 | 261,167 | - |
| Net OPEB obligation | 29,676 | 2,442 | 32,118 | - |
| Total non-current liabilities | <u>1,337,524</u> | <u>18,654</u> | <u>1,356,178</u> | <u>-</u> |
| Total liabilities | <u>1,593,359</u> | <u>68,480</u> | <u>1,661,839</u> | <u>839,474</u> |
| Net position | | | | |
| Net investment in capital assets | 2,071,258 | 3,713,735 | 5,784,993 | - |
| Unrestricted | 536,209 | 505,814 | 1,042,023 | 165,964 |
| Total net position | <u>\$ 2,607,467</u> | <u>\$ 4,219,549</u> | <u>\$ 6,827,016</u> | <u>\$ 165,964</u> |
| Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds | | | <u>(669)</u> | |
| Net position of business-type activities | | | <u>\$ 6,826,347</u> | |

See accompanying notes to the basic financial statements.

Troup County, Georgia
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2016

| | Business-type Activities - Enterprise Funds | | | Governmental Activities - Internal Service Funds |
|--|--|--|---------------------|---|
| | Waste Management | LaGrange Callaway Airport | Totals | |
| Operating revenues | | | | |
| Taxes - property | \$ 1,253,772 | \$ - | \$ 1,253,772 | \$ - |
| Sales - fuel | - | 484,601 | 484,601 | - |
| Rental income from individual hangers | - | 204,447 | 204,447 | - |
| Charges for services | 613,516 | - | 613,516 | - |
| Charges to other funds | - | - | - | 8,465,588 |
| Other | - | 14,813 | 14,813 | 112,649 |
| Total operating revenues | 1,867,288 | 703,861 | 2,571,149 | 8,578,237 |
| Operating expenses | | | | |
| Purchases - fuel | - | 353,432 | 353,432 | - |
| Personnel services | 488,519 | 146,356 | 634,875 | - |
| Contractual services | 335,942 | 14,538 | 350,480 | 1,185,388 |
| Benefit claims and expenses | - | - | - | 7,053,545 |
| Insurance premiums | 10,947 | 17,241 | 28,188 | - |
| Other fuel | 61,445 | 5,134 | 66,579 | - |
| Utilities | 18,533 | 34,204 | 52,737 | - |
| Communications | 7,381 | 3,000 | 10,381 | 36,292 |
| Repairs and maintenance | 36,362 | 21,873 | 58,235 | 245,375 |
| Equipment rental and other | - | 2,826 | 2,826 | - |
| Supplies and expenses | 1,521 | 6,150 | 7,671 | 814,278 |
| Depreciation | 170,320 | 133,853 | 304,173 | - |
| Miscellaneous expenses | 941 | 14,593 | 15,534 | - |
| Landfill closure and post closure costs | 47,864 | - | 47,864 | - |
| Total operating expenses | 1,179,775 | 753,200 | 1,932,975 | 9,334,878 |
| Operating income (loss) | 687,513 | (49,339) | 638,174 | (756,641) |
| Non-operating revenues (expenses) | | | | |
| Loss on sale of assets | (10,756) | - | (10,756) | - |
| Contribution - Keep Troup Beautiful | (7,500) | - | (7,500) | - |
| Interest expense | (16,588) | - | (16,588) | - |
| Total non-operating revenues (expenses) | (34,844) | - | (34,844) | - |
| Income (loss) before contributions and transfers | 652,669 | (49,339) | 603,330 | (756,641) |
| Capital contributions and grants | - | 451,208 | 451,208 | - |
| Transfers in | 88,797 | - | 88,797 | - |
| Change in net position | 741,466 | 401,869 | 1,143,335 | (756,641) |
| Net position - beginning | 1,866,001 | 3,817,680 | | 922,604 |
| Net position - ending | \$ 2,607,467 | \$ 4,219,549 | | \$ 165,964 |
| Adjustment to reflect the consolidation of internal service fund activities related to enterprise fund | | | (13,039) | |
| Change in net position of business-type activities | | | <u>\$ 1,130,296</u> | |

See accompanying notes to the basic financial statements.

Troup County, Georgia
Statement of Cash Flows - Proprietary Funds
For the Year Ended June 30, 2016

| | Business-type Activities - Enterprise Funds | | | Governmental Activities - Internal Service Funds |
|---|--|--|---------------------|---|
| | Waste Management | LaGrange Callaway Airport | Totals | |
| Cash Flows From Operating Activities: | | | | |
| Cash received from customers and users | \$ 2,140,167 | \$ 712,626 | \$ 2,852,793 | \$ 7,892,512 |
| Cash paid to suppliers | (438,885) | (455,324) | (894,209) | (9,437,995) |
| Cash paid to employees | (472,728) | (137,953) | (610,681) | - |
| Net Cash Provided By Operating Activities | 1,228,554 | 119,349 | 1,347,903 | (1,545,483) |
| Cash Flows From Non-Capital and Related Financing Activities: | | | | |
| Receipts from other funds | 105,226 | - | 105,226 | - |
| Contribution - Keep Troup Beautiful | (7,500) | - | (7,500) | - |
| Net Cash Provided (Used) by Non-Capital and Related Financing Activities | 97,726 | - | 97,726 | - |
| Cash Flows From Capital and Related Financing Activities: | | | | |
| Contributed capital | - | 449,164 | 449,164 | - |
| Repayment of long-term borrowings | (170,048) | - | (170,048) | - |
| Repayment on capital leases | (86,821) | - | (86,821) | - |
| Acquisition of capital assets | (124,240) | (554,234) | (678,474) | - |
| Interest paid | (18,901) | - | (18,901) | - |
| Net Cash Provided (Used) by Financing Activities | (400,010) | (105,070) | (954,244) | - |
| Net Increase (Decrease) in Cash and Cash Equivalents | 926,270 | 14,279 | 940,549 | (1,545,483) |
| Cash and Cash Equivalents at Beginning of Year | 300,300 | 261,155 | 561,455 | 1,630,317 |
| Cash and Cash Equivalents at End of Year | \$ 1,226,570 | \$ 275,434 | \$ 1,502,004 | \$ 84,834 |

(Continued)

See accompanying notes to the basic financial statements.

Troup County, Georgia
Statement of Cash Flows - Proprietary Funds
For the Year Ended June 30, 2016

(Continued)

| | <u>Business-type Activities - Enterprise Funds</u> | | | <u>Governmental</u> |
|---|--|-------------------|---------------------|-------------------------|
| | <u>Waste</u> | <u>LaGrange</u> | <u>Totals</u> | <u>Activities -</u> |
| | <u>Management</u> | <u>Callaway</u> | | <u>Internal Service</u> |
| | | <u>Airport</u> | | <u>Fund</u> |
| Reconciliation of Net Operations | | | | |
| Income to Net Cash (Used in) | | | | |
| Provided By Operating Activities: | | | | |
| Operating net income (loss) | \$ 687,513 | \$ (49,339) | \$ 638,174 | \$ (756,641) |
| Adjustments to reconcile net income | | | | |
| to net cash provided by operating activities: | | | | |
| Depreciation | 170,320 | 133,853 | 304,173 | - |
| Increase in landfill closure and | | | | |
| postclosure costs | 47,864 | - | 47,864 | - |
| Increase in Net OPEB obligation | 4,702 | 1,567 | 6,269 | - |
| Decrease (increase) in: | | | | |
| Accounts receivable | (97,256) | 12,605 | (84,651) | (17,896) |
| Due from other funds | 370,134 | - | 370,134 | (667,829) |
| Inventory | - | (3,094) | (3,094) | - |
| Prepaid expenses | (349) | (194) | (543) | - |
| Deferred outflow of resources | (30,854) | (9,743) | (40,597) | - |
| (Decrease) increase in: | | | | |
| Accounts payable | (12,269) | 28,455 | 16,186 | 124,476 |
| Accrued expenses | - | (11,743) | (11,743) | - |
| Due to other funds | 46,805 | 4,243 | 51,048 | (73,861) |
| Deferred revenue | - | (3,840) | (3,840) | - |
| Claims payable | 934 | - | 934 | (153,732) |
| Accrued compensated absences | (4,592) | 2,178 | (2,414) | - |
| Net pension liability | 45,602 | 14,401 | 60,003 | - |
| | <u>\$ 1,228,554</u> | <u>\$ 119,349</u> | <u>\$ 1,347,903</u> | <u>\$ (1,545,483)</u> |
| Net Cash Flows Provided By (Used for) | | | | |
| Operating Activities | | | | |

See accompanying notes to the basic financial statements.

Troup County, Georgia
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2016

| | Employee Pension Trust Fund | Agency Funds |
|---|--|---------------------|
| Assets | | |
| Cash and cash equivalents | \$ 750,586 | \$ 2,376,860 |
| Receivables: | | |
| Taxes | - | 145,119 |
| Other | - | 7,893 |
| Investments, at fair value | | |
| Mutual funds | 31,047,722 | - |
| Total Assets | 31,798,308 | 2,529,872 |
| Liabilities | | |
| Taxes payable to others upon collection | - | 145,119 |
| Due to other entities | - | 1,685,747 |
| Escrow bond deposits | - | 277,881 |
| Federal forfeiture funds | - | 126,047 |
| Confiscated funds | - | 12,002 |
| Inmate funds | - | 216,321 |
| Deferred liabilities | - | 66,755 |
| Total Liabilities | - | 2,529,872 |
| Net Position | | |
| Restricted for pensions | \$ 31,798,308 | \$ - |

See accompanying notes to the basic financial statements.

Troup County, Georgia
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2016

| | Employee Pension Trust Fund |
|--|--|
| Additions | |
| Contributions | |
| Employer contributions | \$ 2,383,911 |
| Investment income | |
| Dividends | 1,337,187 |
| Net increase (decrease) in fair value of investments | (1,364,882) |
| Investment expense | (111,141) |
| Net investment income (loss) | (138,836) |
| Total additions | 2,245,075 |
| Deductions | |
| Benefits paid | 1,922,752 |
| Life insurance premiums | 88,736 |
| Administrative expenses | 13,100 |
| Total deductions | 2,024,588 |
| Change in net position | 220,487 |
| Net position, July 1 | 31,577,821 |
| Net position, June 30 | \$ 31,798,308 |

See accompanying notes to the basic financial statements.

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NOTES TO THE BASIC FINANCIAL STATEMENTS

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

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Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

Note 1 - Summary of Significant Accounting Policies

The financial statements of Troup County, Georgia (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 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 the County, this entity includes the County and its constitutional officers.

As required by GAAP, the financial statements of the reporting entity include those of the primary government and its component units. The component units discussed below are included in the county's reporting entity because of the significance of their operation and financial relationships with the County. In conformity with GAAP, as set forth in the Statement of Governmental Accounting Standards No. 14 "the Financial Reporting Entity," as amended by GASB Statements No. 39 and 61, the component units' financial statements have been included as blended or discretely presented component units. Blended component units, although legally separate entities, are in substance part of the County's operations, so financial data from these units are combined with the financial data of the primary government. Each discretely presented component unit is reported separately in the government-wide financial statements to emphasize that it is legally separate from the County. The component units' financial information disclosed with the government-wide financial statements reflects the most recently audited financial statements.

Included with the reporting entity as a Blended Component Unit:

Troup County Recreation Endowment Fund (TCREF) is a separate legal entity and is presented as a blended component unit because the County appoints a majority of the board and the fund benefits the County exclusively by providing funds directly to the County for upkeep of Troup County parks and recreation facilities. TCREF is reported as a major special revenue fund.

Included with the reporting entity as a Discretely Presented Component Unit:

Troup County Board of Health (TCBH) provides health related services to the citizens of the County through the Master Public Health Agreement with the Georgia Department of Human Resources. The chief executive officer of the County and three members appointed by the Board of Commissioners make up a majority of the governing board of the TCBH. The County appoints a voting majority of the governing board, is able to impose its will on the entity and has the ability to modify or approve the budget. TCBH is presented as a discretely presented component unit because the entity does not provide services entirely to the County, and the department and the County do not have substantively the same governing boards.

Separate financial statements for the individual component units can be obtained directly from – Troup County Georgia, Office of the Finance Director, 100 Ridley Avenue, LaGrange, GA 30240.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

1-B. Basis of Presentation

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

Government-wide Financial Statements - Government-wide financial statements display information about the reporting government as a whole, except for its fiduciary activities. These statements include separate columns for the governmental and business-type activities of the primary government (including its blended component unit), as well as its discretely presented component unit. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent, on fees and charges for support.

The statement of net position presents the financial position of the governmental activities and business-type activities of the County and its discretely presented component unit 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 business-type activities. 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 function the revenues are *restricted*.

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 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 for the County's governmental, proprietary and fiduciary funds are presented after the government-wide financial statements. These statements display information about major funds individually and nonmajor funds in the aggregate for governmental and proprietary funds. The fiduciary fund statements include financial information for the trust and agency funds. These funds represent assets held by the County in a custodial capacity for individuals or other governments.

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 two categories of funds: governmental and fiduciary.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

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

The following are the County's major governmental funds:

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

Parks and Recreation Endowment Fund (Special Revenue Fund Type) – This fund was established to account for an endowment from Callaway Foundation, Inc., which may be expended for expenses in operating and maintaining recreation facilities.

SPLOST IV – County-wide Fund (Capital Projects Fund Type) – This fund accounts for all revenues provided by a special purpose local option sales tax and expenditures related to road, street and bridge improvements and asphalt equipment replacement, recreation facilities, libraries, and a court technology system.

SPLOST IV – County-specific Fund (Capital Projects Fund Type) – This fund accounts for allocated funds transferred from SPLOST IV – County-wide for specific projects related to road, street and bridge improvements and public safety, energy efficiency and sustainability projects.

The following are the County's major proprietary funds:

Waste Management Fund – This fund accounts for the County's convenience centers and construction and demolition landfill.

LaGrange-Callaway Airport Fund – This fund accounts for the airport operations, which became an enterprise fund of the County when Troup County Airport Authority was abolished and the County assumed the operations and all assets and liabilities of the Authority effective March 17, 2014.

Additionally, the County reports the following fund types:

Capital Projects Funds:

Capital Improvements Fund – This fund accounts for capital improvements included in the County's capital program.

SPLOST III Fund – This fund accounts for the revenues provided by a special purpose local option sales tax and expenditures related to the infrastructure improvements.

Special Revenue Funds – This fund type is used to account for the proceeds of specific revenue sources that are legally or donor restricted to expenditure for specified purposes.

Debt Service Funds – This fund type is used to account for the accumulation of resources and payment of general government long-term debt principal and interest from governmental resources.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

Internal Service Funds - This fund type is used to account for financing of goods or services provided by one department or division to other departments or agencies of the county on a cost-reimbursement basis. The costs of the County's medical benefit plan and other governmental services are accounted for as Internal Service Funds

Fiduciary Funds – This fund type accounts for assets held by the County in accordance with GASB in a trustee capacity or as an agent on behalf of others. The Employee Pension Trust Fund accounts for resources accumulated from pension benefits within a defined benefit plan. Agency funds account for resources held by the County or its officials in a custodial capacity.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's waste management function and various other functions of the government.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the waste management fund and the government's internal service fund are charges to customers for sales and services. Operating expenses for waste management fund and internal service fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

1-C. Measurement Focus

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

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

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, the governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows of resources, and in the presentation of expenses versus expenditures. Proprietary funds and Fiduciary funds use the accrual basis of accounting.

Revenues - Exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, are 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

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

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

Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: property taxes, sales taxes, investment earnings and federal and state grants.

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

1-E. Assets, Liabilities and Fund Equity

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

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

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

Georgia law authorizes the County to invest in the following type of obligations:

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

1-E-2 Receivables

All trade and property tax receivables are reported net of an allowance for uncollectible, where applicable.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

1-E-3 Interfund Activity

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as due from or due to other funds. These amounts are eliminated in the governmental activities column of the statement of net position. Residual balances between governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”.

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. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements (i.e., they are netted).

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. For all funds, cost is determined on a first in, first out basis. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased. At the fund reporting level, an equal amount of fund balance is classified as nonspendable, indicating this amount is not available for general appropriation.

1-E-5 Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2016, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is classified as nonspendable, as this amount is not available for general appropriation.

1-E-6 Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statement for proprietary funds. The County’s infrastructure consists primarily of roads and bridges. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their fair market value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized. Interest has been capitalized during the construction period on property, plant and equipment.

Assets capitalized have an original cost of \$5,000 or more and over two years of useful life. Useful lives for infrastructure were estimated based on the County’s historical records of necessary improvements and replacement. In the case of the initial capitalization of general infrastructure items (i.e., those reported by governmental activities), the County’s infrastructure acquired prior to fiscal years ended after June 30, 1980 and prior to the implementation of GASB Statement No. 34 has been reported. 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.

All reported capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the County’s historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

| Asset Class | Governmental Activities Estimated Lives |
|-------------------------|---|
| Buildings | 50 years |
| Machinery and equipment | 3 – 7 years |
| Infrastructure | 40 years |

1-E-7 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.

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

The total compensated absence liability is reported on the government-wide financial statements. Governmental funds report the compensated absence liability at the fund reporting level only “when due,” while the proprietary funds report the liability as it is incurred.

1-E-8 Accrued Liabilities and Long-term Obligations

The accounting treatment of payables, accrued liabilities and long-term obligations depends on whether the related assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

In general, payables, accrued liabilities and long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term debt consists of notes payable, capital lease obligations and accrued compensated absences. Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary fund is the same in the fund statements as it is in the government-wide statements

1-E-9 Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has one item that qualifies for reporting in this category – deferred outflows related to pensions reported in the government wide statement of net position.

In addition to liabilities, the Statement of Net Position or the Governmental Funds Balance Sheet will sometimes report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The County has one item that qualifies for reporting in this category. The governmental funds balance sheet reports unavailable revenues from property taxes, as these amounts are deferred and will be recognized as an inflow of resources in the period that the amounts become available.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

1-E-10 Fund Equity

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

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

Nonspendable – Fund balances are reported as nonspendable when amounts cannot be spent because they are either 1) not in spendable form (items that are not expected to be converted to cash) or 2) legally or contractually required to be maintained in intact.

Restricted – Fund balances are reported as restricted when there are limitations imposed on their use either through enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Committed – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of County Commissioners through the adoption of a resolution. Only the Board of County Commissioners may modify or rescind the commitment.

Assigned – Fund balances are reported as assigned when amounts are constrained by the County’s intent to use them for a specific purpose, but they are neither restricted nor committed as defined above. Through resolution, the County Commission has authorized the County Manager to assign fund balances.

Unassigned – Fund balances are reported as unassigned as the residual amount when the balances are not classified under the above criterion. The County reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balances may be reported in all funds.

Flow Assumptions - When both restricted and unrestricted amounts of fund balance are available for use for expenditures, it is the County’s policy to use restricted amounts first and then unrestricted amounts as needed. For unrestricted amounts of fund balance, it is the County’s policy to use fund balance in the following order: (1) committed, (2) assigned and (3) unassigned.

Net Position - Net position represent the difference between assets, deferred outflows of resources and liabilities and deferred inflow of resources in government-wide financial statements and proprietary fund financial statements, which utilize the economic resources measurement focus. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net positions 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 positions are reported as unrestricted.

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

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

1-E-11 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 and debt service funds. A project budget is adopted for each capital projects fund. The budget resolution reflects the total of each department’s appropriation in each fund. The general, special revenue and debt service fund budgets are adopted on a basis consistent with GAAP. Budgets for capital projects funds are adopted on a basis consistent with GAAP except the budget period is a project period rather than an annual period. Proprietary fund type budgets are adopted for management control purposes only. The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget generally is the function level within each individual fund. Any change in total to a fund or functional appropriation within a fund requires approval of the Board of Commissioners. The County Manager may approve budget transfers within departments. During the year, the Board of Commissioners approved budget revisions. All unexpended annual appropriations lapse at year-end.

2-B. Revenue Restrictions

The County has various restrictions placed over certain revenue sources from state or local requirements. The primary restricted revenue sources include:

| <u>Revenue Source</u> | <u>Legal Restriction of Use</u> |
|-------------------------|---|
| Fees Fines and Grants | Drug Abuse Treatment and Education |
| Fines | Upkeep of County Law Library |
| Fees and Fines | Coweta County Judicial Circuit Alternative Dispute Resolution |
| Fees | Juvenile Supervision |
| Fines | Victim/Witness Assistance |
| Troup County Recreation | Operation and Maintenance of Public |
| Endowment Fund | Recreational Facilities |
| E-911 Revenue | E-911 Emergency Services Purposes |
| Hotel/Motel Tax | Trade and Tourism |

For the year ended June 30, 2016, the County complied, in all material respects, with these revenue restrictions.

2-C. Debt Restrictions

General Obligation Debt – Article 9, Section 5 of the Georgia Constitution limits the amount of outstanding general obligation bonded debt of the municipality to no more than 10% of the assessed value of all taxable property in the County. For the year ended June 30, 2016, the County complied, in all material respects, with its outstanding general obligation debt.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

Note 3 - Detailed Notes on All Funds

3-A. Deposits and Investments

Deposits – Custodial Credit Risk

Custodial credit risk for deposits is the risk that in the event of a bank failure, the County may not be able to recover its deposits. 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 June 30, 2016, none of the County's deposits were exposed to custodial credit risk as uninsured and uncollateralized as defined by GASB pronouncements.

The Parks and Recreation Endowment Fund (a blended component unity) and the Employee Pension Trust Fund are exempt from the County's policy that all deposits be federally insured or fully collateralized.

Deposits – External Investment Pool

A portion of the County's deposits at June 30, 2016 were invested in Georgia Fund I. It was created by OCGA 36-83-8, and is a stable net asset value investment pool that follows Standard and Poor's criteria for AAA rated money market funds. However, the State of Georgia Office of Treasury operates Georgia Fund I in a manner consistent with rule 2a-7 of the Investment Company Act of 1940 and it is considered to be a 2a-7 like pool. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1 par share value). Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on \$1 per share.

Investment Policies – Credit, Concentration of Credit and Interest Rate Risks

Georgia law authorizes the County to invest in limited types of obligations (see note 1-E-1). The County has no investment policy that would further limit the investment choices.

The County places no limit on the amounts that may be invested in any one issuer. However, the County's current investments amount to no more than five percent of total investments with any one issuer, or are invested in mutual funds that are exempt from this provision

The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the County's current investments are all short-term in nature.

For the Parks and Recreation Endowment Fund, investment policy is set by a committee appointed by the Board of Commissioners. The fund has a 60% target to public equity, a 35% target to fixed income (including cash) and a 5% target allocation to alternative assets. At June 30, 2016, the mix was approximately 74% equity and 23% fixed and 3% other. The return on investment for the year ended June 30, 2016 was approximately 16%. The payout each year to the Parks and Recreation Facilities Special Revenue Fund is 5% of the fair market value over a five year average.

The assets of the Employees' Pension Trust Fund are held in several mutual funds and account portfolios which are overseen by a committee appointed by the Board of Commissioners and an investment advisor. The investment policy for this fund has a modeled return of 7.8%. Strategic allocations range from an average low of 5% to an upper average limit of 20% among 18 different peer groups. At June 30, 2016, the trust fund did not have any debt or equity investments in any one organization which represented greater than 5% of the plan fiduciary net position. See Note 3-H for more detailed information about this trust fund.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Cash and investments are summarized as follows at June 30, 2016:

As reported in the financial statements:

| | |
|--|----------------------|
| Cash and cash equivalents | \$ 30,685,710 |
| Investments | 7,338,830 |
| Cash and cash equivalents - Pension Trust Fund | 750,586 |
| Investments - Pension Trust Fund | 31,047,722 |
| Cash - Agency Funds | 2,376,860 |
| | <u>\$ 72,199,708</u> |
| Cash deposited with financial institutions | \$ 15,289,323 |
| Georgia Fund 1 | 17,773,247 |
| Money Market Fund | 750,586 |
| Mutual funds | 38,386,552 |
| | <u>\$ 72,199,708</u> |

Fair Value Measurements

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. All investments of the County are classified as Level 1.

3-B. Receivables

At June 30, 2016, accounts receivable for the business-type activities consisted of landfill tipping fees receivable. Accounts receivable of the government activities consisted of taxes, interest, accounts, 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. The County does not utilize an allowance for doubtful account for the landfill tipping fees receivable.

3-C. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1, based on property tax values as assessed on that same date. Taxes are levied by September 15 and are due by November 15 of the same year. After November 15, the bill becomes delinquent and penalties and interest may be assessed by the government. The County bills and collects its own property taxes and also taxes for the State of Georgia, the Troup County Board of Education, the Downtown LaGrange Development Authority, the City of LaGrange, the City of Hogansville, and the City of West Point. The collections and remittances are accounted for in the County Tax Commissioner agency fund.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

3-D. Capital Assets

Capital asset activity for the year ended June 30, 2016 for the primary government was as follows:

| | As Restated Balance <u>July 1, 2015</u> | <u>Additions</u> | <u>Deductions</u> | Transfer in/ <u>Transfer (out)</u> | Balance <u>June 30, 2016</u> |
|--|---|-------------------|-------------------|---------------------------------------|---------------------------------|
| Governmental activities: | | | | | |
| Capital assets not being depreciated: | | | | | |
| Land | \$ 16,229,912 | \$ - | \$ 105,226 | \$ - | \$ 16,124,686 |
| Construction in progress | <u>121,414</u> | <u>2,540,384</u> | <u>-</u> | <u>(18,660)</u> | <u>2,643,138</u> |
| Total non-depreciable assets | <u>16,351,326</u> | <u>2,540,384</u> | <u>105,226</u> | <u>(18,660)</u> | <u>18,767,824</u> |
| Other capital assets: | | | | | |
| Buildings | 74,082,075 | 68,310 | - | - | 74,150,385 |
| Machinery and equipment | 26,057,092 | 958,036 | 196,704 | 38,692 | 26,857,116 |
| Infrastructure | <u>54,976,250</u> | <u>1,471,129</u> | <u>-</u> | <u>-</u> | <u>56,447,379</u> |
| Total other capital assets | <u>155,115,417</u> | <u>2,497,475</u> | <u>196,704</u> | <u>38,692</u> | <u>157,454,880</u> |
| Total cost | <u>171,466,743</u> | <u>5,037,859</u> | <u>301,930</u> | <u>20,032</u> | <u>176,222,704</u> |
| Accumulated depreciation: | | | | | |
| Buildings | 16,071,120 | 1,475,337 | - | - | 17,546,457 |
| Machinery and equipment | 17,481,855 | 1,956,667 | 162,717 | 3,571 | 19,279,376 |
| Infrastructure | <u>13,583,136</u> | <u>912,444</u> | <u>-</u> | <u>-</u> | <u>14,495,580</u> |
| Total accumulated depreciation | <u>47,136,111</u> | <u>4,344,448</u> | <u>162,717</u> | <u>3,571</u> | <u>51,321,413</u> |
| Governmental activities capital assets, net | <u>\$ 124,330,632</u> | <u>\$ 693,411</u> | <u>\$ 139,213</u> | <u>\$ 16,461</u> | <u>\$ 124,901,291</u> |
| Business-type activities: | | | | | |
| Capital assets not being depreciated: | | | | | |
| Land | \$ 3,129,278 | \$ - | \$ - | \$ - | \$ 3,129,278 |
| Construction in progress | <u>-</u> | <u>554,234</u> | <u>-</u> | <u>-</u> | <u>554,234</u> |
| Total non-depreciable assets | <u>3,129,278</u> | <u>554,234</u> | <u>-</u> | <u>-</u> | <u>3,683,512</u> |
| Other capital assets: | | | | | |
| Buildings | 3,146,266 | - | - | - | 3,146,266 |
| Heavy Equipment | 1,536,704 | - | - | - | 1,536,704 |
| Convenience Centers | 776,842 | 91,155 | 35,995 | - | 832,002 |
| Vehicles | 471,298 | 35,130 | - | (20,000) | 486,428 |
| Other Equipment and Furniture | <u>520,395</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>520,395</u> |
| Total other capital assets | <u>6,451,505</u> | <u>126,285</u> | <u>35,995</u> | <u>(20,000)</u> | <u>6,521,795</u> |
| Total cost | <u>9,580,783</u> | <u>680,519</u> | <u>35,995</u> | <u>(20,000)</u> | <u>10,205,307</u> |
| Accumulated depreciation: | | | | | |
| Buildings | 1,490,831 | 87,913 | - | - | 1,578,744 |
| Heavy Equipment | 499,547 | 153,671 | - | - | 653,218 |
| Convenience Centers | 605,073 | 15,861 | 25,238 | - | 595,696 |
| Vehicles | 452,825 | 1,254 | - | (3,571) | 450,508 |
| Other Equipment and Furniture | <u>368,462</u> | <u>45,474</u> | <u>-</u> | <u>-</u> | <u>413,936</u> |
| Total accumulated depreciation | <u>3,416,738</u> | <u>304,173</u> | <u>25,238</u> | <u>(3,571)</u> | <u>3,692,102</u> |
| Business-type activities capital assets, net | <u>\$ 6,164,045</u> | <u>\$ 376,346</u> | <u>\$ 10,757</u> | <u>\$ (16,429)</u> | <u>\$ 6,513,205</u> |

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

| | <u>Balance</u> <u>July 1, 2015</u> | <u>Additions</u> | <u>Deductions</u> | <u>Balance</u> <u>June 30, 2016</u> |
|---|---------------------------------------|-------------------|-------------------|--|
| Component unit | | | | |
| Depreciable capital assets: | | | | |
| Machinery and equipment | \$ 2,001,113 | \$ 260,263 | \$ 1,203,367 | \$ 1,058,009 |
| Less accumulated depreciation | <u>1,704,162</u> | <u>94,104</u> | <u>1,187,879</u> | <u>610,387</u> |
| Component unit capital assets, net | <u>\$ 296,951</u> | <u>\$ 166,159</u> | <u>\$ 15,488</u> | <u>\$ 447,622</u> |

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

Governmental activities depreciation expense

| | |
|-------------------------|---------------|
| General government | \$ 791,297 |
| Judicial | 620,755 |
| Public Safety | 1,106,464 |
| Highway and streets | 1,268,032 |
| Health and welfare | 35,850 |
| Culture and recreation | 505,432 |
| Housing and Development | <u>16,618</u> |

| | |
|--|------------------|
| Total governmental activities depreciation expense | <u>4,344,448</u> |
|--|------------------|

Business-type activities depreciation expense

| | |
|---------------------------|----------------|
| LaGrange Callaway Airport | 133,853 |
| Waste Management | <u>170,320</u> |

| | |
|---|----------------|
| Total business-type activities depreciation expense | <u>304,173</u> |
|---|----------------|

| | |
|---|---------------------|
| Total Primary Government depreciation expense | <u>\$ 4,648,621</u> |
|---|---------------------|

Component unit activities depreciation expense

| | |
|--------|------------------|
| Health | <u>\$ 94,104</u> |
|--------|------------------|

(The notes to the basic financial statements continue on the next page.)

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

3-E. Interfund Receivables, Payables and Transfers

Interfund loans receivable are considered “available spendable resources”. Such balances at June 30, 2016 include due from (to) and are summarized as follows:

| <u>Receivable Fund</u> | <u>Payable Fund</u> | <u>Amount</u> |
|--------------------------------|--------------------------------|---------------------|
| General Fund | SPLOST IV - County-Wide Fund | 99,455 |
| General Fund | Waste Management Fund | 148,131 |
| General Fund | LaGrange Callaway Airport Fund | 3,792 |
| General Fund | Internal Service Funds | 112,424 |
| General Fund | Nonmajor Governmental Funds | 418,491 |
| Internal Service Funds | Internal Service Funds | 843 |
| Waste Management Fund | General Fund | 72,364 |
| Nonmajor Governmental Funds | General Fund | 120,235 |
| Nonmajor Governmental Funds | Waste Management Fund | 6,554 |
| SPLOST IV County-Specific Fund | SPLOST IV - County-Wide Fund | 6,484,915 |
| Internal Service Funds | General Fund | 535,761 |
| Internal Service Funds | Waste Management Fund | 41,964 |
| Internal Service Funds | LaGrange Callaway Airport Fund | 2,566 |
| Internal Service Funds | Nonmajor Governmental Funds | 321,357 |
| | | <u>\$ 8,368,852</u> |

Generally, outstanding balances between funds reported as “due from/to other funds” include outstanding charges by one fund to another for services or goods, subsidy commitments outstanding at year-end, and other miscellaneous receivables/payables between funds.

Interfund transfers for the year ended June 30, 2016, consisted of the following:

| <u>Transfers to</u> | <u>Transfers from</u> | <u>Amount</u> |
|---------------------------------|-------------------------------------|---------------------|
| General Fund | Nonmajor Governmental Funds | \$ 51,063 |
| Nonmajor Governmental Funds | General Fund | 619,213 |
| Nonmajor Governmental Funds | Parks and Recreation Endowment Fund | 527,822 |
| Nonmajor Governmental Funds | SPLOST IV - County-Wide Fund | 1,678,110 |
| SPLOST IV- County-Specific Fund | SPLOST IV - County-Wide Fund | 3,978,704 |
| Waste Management Fund | General Fund | 88,797 |
| | | <u>\$ 6,943,709</u> |

Transfers are substantially for the purpose of funding debt service on a routine basis, funding capital projects, or in accordance with budgetary authorizations.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

3-F. Long-term Debt

Intergovernmental Agreements – Troup County has entered into three intergovernmental contracts:

1. LaGrange Development Authority (the “Issuer”), Troup County Development Authority, LaGrange, and Troup County entered into an intergovernmental contract under which the Issuer is to acquire, construct and equip a new industrial park (Callaway South Industrial Park) on approximately 1,100 acres located within LaGrange. The issuer issued two series of revenue bonds, Series 2007A in the aggregate principal amount of \$1,565,000 and Series 2007B in the aggregate principal amount of \$5,285,000 which was refinanced on August 24, 2012. The refinanced aggregate principal amount is \$4,600,000. The revenue bonds are secured by the intergovernmental contract under which City of LaGrange and Troup County have agreed to each pay one-half of the debt service on the bonds when due, commencing in February 2008. The Issuer is obligated for up to 50 years to reimburse City of LaGrange and Troup County for payments made under the intergovernmental contract from net proceeds received from the sale or lease of parcels.

2. Troup County Public Facilities Authority (the “Issuer”) and Troup County entered into an intergovernmental contract under which the Issuer is to finance or refinance the construction or acquisition of (i) recreation facilities and equipment, (ii) a library, (iii) road equipment, (iv) information technology equipment and (v) public safety improvements and equipment (collectively, the Project), which are to be owned by Troup County. The Issuer issued one or more series of revenue bonds in an aggregate amount not to exceed \$9,500,000. The revenue bond is secured by the Intergovernmental Agreement for the Use and Distribution of Proceeds from Troup County SPLOST IV (the SPLOST Intergovernmental Agreement) commencing on January 1, 2013. In August 2016, the balance of the debt, \$4,865,879, was paid off ahead of schedule and is reflected in the 2017 payment below.

3. On July 1, 2008, Troup County entered into an agreement with LaGrange-Troup County Hospital Authority (the “Authority”) to support the Authority’s effort to finance the acquisition and construction of additional healthcare facilities and renovations to existing healthcare facilities in Troup County. The Authority issued Revenue Anticipation Certificates, Series 2008A in the aggregate principal amount of \$46,590,000. Troup County has pledged to levy property taxes up to seven mills, to provide funds to service the principal and interest payments in the event of default by the Authority. At June 30, 2016, the Authority is current on its debt payments. No payments are required of the County.

Intergovernmental debt requirements, applicable to the first two intergovernmental contracts, to maturity are as follows:

| Year Ending June 30, | Principal | Interest | Total |
|-------------------------|---------------------|-------------------|---------------------|
| 2017 | \$ 5,030,879 | \$ 121,282 | \$ 5,152,161 |
| 2018 | 172,500 | 76,648 | 249,148 |
| 2019 | 177,500 | 72,163 | 249,663 |
| 2020 | 182,500 | 67,548 | 250,048 |
| 2021 | 190,000 | 62,803 | 252,803 |
| 2021-2025 | 1,070,000 | 236,859 | 1,306,859 |
| 2026-2027 | <u>532,500</u> | <u>37,594</u> | <u>570,094</u> |
| Total | <u>\$ 7,355,879</u> | <u>\$ 674,897</u> | <u>\$ 8,030,776</u> |

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

Capital Leases – During 2013, the County entered into a capital lease obligation for machinery and equipment. The machinery and equipment held under the capital lease at June 30, 2016 had a cost of \$2,567,345 (governmental activities - \$1,216,706 and business-type activities - \$1,350,639) which the County received an equity allowance of \$698,588 from the trade in of the previous 2008 equipment lease. The County’s capital lease obligation is \$1,868,757 (governmental activities - \$886,362 and business-type activities - \$983,395). The capital lease requires a final payment of \$1,108,600 (governmental activities - \$559,500 and business-type activities - \$549,100) in 2017, including an interest rate of 2.0% for a term of five years.

During 2013, the County entered into a capital lease obligation for video visitation equipment for the Sheriff’s Department (Governmental activities). The video equipment held under the capital lease at June 30, 2016 has a cost of \$358,155. In August 2015, the lease was revised and extended through June 2019. The capital lease payments are \$4,075 per month for 46 months.

In June 2015, the County entered into a three year capital lease obligation for machinery and equipment totaling \$158,932. Payments are \$32,013 for years one and two and \$104,705 in year three, which include interest at a rate of 2.5%.

The following is an analysis of equipment leased under capital leases as of June 30, 2016.

| | Governmental Activities | Business-type Activities | Amount |
|-------------------------------|----------------------------|-----------------------------|--------------|
| Heavy equipment | \$ 1,375,638 | \$ 1,350,639 | \$ 2,726,277 |
| Other equipment and furniture | 358,155 | - | 358,155 |
| Less accumulated depreciation | (821,648) | (493,512) | (1,315,160) |
| Carrying Value | \$ 912,145 | \$ 857,127 | \$ 1,769,272 |

The future minimum lease obligations and the net present value of the minimum lease payments for the leases are as follows:

| Year Ending June 30, | Governmental Activities | Business-type Activities | Amount |
|---|----------------------------|-----------------------------|--------------|
| 2017 | \$ 162,045 | \$ 103,121 | \$ 265,166 |
| 2018 | 234,753 | 103,121 | 337,874 |
| 2019 | 610,167 | 549,888 | 1,160,055 |
| Total | 1,006,965 | 756,130 | 1,763,095 |
| Less: amount representing interest | (35,628) | (27,946) | (63,574) |
| Present value of minimum lease payments | \$ 971,337 | \$ 728,184 | \$ 1,699,521 |

Notes Payable – In December 2010 the County entered into a Promissory Note Payable with an individual to purchase real estate located at 909 Knott Road in LaGrange, Troup County, Georgia. The original principal amount of the promissory note was \$825,000. The promissory note is to be repaid through five (5) equal installments of principal and interest of \$172,650. The final payment is due on December 20, 2016. The promissory note is secured by a first priority lien on the property. This note is recorded in the Waste Management Enterprise Fund. The parcels of land

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

purchased will serve as the new construction and demolition landfill.

In December 2010 the County entered into a Note Payable with a local bank to finance certain energy improvements to County facilities. The original principal amount of the note payable was \$1,500,000. The note is to be repaid through twenty-four (24) quarterly payments of \$66,334, which include simple interest at 1.90%. The final payment is scheduled for December 2016. The note is collateralized with an amount deposited in a certificate of deposit and included in cash and cash equivalents.

Note Payable requirements to maturity are as follows:

Governmental activities

| Year Ending June 30, | Principal | Interest | Total |
|-------------------------|------------|----------|------------|
| 2017 | \$ 131,593 | \$ 957 | \$ 132,550 |

Business-type activities

| Year Ending June 30, | Principal | Interest | Total |
|-------------------------|-----------|----------|-------|
| 2017 | \$ 29 | \$ - | \$ 29 |

(The notes to the basic financial statements continue on the next page.)

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

Changes in Long-term Debt - Changes in the County's long-term obligations consisted of the following for the year ended June 30, 2016:

| | <u>Outstanding</u> <u>July 01, 2015</u> | <u>Additions</u> | <u>Reductions</u> | <u>Outstanding</u> <u>June 30, 2016</u> | <u>Amount Due</u> <u>in One Year</u> |
|---|--|-------------------|---------------------|--|---|
| Governmental Activities | | | | | |
| Compensated absences | \$ 904,652 | \$ 847,529 | \$ 811,007 | \$ 941,174 | \$ 422,363 |
| Capital Lease - Caterpillar | 917,928 | - | 93,291 | 824,637 | 95,297 |
| Capital Lease (Sheriff) | 183,912 | - | 37,212 | 146,700 | 48,900 |
| Note Payable (CB&T) | 391,326 | - | 259,733 | 131,593 | 131,593 |
| Intergovernmental Contract (2007A) | 782,500 | - | - | 782,500 | - |
| Intergovernmental Contract (2007B) | 1,870,000 | - | 162,500 | 1,707,500 | 165,000 |
| SPLOST Intergovernmental Agreement | <u>6,435,780</u> | <u>-</u> | <u>1,569,901</u> | <u>4,865,879</u> | <u>4,865,879</u> |
| Total Governmental Activities | <u>\$ 11,486,098</u> | <u>\$ 847,529</u> | <u>\$ 2,933,644</u> | <u>\$ 9,399,983</u> | <u>\$ 5,729,032</u> |
| Business-type Activities | | | | | |
| | <u>Outstanding</u> <u>July 01, 2015</u> | <u>Additions</u> | <u>Reductions</u> | <u>Outstanding</u> <u>June 30, 2016</u> | <u>Amount Due</u> <u>in One Year</u> |
| Compensated absences | \$ 11,467 | \$ 5,953 | \$ 8,367 | \$ 9,053 | \$ 4,063 |
| Capital Lease - Caterpillar | 815,005 | - | 86,821 | 728,184 | 88,557 |
| Landfill closure and post-closure care | 370,412 | 47,864 | - | 418,276 | - |
| Note Payable (Knott Road) | <u>170,077</u> | <u>-</u> | <u>170,048</u> | <u>29</u> | <u>29</u> |
| Total Business-type Activities | <u>\$ 1,366,961</u> | <u>\$ 53,817</u> | <u>\$ 265,236</u> | <u>\$ 1,155,542</u> | <u>\$ 92,649</u> |
| Component Unit Activities | | | | | |
| | <u>Outstanding</u> <u>July 01, 2015</u> | <u>Additions</u> | <u>Reductions</u> | <u>Outstanding</u> <u>June 30, 2016</u> | <u>Amount Due</u> <u>in One Year</u> |
| Compensated absences | <u>\$ 771,622</u> | <u>\$ 304,942</u> | <u>\$ 263,367</u> | <u>\$ 813,197</u> | <u>\$ 263,367</u> |

3-G. Landfill Closure and Postclosure Care Costs

State and Federal laws and regulations require that the County place a final cover on its construction and demolition (C & D) landfill when closed and perform certain maintenance and monitoring functions at the landfill site for five years after closure. In addition to operating expenses related to current year activity of the landfill, an estimated liability is being recognized based on the future closure and postclosure care costs that will be incurred near or after the date the C & D landfill no longer accepts waste. The recognition of those landfill closure and postclosure care costs is based on the amount of the landfill used during the year. The estimated liability for landfill closure and postclosure care costs is \$418,276 as of June 30, 2016, which is based on 84.30% usage (filled) of the landfill. It is estimated that an additional liability of \$77,897 will be recognized as closure and postclosure care costs between the date of the balance sheet and the date the landfill is expected to be filled to capacity (2018). The estimated total current cost of the landfill closure and postclosure care (\$496,173) is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor and maintain the C & D landfill were acquired as of June 30, 2016. However, the actual cost of closure and postclosure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

3-H. Retirement Plans

Defined Benefit Pension Plan

Plan Description

Troup County Defined Benefit Plan (the “Plan”), a single-employer defined benefit pension plan, provides retirement, disability benefits and death benefits to plan members and beneficiaries. The Plan is administered by an investment committee, which includes the County Manager, Director of Finance, HR Director and two community leaders appointed members by the Board of Commissioners. Raymond James Financial Services Advisors, Inc. has fiduciary responsibilities for investing plan assets and satisfying plan liabilities with respect to the pension funds.

The Plan, restated January 1, 2014, covers all full time County employees who are eligible to participate in the Plan. An eligible employee is one who was hired prior to March 1, 2013 and has completed one year of service. Benefits vest after five years of service for participants with hire dates on or before January 1, 2006 and after ten years of service for participants hired after January 1, 2006. Normal retirement age is 65. Reduced early retirement is available for participants at age 55 with ten years of service. Upon eligibility to retire, participants are entitled to an annual benefit in the amount of the sum of: a) 2.67% of average annual compensation for each year of service prior to January 1, 1989 to a maximum of 15 years and b) 1.8% of average annual compensation for each year of service after December 31, 1988, payable as a straight life annuity. Compensation is averaged over a five year period prior to retirement or termination. The Plan also provides benefits in the event of death or disability. Troup County Board of Commissioners has the authority to establish or amend all Plan provisions.

Plan Membership

At January 1, 2016, the date of the most recent actuarial valuation, there were 701 participants consisting of the following:

| | |
|--|-------------------|
| Active employees participating in the plan | 317 |
| Retirees, beneficiaries and disables currently receiving benefits | 150 |
| Terminated plan participants entitled to, but not yet receiving benefits | <u>234</u> |
| Total | <u><u>701</u></u> |

Contributions

Troup County is required to contribute at an actuarially determined rate. Section 47-20 of the Georgia Code sets forth the funding standards for state and local governmental pension plans. The Georgia Constitution enables the governing authority of the County, the Board of Commissioners, to establish and amend from time to time, the contribution requirements. The contribution rate is established based on an actuarially determined rate recommended by an independent actuary. The County’s policy is to contribute 100% of the actuarially determined rate. Plan participants are not required to contribute. County contributions to the Plan were \$2,383,911 for the year ended June 30, 2016.

Net Pension Liability

The County’s net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2016.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

Actuarial Assumptions

The following actuarial assumptions applied to all periods included in the measurement:

| | |
|---------------------------------------|-------|
| Inflation | 2.50% |
| Salary increases, including inflation | 3.00% |
| Investment rate of return | 7.50% |

Mortality rates were based on the RP 2000 sex distinct tables with floating Scale AA projections. Mortality improvements are projected 15 years past the valuation date for active employees and 7 years for annuitants.

The plan has not had a formal actuarial experience study performed.

The long-term expected rate of return on pension plan investments was determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-Term Expected Arithmetic Real Rate of Return</u> |
|----------------------------|------------------------------|--|
| Cash | 2.00% | 0.42% |
| Core Bonds | 5.00% | 1.99% |
| Short-Term Bonds | 5.00% | 1.35% |
| Intermediate-Term Bonds | 12.00% | 1.71% |
| Broad US Equities | 15.00% | 5.12% |
| Large Cap US Equities | 20.00% | 4.84% |
| Mid Cap US Equities | 10.00% | 6.07% |
| Small Cap US Equities | 10.00% | 5.38% |
| Developed Foreign Equities | 13.00% | 5.85% |
| Emerging Market Equities | 1.00% | 8.07% |
| Real Estate (REITS) | 7.00% | 5.14% |
| | <u>100.00%</u> | |

Discount Rate

| | <u>June 30, 2016</u> | <u>June 30, 2015</u> |
|--|--------------------------|--------------------------|
| Discount rate | 7.50% | 7.50% |
| Long-term expected rate of return, net of investment expense | 7.50% | 7.50% |
| Municipal bond rate | N/A | N/A |

The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

Changes in the Net Pension Liability

| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability (a)-(b) |
|---|-----------------------------------|---------------------------------------|-------------------------------------|
| Balances at June 30, 2015 | \$ 48,550,213 | \$ 31,577,821 | \$ 16,972,392 |
| Changes for the year: | | | |
| Service Cost | 533,878 | - | 533,878 |
| Interest | 3,609,204 | - | 3,609,204 |
| Effect of economic/demographic gains or losses | 1,205,087 | - | 1,205,087 |
| Effect of assumptions changes or inputs | 223,781 | - | 223,781 |
| Contributions - employer | - | 2,383,911 | (2,383,911) |
| Net Investment Income | - | (227,572) | 227,572 |
| Benefit Payments | (1,922,752) | (1,922,752) | - |
| Administrative expenses | - | (13,100) | 13,100 |
| Balance at June 30, 2016 | <u>\$ 52,199,411</u> | <u>\$ 31,798,308</u> | <u>\$ 20,401,103</u> |

Changes in Assumptions

The actuarial methods and assumptions used in the valuation are the same as those used in the prior valuation except as follows:

- The mortality assumption has been updated with an additional year of improvements using Scale AA
- The calculation of years of service at termination for the withdrawal benefit has been modified to reflect the impact of weeks of unused illness time at termination
- The compensation used to calculate the preretirement death benefit for active employees has been modified to reflect the impact of weeks of unused illness time at death while actively employed
- A load to service cost to explicitly reflect expected assumptions has been added to the Normal Cost

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following table presents the net pension liability of the County, calculated using the discount rate of 7.50%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.50%) or 1 percentage point higher (8.50%) than the current rate.

| | 1% Decrease 6.50% | Current Discount Rate 7.50% | 1% Increase 8.50% |
|-------------------------|-------------------------|-----------------------------------|-------------------------|
| Total pension liability | \$ 58,321,531 | \$ 52,199,411 | \$ 46,170,019 |
| Fiduciary net position | <u>31,798,308</u> | <u>31,798,308</u> | <u>31,798,308</u> |
| Net pension liability | <u>\$ 26,523,223</u> | <u>\$ 20,401,103</u> | <u>\$ 14,371,711</u> |

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2016, the County recognized pension expense of \$3,492,792. At June 30, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|-----------------------------------|----------------------------------|
| Differences between expected and actual experience | \$ 1,094,324 | \$ - |
| Changes of assumptions | 1,285,052 | - |
| Net difference between projected and actual earnings | 2,674,068 | - |
| Total | \$ 5,053,444 | \$ - |

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| | |
|---------------------|--------------|
| Year Ended June 30: | |
| 2017 | \$ 1,668,995 |
| 2018 | 1,668,995 |
| 2019 | 1,203,459 |
| 2020 | 511,995 |
| | \$ 5,053,444 |

Deferred Compensation Plan

The County provides an opportunity for employees to participate in a deferred compensation plan, commonly referred to as a 457 Plan. The Plan is available to all full time employees as defined by the Plan. Employees elected contributions are maintained in separate accounts for each employee by a third party administrator. The County is not required to include 457 Plan assets and liabilities in the financial statements of the County. During year ended June 30, 2016, employees contributed \$245,435 to this plan.

Defined Contribution Plan

All full-time employees of Troup County who were hired after March 1, 2013, who have performed at least one year of service are allowed to participate in the Troup County 401(a) Plan. Plan provisions and contribution requirements are established and may be amended by Troup County Board of Commissioners. The County contributes 2% of compensation for eligible participants and matches up to 2% of eligible employee contributions into their 457 Plan. Participants' vesting is based on years of credited service. A participant becomes 100% vested after five years of credited service. Total County contributions for the fiscal year ended June 30, 2016 were \$25,466.

Other Plans

In addition to the plans above, various County employees are covered under the following plans: Georgia Firefighters Pension Fund, Magistrates Retirement Fund of Georgia, Peace Officers' Annuity and Benefit Fund of Georgia, Probate Judges Retirement Fund of Georgia, Sheriffs' Retirement Fund of Georgia and Superior Court Clerks' Retirement Fund of Georgia. Further information regarding these plans can be obtained from the plans' annual reports.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

Note 4 - Other Notes

4-A. Risk Management

The County is exposed to various risks of losses related to torts, thefts of, damage to and destructions of assets; errors and omissions; injuries to employees; and natural disasters. During 1987 in an effort to hold down the cost of rising medical and health insurance, the County began paying part of its employee's claims out of its general fund. In 2013, the County transferred this activity from the general fund to the internal service fund (Employee Benefit Fund). For the plan year ending June 30, 2016 the County is self-insured for claims up to \$220,000 per employee for a maximum of \$6,101,950 in the aggregate for claims incurred and paid within the plan year. Claims exceeding this amount are covered by a private insurance carrier. The County includes dental insurance coverage for its employees in its self-insurance plan.

Changes in the reported health claims liability since June 30, 2016 resulted from the following:

| Date | Beginning of Fiscal Year Liability | Current Year Claims and Changes in Estimates | Claims Payments | End of Fiscal Year Liability |
|------|--|--|--------------------|------------------------------------|
| 2014 | \$ 340,635 | \$ 5,110,888 | \$ 5,159,707 | \$ 291,816 |
| 2015 | 291,816 | 5,433,535 | 5,017,027 | 708,324 |
| 2016 | 708,324 | 6,898,221 | 7,053,545 | 553,000 |

There were no significant reductions in insurance coverage from prior year, and there have been no settlements that exceed the County's insurance coverage during the past three years.

The County has joined together with other counties in the state as part of the Association of County Commissioners of Georgia Self-Insurance Workers Compensation Fund, 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 fund 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 fund.

The fund is to defend and protect the members of the fund against liability or loss as prescribed in the member government contract and in accordance with worker's compensation law of Georgia. The fund is to pay all cost 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.

Settled claims have not exceeded commercial coverage in any of the past three fiscal years. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

4-B. Postemployment Healthcare Plan

Plan Description

The County provides postemployment benefits (OPEB) for healthcare to eligible retirees and their dependents under the County's self-insurance plan. The plan is a single-employer defined benefit plan. The benefits are provided in accordance with County ordinances and policies. A separate, audited postemployment Healthcare Plan report is not available.

Eligible retirees are those persons who:

1. Retired from active service of the employer on or after August 1, 1990
2. At retirement have a minimum of 15 years continuous active service with the employer; and
3. Are at least age 50 at retirement; and
4. Elect to contribute to the Plan the contribution required for a retired employee.
5. Retired from active service of the employer on or after August 1, 1990
6. At retirement have a minimum of 15 years continuous active service with the employer; and
7. Are at least age 50 at retirement; and
8. Elect to contribute to the Plan the contribution required for a retired employee.

The portion of premiums contributed by the retired employee is determined based on years of service and range from 25% to 50%. As of June 30, 2016, employee membership data related to the OPEB plan was as follows:

| | |
|---|-------------------|
| Active plan participants | 401 |
| Retirees, beneficiaries and disables currently receiving benefits | <u>44</u> |
| Total | <u><u>445</u></u> |

Funding Policy

The contribution requirements of participants and the County are established by and may be amended by the Board of Commissioners. The required contributions are based on projected pay-as-you go financing requirements as determined annually by the County.

(The notes to the basic financial statements continue on the next page.)

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

Annual OPEB Cost and Net OPEB Obligation

The County's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of Government Accounting Standards Board Statement 45, "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions." The ARC represents the level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB obligation to the plan:

| | |
|---|---------------------|
| Determination of Annual Required Contribution | |
| Normal Cost at year end | \$ 389,783 |
| Amortization of UAAL | 451,124 |
| Annual Required Contribution (ARC) | <u>\$ 840,907</u> |
| Determination of Net OPEB Obligation | |
| Annual Required Contribution | \$ 840,907 |
| Interest on prior year Net OPEB Obligation | 152,642 |
| Adjustments to ARC | <u>(220,682)</u> |
| Annual OPEB Cost | 772,867 |
| Contributions made* | <u>(412,053)</u> |
| Increase in Net OPEB Obligation | 360,814 |
| Net OPEB Obligation, beginning of year | <u>3,816,047</u> |
| Net OPEB Obligation, end of year | <u>\$ 4,176,861</u> |

* The contributions made for the 12 months ending June 30, 2016 reflect assumed contributions. This item is defined in GASB 45 (assuming no additional funding to a qualified trust) as actual benefit payments on behalf of retirees and dependents less any contributions paid by retirees or dependents for coverage.

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the prior 2 years and the estimated amount for the current year ended June 30, 2016 are as follows:

| <u>Fiscal</u> <u>Year Ended</u> | <u>Discount</u> <u>Rate</u> | <u>Annual</u> <u>OPEB Cost</u> | <u>Percentage of</u> <u>OPEB Cost</u> <u>Contributed</u> | <u>Net OPEB</u> <u>Obligation</u> |
|------------------------------------|--------------------------------|-----------------------------------|--|--------------------------------------|
| 6/30/2014 | 4.0% | 792,700 | 41.9% | 3,442,114 |
| 6/30/2015 | 4.0% | 747,541 | 50.0% | 3,816,047 |
| 6/30/2016 | 4.0% | 772,867 | 53.3% | 4,176,861 |

Funded Status and Funding Progress

As of July 1, 2015, the most recent actuarial valuation date, the County's funding has been limited to participant contributions. The actuarial accrued liability (AAL) for benefits was \$7,800,850. This amount is also the unfunded actuarial accrued liability (UAAL). The covered payroll approximates \$12.7 million, assuming 80% of eligible retirees elect coverage, with the UAAL amounting to 61.4% of covered payroll.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information 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 liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the 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 calculators.

The Actuarial Accrued Liability was determined under the projected unit credit cost method. The actuarial assumptions include a 4.0 percent discount rate, which is a blended rate of the expected long-term investment returns on the employer's own investments calculated based on the funded level of the plan at the valuation date. Other actuarial assumptions include mortality rates, withdrawal rates based on the age of the employee, disability rates and retirement rates. The UAAL is being amortized over 30 years on an open period.

4-C. Commitments and Contingencies

Commitments

Encumbrance accounting is employed as an extension of formal budgetary integration for the General Fund, Special Revenue Funds and Capital Projects Funds. At June 30, 2016, certain amounts which were previously restricted, committed, or assigned for specific purposes have been encumbered in the governmental funds. Significant encumbrances included in governmental fund balances are as follows:

| | |
|--------------------------------|---------------------|
| | <u>Restricted</u> |
| SPLOST IV County-Wide Fund | \$ 6,024,630 |
| SPLOST IV County-Specific Fund | <u>108,978</u> |
| | <u>\$ 6,133,608</u> |

Contingencies

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 disallowances, if any, will be immaterial.

4-D. Joint Ventures

Under Georgia Law, the County, in conjunction with other counties and cities in the ten county west central Georgia area, is a member of the Three Rivers Regional Commission (TRRC) and is required to pay annual dues thereto, if assessed. Membership in a RC is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the TRRC in Georgia. The TRRC Board membership includes a chief elected official of each county and municipality of the area.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of a RC. Separate financial statements may be obtained from – Three Rivers Regional Commission, P. O. Box 818, Griffin, GA 30224.

4-E. Hotel/Motel Taxes

The County levies and collects an 8% hotel/motel tax in accordance with the provisions of Section 48-13-51 of the Official Code of Georgia Annotated (OCGA). During the fiscal year ended June 30, 2016, the County collected \$63,530 in hotel/motel taxes and expended 100% of these funds for the purpose of promoting tourism, conventions and trade shows or for facilities used for these purposes. Funds as required were remitted to LaGrange-Troup County Chamber as the designated marketing organization for carrying out tourism promotions.

4-F. Prior Period Adjustments and Accounting Changes

The County has determined that a restatement to the July 1, 2015 beginning net position was required for inadvertent errors in prior years (prior period adjustments) that resulted in a change to the beginning net position of the County as follows:

| | Governmental Activities |
|--|----------------------------|
| Beginning net position, July 1, 2015, as previously reported | \$ 135,685,566 |
| Prior period adjustments: | |
| Transferred capital assets that Troup County properly expensed in prior year, but the asset was not titled by Troup County, should not have been included in capital asset list in prior year. | (5,531,137) |
| Agency funds allocated to General Fund but never paid out should have been allocated to other entities | (218,154) |
| Understatement of payroll accruals | (52,201) |
| Grant income for Library project omitted | 102,754 |
| Beginning net position, July 1, 2015, as restated | \$ 129,986,828 |

(The notes to the basic financial statements continue on the next page.)

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

(continued)

Prior period adjustments above affecting beginning fund balances on the *Statement of Revenues, Expenditures and Changes in Fund Balance* for Governmental Funds is detailed as follows:

| | <u>General</u> | <u>SPLOST IV</u> |
|--|----------------------|---------------------|
| | <u>Fund</u> | <u>Countywide</u> |
| | <u>Fund</u> | <u>Fund</u> |
| Fund balance, July 1, 2015, | | |
| as previously reported | \$ 11,686,777 | \$ 8,896,779 |
| Prior period adjustments: | | |
| Agency funds allocated to General Fund | | |
| but never paid out should have been | | |
| allocated to other entities | (218,154) | - |
| Understatement of payroll accruals | (52,201) | - |
| Grant income for Library project omitted | <u>-</u> | <u>102,754</u> |
| Fund balance, July 1, 2015, as restated | <u>\$ 11,416,422</u> | <u>\$ 8,999,533</u> |

REQUIRED SUPPLEMENTARY INFORMATION

Troup County, Georgia
Required Supplementary Information
Defined Benefit Pension Plan
Schedule of Changes in Net Pension Liability and Related Ratios (in 1,000s)

| Fiscal Years Ending June 30 | <u>2016</u> | <u>2015</u> | <u>2014*</u> |
|--|----------------|----------------|---------------|
| Total Pension Liability | | | |
| Service cost | \$ 534 | \$ 525 | \$ 253 |
| Interest on total pension liability | 3,609 | 3,372 | 1,649 |
| Effect of plan changes | - | - | - |
| Effect of economic/demographic gains or losses | 1,205 | 382 | - |
| Effect of assumption changes or inputs | 224 | 2,091 | - |
| Benefit payments | <u>(1,923)</u> | <u>(1,617)</u> | <u>(791)</u> |
| Net change in total pension liability | \$ 3,649 | \$ 4,753 | 1,110 |
| Total pension liability, beginning | <u>48,550</u> | <u>43,797</u> | <u>42,687</u> |
| Total pension liability, ending (a) | <u>52,199</u> | <u>48,550</u> | <u>43,797</u> |
| Fiduciary Net Position | | | |
| Contributions - employer | 2,384 | 2,137 | 2,054 |
| Net investment income | (228) | 1,229 | 926 |
| Benefit payments | (1,923) | (1,617) | (791) |
| Administrative expenses | <u>(13)</u> | <u>(241)</u> | <u>-</u> |
| Net change in plan fiduciary net position | 220 | 1,508 | 2,189 |
| Plan fiduciary net position, beginning | <u>31,578</u> | <u>30,070</u> | <u>27,881</u> |
| Plan fiduciary net position, ending (b) | <u>31,798</u> | <u>31,578</u> | <u>30,070</u> |
| Net pension liability, ending = (a) - (b) | 20,401 | 16,972 | \$ 13,727 |
| Plan fiduciary net position as a percentage of total pension liability | 60.92% | 65.04% | 68.66% |
| Covered payroll | 12,669 | 13,851 | 14,300 |
| Net pension liability as a percentage of covered payroll | 161.03% | 122.54% | 95.99% |

Note to the Schedule:

The schedule will present 10 years of information once it is accumulated.

*Partial Fiscal Period (1/1/2014-6/30/2014)

Troup County, Georgia
Required Supplementary Information
Defined Benefit Pension Plan
Schedule of Employer Contributions

| Fiscal Years Ending June 30 | <u>2016</u> | <u>2015</u> | <u>2014</u> |
|---|------------------|------------------|------------------|
| Actuarially determined contribution | \$ 2,383,911 | \$ 2,136,942 | \$ 2,054,432 |
| Contributions in relation to the actuarially determined contributions | <u>2,383,911</u> | <u>2,136,942</u> | <u>2,054,432</u> |
| Contribution deficiency (excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| | | | |
| Covered employee payroll | 12,668,672 | 13,850,532 | 14,299,509 |
| Contributions as a percentage of covered-employee payroll | 18.82% | 15.43% | 14.37% |

Notes to the Schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of January 1, six months prior to the end of the fiscal year in which the contributions are reported.

| | |
|--|---|
| Measurement date | Same as fiscal year end - June 30 |
| Actuarial Cost Method | Projected Unit Credit |
| Actuarial Asset Valuation Method | |
| Smoothing period | 5 years |
| Recognition method | Non-asymptotic |
| Corridor | 80% to 120% of Market Value |
| Assumed Rate of Return on Investments | 7.50% for year end 2015 and 2016; 7.75% for year end 2014 |
| Projected Salary Increases | 3.00% |
| Inflation | 2.50% |
| Cost-of-Living Adjustment | None |
| Amortization Method | |
| Level percent or level dollar | Level dollar |
| Closed, open, or layered periods | layered periods |
| Amortization period: | |
| Initial Base - Fresh Start at 1/1/2013 | 15 years |
| Assumption Changes | 30 years |
| Annual Gains and Losses | 15 years |
| Amortization growth rate | 0.00% |
| Retirement Age | Scaled Retirement decrements |

Note to the Schedule:

The schedule will present 10 years of information once it is accumulated.

Troup County, Georgia
Required Supplementary Information
Defined Benefit Pension Plan
Schedule of Pension Investment Returns

| Year Ended June 30 | Net Money-Weighted Rate of Return | |
|-----------------------|---|---------------------------|
| 2014 | 7.44% | Annualized 6 month period |
| 2015 | 4.22% | |
| 2016 | -0.45% | |

Calculation of Money-Weighted Rate of Return

The money-weighted rate of return considers the changing amounts actually invested during a period and weights the amount of pension plan investments by the proportion of time they are available to earn a return during that period. External cash flows are determined on a monthly basis and are assumed to occur at the beginning of each month. External cash inflows are netted with external cash outflows, resulting in a net external cash flow in each month. The money-weighted rate of return is calculated net of investment expenses.

This schedule will present 10 years of information once it is accumulated.

Troup County, Georgia
Required Supplementary Information
Postemployment Healthcare Plan
Schedule of Funding Progress

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Accrued Liability (AAL) (b) | Unfunded AAL (UAAL) (b-a) | Funded Ratio | Approximate Covered Payroll (c) | UAAL as a Percentage of Covered Payroll [(b-a)/c] |
|--------------------------------|--|---|---------------------------------|-----------------|--|--|
| 7/1/2009 | \$ - | \$ 5,631,791 | \$ 5,631,791 | 0.00% | \$ 13,800,000 | 40.81% |
| 7/1/2010 | - | 7,461,289 | 7,461,289 | 0.00% | 14,000,000 | 53.29% |
| 7/1/2011 | - | 8,043,841 | 8,043,841 | 0.00% | 13,800,000 | 58.29% |
| 7/1/2012 | - | 7,256,302 | 7,256,302 | 0.00% | 14,300,000 | 50.74% |
| 7/1/2013 | - | 7,613,423 | 7,613,423 | 0.00% | 13,900,000 | 54.77% |
| 7/1/2014 | - | 7,506,864 | 7,506,864 | 0.00% | 13,800,000 | 54.40% |
| 7/1/2015 | - | 7,800,850 | 7,800,850 | 0.00% | 13,600,000 | 57.36% |

(1) Actuarial liability determined under the projected unit credit cost method.

(2) Actuarial liability less actuarial value of assets, if any.

(3) 80% of eligible employees are assumed to elect coverage. Covered payroll approximates 80% of annual payroll as of the valuation date.

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SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

Troup County, Georgia
Combining Balance Sheet - By Fund Type
Nonmajor Governmental Funds
June 30, 2016

| | Nonmajor Special Revenue Funds | Nonmajor Capital Projects Funds | Nonmajor Debt Service Funds | Total Nonmajor Governmental Funds |
|--|---|--|--|--|
| Assets | | | | |
| Cash and cash equivalents | \$ 1,040,202 | \$ 156,778 | \$ - | \$ 1,196,980 |
| Accounts Receivable | 320,107 | - | - | 320,107 |
| Other taxes receivable | 20,326 | - | - | 20,326 |
| Intergovernmental receivable | 276,146 | - | - | 276,146 |
| Due from other funds | 120,235 | - | 6,554 | 126,789 |
| Total Assets | \$ 1,777,016 | \$ 156,778 | \$ 6,554 | \$ 1,940,348 |
| Liabilities and Fund Balances | | | | |
| Liabilities | | | | |
| Accounts payable | \$ 107,121 | \$ - | \$ - | \$ 107,121 |
| Due to other funds | 733,294 | - | 6,554 | 739,848 |
| Total Liabilities | 840,415 | - | 6,554 | 846,969 |
| Fund Balances | | | | |
| Restricted for: | | | | |
| Capital outlay | - | 156,778 | - | 156,778 |
| Program purposes | 936,601 | - | - | 936,601 |
| Total Fund Balances | 936,601 | 156,778 | - | 1,093,379 |
| Total Liabilities and Fund Balances | \$ 1,777,016 | \$ 156,778 | \$ 6,554 | \$ 1,940,348 |

Troup County, Georgia
Combining Statement of Revenues, Expenditures and Changes in Fund Balances -
By Fund Type - Nonmajor Governmental Funds
For The Year Ended June 30, 2016

| | Nonmajor Special Revenue Funds | Nonmajor Capital Projects Funds | Nonmajor Debt Service Funds | Total Nonmajor Governmental Funds |
|--|---|--|--|--|
| Revenues | | | | |
| Taxes: | | | | |
| Property | \$ - | \$ - | \$ 558,763 | \$ 558,763 |
| Other | 63,530 | - | - | 63,530 |
| Intergovernmental | 1,439,205 | - | 41,298 | 1,480,503 |
| Charges for services | 1,704,664 | - | - | 1,704,664 |
| Fines and forfeitures | 224,581 | - | - | 224,581 |
| Investment earnings | 709 | 4,181 | - | 4,890 |
| Contributions | 120,061 | - | - | 120,061 |
| Other | 207 | - | - | 207 |
| Total Revenues | 3,552,957 | 4,181 | 600,061 | 4,157,199 |
| Expenditures | | | | |
| Current: | | | | |
| General government | - | 48 | - | 48 |
| Judicial | 1,002,614 | - | - | 1,002,614 |
| Public safety | 1,810,837 | 44,060 | - | 1,854,897 |
| Health and welfare | - | 3,399 | - | 3,399 |
| Culture and recreation | 1,913,386 | - | - | 1,913,386 |
| Housing and development | 208,650 | - | - | 208,650 |
| Capital Outlay | - | 22,436 | - | 22,436 |
| Debt Service: | | | | |
| Principal | - | - | 2,085,426 | 2,085,426 |
| Interest | - | - | 218,157 | 218,157 |
| Total Expenditures | 4,935,487 | 69,943 | 2,303,583 | 7,309,013 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (1,382,530) | (65,762) | (1,703,522) | (3,151,814) |
| Other Financing Sources (Uses) | | | | |
| Transfers in | 1,147,035 | - | 1,678,110 | 2,825,145 |
| Transfers (out) | (23,824) | (27,239) | - | (51,063) |
| Total Other Financing Sources (Uses) | 1,123,211 | (27,239) | 1,678,110 | 2,774,082 |
| Net change in fund balances | (259,319) | (93,001) | (25,412) | (377,732) |
| Fund Balances Beginning of Year | 1,195,920 | 249,779 | 25,412 | 1,471,111 |
| Fund Balances End of Year | \$ 936,601 | \$ 156,778 | \$ - | \$ 1,093,379 |

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GENERAL FUND

Troup County, Georgia
General Fund
Schedule of Revenues - Budget and Actual
For The Year Ended June 30, 2016

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|---|----------------------------|-------------------------|---------------------|---|
| Property taxes: | | | | |
| Real | \$ 18,727,263 | \$ 18,727,263 | \$ 19,447,989 | \$ 720,726 |
| Intangible | 223,168 | 223,168 | 305,552 | 82,384 |
| Motor vehicle | 2,353,159 | 2,353,159 | 2,368,882 | 15,723 |
| Total Property Taxes | 21,303,590 | 21,303,590 | 22,122,423 | 818,833 |
| Selective taxes: | | | | |
| Local option sales tax | 4,884,000 | 4,884,000 | 4,690,598 | (193,402) |
| Railroad tax | 20,000 | 20,000 | 22,367 | 2,367 |
| Beverage tax | 155,000 | 155,000 | 184,054 | 29,054 |
| Franchise tax | 250,000 | 250,000 | 333,110 | 83,110 |
| Business and Occupation Tax | 102,000 | 102,000 | 108,577 | 6,577 |
| Excise Tax | 500,000 | 500,000 | 634,536 | 134,536 |
| Insurance premium tax | 1,600,000 | 1,600,000 | 1,677,692 | 77,692 |
| Total Selective Taxes | 7,511,000 | 7,511,000 | 7,650,934 | 139,934 |
| Intergovernmental-State of Georgia | | | | |
| Department of Corrections - inmate subsidy | 1,909,500 | 1,909,500 | 1,945,967 | 36,467 |
| Georgia Emergency Management Agency | 20,613 | 20,613 | 20,613 | - |
| Judicial Council Grant | 32,906 | 32,906 | 35,642 | 2,736 |
| Department of Transportation Highway Funds | - | 450,000 | 450,000 | - |
| Department of Admin Services Flood Control | 18,300 | 18,300 | 21,813 | 3,513 |
| Judicial Circuit ADR Reimbursement | 85,000 | 85,000 | 93,514 | 8,514 |
| Total Intergovernmental-State of Georgia | \$ 2,066,319 | \$ 2,516,319 | \$ 2,567,549 | \$ 51,230 |

(continued)

Troup County, Georgia
General Fund
Schedule of Revenues - Budget and Actual
For The Year Ended June 30, 2016

(Continued)

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|----------------------------|-------------------------|-------------------|---|
| Intergovernmental-Federal Government | | | | |
| Criminal Justice Coordinating Council: | | | | |
| Bulletproof Vest funds | \$ 1,200 | \$ 1,200 | \$ 4,300 | \$ 3,100 |
| Byrne - JAG | - | - | 4,223 | 4,223 |
| FEMA - Flood grant | - | - | 744,929 | 744,929 |
| US Department of Treasury: | | | | |
| Three Rivers Regional Commission | 47,700 | 47,700 | 46,803 | (897) |
| West Point Lake payment in lieu of taxes | 90,000 | 90,000 | 110,842 | 20,842 |
| West Point Lake patrol | 58,600 | 58,600 | 21,056 | (37,544) |
| Total Intergovernmental-Federal Government | 197,500 | 197,500 | 932,153 | 734,653 |
| Intergovernmental-Local Governments | | | | |
| City of LaGrange, Georgia: | | | | |
| Payment in lieu of taxes for housing authority | 9,500 | 9,500 | 13,339 | 3,839 |
| Inmate housing | 323,796 | 323,796 | 178,155 | (145,641) |
| City of Hogansville, Georgia: | | | | |
| Inmate housing | 10,000 | 10,000 | 9,765 | (235) |
| Fire service | 180,307 | 180,307 | 195,488 | 15,181 |
| Payment in lieu of taxes | 159 | 159 | 215 | 56 |
| City of West Point, Georgia: | | | | |
| Inmate housing | 27,000 | 27,000 | 15,030 | (11,970) |
| LaGrange Development Authority: | | | | |
| Payment in lieu of taxes | 555,829 | 555,829 | 461,433 | (94,396) |
| West Point Development Authority: | | | | |
| Payment in lieu of taxes | 492,167 | 492,167 | 444,647 | (47,520) |
| Troup County Board of Education - resource officer | 50,000 | 50,000 | 141,667 | 91,667 |
| Total Intergovernmental-Local Governments | 1,648,758 | 1,648,758 | 1,459,739 | (189,019) |
| Total Intergovernmental | 3,912,577 | 4,362,577 | 4,959,441 | 596,864 |
| Licenses and Permits: | | | | |
| Alcoholic beverage licenses | 13,000 | 13,000 | 15,960 | 2,960 |
| Building/trailer permits | 138,000 | 138,000 | 169,993 | 31,993 |
| Bank licenses | 140,000 | 140,000 | 226,691 | 86,691 |
| Driveway/timber permits | 4,500 | 4,500 | 11,525 | 7,025 |
| Other Licenses and Permits | 111,800 | 111,800 | 128,639 | 16,839 |
| Total Licenses and Permits | \$ 407,300 | \$ 407,300 | \$ 552,808 | \$ 145,508 |

(Continued)

Troup County, Georgia
General Fund
Schedule of Revenues - Budget and Actual
For The Year Ended June 30, 2016

(Continued)

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|---|----------------------------|-------------------------|----------------------|---|
| Charges for Services: | | | | |
| Magistrate court | \$ 375,000 | \$ 375,000 | \$ 326,496 | \$ (48,504) |
| Superior court | 200,000 | 200,000 | 131,153 | (68,847) |
| State court | 66,000 | 66,000 | 66,005 | 5 |
| Probate | 74,000 | 74,000 | 83,726 | 9,726 |
| Sheriff | 100,000 | 100,000 | 86,531 | (13,469) |
| Commission fees | 1,147,963 | 1,147,963 | 1,390,515 | 242,552 |
| Detention and correction services | 461,641 | 461,641 | 402,558 | (59,083) |
| Indigent defense fees | 25,000 | 25,000 | 27,162 | 2,162 |
| Parks and recreation | 222,000 | 222,000 | 309,923 | 87,923 |
| Miscellaneous | 289,383 | 289,383 | 405,171 | 115,788 |
| Total Charges for Services | 2,960,987 | 2,960,987 | 3,229,240 | 268,253 |
| Fines and forfeitures: | | | | |
| Magistrate court | 13,000 | 13,000 | 14,552 | 1,552 |
| State court | 910,000 | 910,000 | 803,082 | (106,918) |
| Superior court | 123,000 | 123,000 | 218,752 | 95,752 |
| Juvenile court | 15,000 | 15,000 | 11,591 | (3,409) |
| Seized drug funds | - | 416,450 | 691,094 | 274,644 |
| Jail 10% fine | 178,700 | 178,700 | 223,095 | 44,395 |
| Contempt | 800 | 800 | 621 | (179) |
| Attorneys' fees | 27,500 | 27,500 | 30,482 | 2,982 |
| Total Fines and forfeitures | 1,268,000 | 1,684,450 | 1,993,269 | 308,819 |
| Miscellaneous: | | | | |
| Investment earnings | 7,000 | 7,000 | 14,499 | 7,499 |
| Contributions/sponsors support | 710,000 | 710,000 | 102,036 | (607,964) |
| Other | 145,027 | 220,893 | 381,257 | 160,364 |
| Total Miscellaneous | 862,027 | 937,893 | 497,792 | (440,101) |
| Total Revenues | 38,225,481 | 39,167,797 | 41,005,907 | 1,838,110 |
| Other Financing Sources | | | | |
| Sale of capital assets | 10,000 | 10,000 | 115,327 | 105,327 |
| Transfers in | 1,163,084 | 1,073,095 | 51,063 | (1,022,032) |
| Total Other Financing Sources | 1,173,084 | 1,083,095 | 166,390 | (916,705) |
| Total Revenues and Other Financing Sources | \$ 39,398,565 | \$ 40,250,892 | \$ 41,172,297 | \$ 921,405 |

Troup County, Georgia
General Fund
Schedule of Expenditures - Budget and Actual
For The Year Ended June 30, 2016

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|----------------------------|-------------------------|----------------------|---|
| General Government | | | | |
| Legislative | \$ 185,454 | \$ 187,454 | \$ 187,248 | \$ 206 |
| Executive | 322,030 | 334,530 | 334,022 | 508 |
| Elections | 363,443 | 363,443 | 314,650 | 48,793 |
| Financial Administration | 3,206,611 | 3,213,111 | 3,069,079 | 144,032 |
| Other | 937,028 | 897,028 | 863,612 | 33,416 |
| Total General Government | 5,014,566 | 4,995,566 | 4,768,611 | 226,955 |
| Judicial | 5,466,890 | 5,466,890 | 5,408,401 | 58,489 |
| Public Safety | | | | |
| Police protection | 10,413,528 | 11,179,729 | 11,175,973 | 3,756 |
| Fire protection | 4,115,705 | 4,129,863 | 3,982,714 | 147,149 |
| Coroner | 88,518 | 101,768 | 101,689 | 79 |
| Correction Institution | 5,047,395 | 5,167,271 | 5,165,113 | 2,158 |
| Other | 502,953 | 502,953 | 495,237 | 7,716 |
| Total Public Safety | 20,168,099 | 21,081,584 | 20,920,726 | 160,858 |
| Highway and Streets | | | | |
| Highway and streets | 2,366,942 | 2,852,842 | 2,646,032 | 206,810 |
| County shop | 505,229 | 505,229 | 444,757 | 60,472 |
| Total Highway and Streets | 2,872,171 | 3,358,071 | 3,090,789 | 267,282 |
| Health and Welfare | | | | |
| Health | 309,916 | 310,416 | 310,382 | 34 |
| Welfare | 83,935 | 85,435 | 85,435 | - |
| Public education | 120,639 | 118,639 | 114,017 | 4,622 |
| Total Health and Welfare | 514,490 | 514,490 | 509,834 | 4,656 |
| Culture and Recreation | | | | |
| Recreation | 1,925,210 | 2,020,210 | 2,017,396 | 2,814 |
| Parks | 789,301 | 789,301 | 743,084 | 46,217 |
| Libraries | 548,575 | 548,575 | 548,575 | - |
| Total Culture and Recreation | 3,263,086 | 3,358,086 | 3,309,055 | 49,031 |
| Housing and Development | | | | |
| Conservation | 69,430 | 71,630 | 71,582 | 48 |
| Protective inspection | 217,280 | 217,280 | 210,196 | 7,084 |
| Planning and zoning | 252,587 | 252,587 | 248,234 | 4,353 |
| Economic opportunity | 714,848 | 123,848 | 123,791 | 57 |
| Total Housing and Development | 1,254,145 | 665,345 | 653,803 | 11,542 |
| Total Expenditures | 38,553,447 | 39,440,032 | 38,661,219 | 778,813 |
| Other Financing Uses - Transfers out | 774,791 | 825,298 | 708,010 | 117,288 |
| Total Expenditures and Other Financing Uses | \$ 39,328,238 | \$ 40,265,330 | \$ 39,369,229 | \$ 896,101 |

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NONMAJOR SPECIAL REVENUE FUNDS

Troup County, Georgia
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2016

| | Drug Abuse Treatment and Education | Law Library | Alternative Dispute Resolution | Juvenile Supervision | Victim/ Witness Assistance | Park and Recreation Facilities | Emergency 9-1-1 | Hotel/ Motel Tax | Multi- Grant | Total Nonmajor Special Revenue Funds |
|--|---|------------------------|---|---------------------------------|---|---|----------------------------|-----------------------------|-------------------------|---|
| Assets | | | | | | | | | | |
| Cash and cash equivalents | \$ 788,767 | \$ 95,963 | 61,976 | \$ 88,568 | \$ 4,928 | \$ - | \$ - | \$ - | \$ - | \$ 1,040,202 |
| Accounts receivable | 75 | - | - | - | - | - | 320,032 | - | - | 320,107 |
| Other taxes receivable | - | - | - | - | - | - | - | 20,326 | - | 20,326 |
| Intergovernmental receivable | 74,003 | - | 9,800 | - | 4,650 | - | - | - | 187,693 | 276,146 |
| Due from other funds | - | - | - | - | - | 120,235 | - | - | - | 120,235 |
| Total Assets | \$ 862,845 | \$ 95,963 | \$ 71,776 | \$ 88,568 | \$ 9,578 | \$ 120,235 | \$ 320,032 | \$ 20,326 | \$ 187,693 | \$ 1,777,016 |
| Liabilities and Fund Balances | | | | | | | | | | |
| Liabilities | | | | | | | | | | |
| Accounts payable | \$ 5,724 | \$ - | \$ 4,565 | \$ 1,314 | \$ - | \$ 54,386 | \$ 9,078 | \$ 12,359 | \$ 19,695 | \$ 107,121 |
| Due to other funds | 251,393 | - | - | - | - | 14,787 | 310,954 | 7,967 | 148,193 | 733,294 |
| Total Liabilities | 257,117 | - | 4,565 | 1,314 | - | 69,173 | 320,032 | 20,326 | 167,888 | 840,415 |
| Fund Balances | | | | | | | | | | |
| Restricted for: | | | | | | | | | | |
| Program purposes | 605,728 | 95,963 | 67,211 | 87,254 | 9,578 | 51,062 | - | - | 19,805 | 936,601 |
| Total Liabilities and Fund Balances | \$ 862,845 | \$ 95,963 | \$ 71,776 | \$ 88,568 | \$ 9,578 | \$ 120,235 | \$ 320,032 | \$ 20,326 | \$ 187,693 | \$ 1,777,016 |

Troup County, Georgia
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For The Year Ended June 30, 2016

| | Drug Abuse Treatment and Education | Law Library | Alternative Dispute Resolution | Juvenile Supervision | Victim/ Witness Assistance | Park and Recreation Facilities | Emergency 9-1-1 | Hotel/ Motel Tax | Multi- Grant | Total Nonmajor Special Revenue Funds |
|--|---|------------------------|---|---------------------------------|---|---|----------------------------|-----------------------------|-------------------------|---|
| Revenues | | | | | | | | | | |
| Other Taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 63,530 | \$ - | \$ 63,530 |
| Intergovernmental | 328,497 | - | 73,624 | - | - | - | - | - | 1,037,084 | 1,439,205 |
| Charges for services | 131,828 | - | - | 20,899 | - | 335,482 | 1,197,502 | - | 18,953 | 1,704,664 |
| Fines and forfeitures | 86,893 | 20,375 | 19,490 | - | 97,823 | - | - | - | - | 224,581 |
| Investment earnings | 566 | 39 | - | 89 | 15 | - | - | - | - | 709 |
| Contributions | - | - | - | - | - | 8,600 | - | - | 111,461 | 120,061 |
| Other | - | - | - | - | - | - | - | - | 207 | 207 |
| Total Revenues | 547,784 | 20,414 | 93,114 | 20,988 | 97,838 | 344,082 | 1,197,502 | 63,530 | 1,167,705 | 3,552,957 |
| Expenditures | | | | | | | | | | |
| Current: | | | | | | | | | | |
| Judicial | 600,734 | 25,361 | 25,903 | 19,835 | 98,500 | - | - | - | 232,281 | 1,002,614 |
| Public safety | - | - | - | - | - | - | 1,808,707 | - | 2,130 | 1,810,837 |
| Culture and recreation | - | - | - | - | - | 891,842 | - | - | 1,021,544 | 1,913,386 |
| Housing and development | - | - | - | - | - | - | - | 39,706 | 168,944 | 208,650 |
| Total Expenditures | 600,734 | 25,361 | 25,903 | 19,835 | 98,500 | 891,842 | 1,808,707 | 39,706 | 1,424,899 | 4,935,487 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (52,950) | (4,947) | 67,211 | 1,153 | (662) | (547,760) | (611,205) | 23,824 | (257,194) | (1,382,530) |
| Other Financing Sources (Uses): | | | | | | | | | | |
| Transfers in | - | - | - | - | - | 527,822 | 428,997 | - | 190,216 | 1,147,035 |
| Transfers (out) | - | - | - | - | - | - | - | (23,824) | - | (23,824) |
| Total Other Financing Sources (Uses) | - | - | - | - | - | 527,822 | 428,997 | (23,824) | 190,216 | 1,123,211 |
| Net change in fund balances | (52,950) | (4,947) | 67,211 | 1,153 | (662) | (19,938) | (182,208) | - | (66,978) | (259,319) |
| Fund Balances Beginning of Year | 658,678 | 100,910 | - | 86,101 | 10,240 | 71,000 | 182,208 | - | 86,783 | 1,195,920 |
| Fund Balances End of Year | \$ 605,728 | \$ 95,963 | \$ 67,211 | \$ 87,254 | \$ 9,578 | \$ 51,062 | \$ - | \$ - | \$ 19,805 | \$ 936,601 |

Troup County, Georgia
Drug Abuse Treatment and Education Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2016

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|----------------------------|-------------------------|--------------------|---|
| Revenues | | | | |
| Intergovernmental | \$ 378,748 | \$ 342,077 | \$ 328,497 | \$ (13,580) |
| Charges for services | 280,750 | 280,750 | 131,828 | (148,922) |
| Fines and forfeitures | 70,000 | 70,000 | 86,893 | 16,893 |
| Investment earnings | - | - | 566 | 566 |
| Total Revenues | <u>729,498</u> | <u>692,827</u> | <u>547,784</u> | <u>(145,043)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Judicial | <u>827,432</u> | <u>790,761</u> | <u>600,734</u> | <u>190,027</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>\$ (97,934)</u> | <u>\$ (97,934)</u> | <u>\$ (52,950)</u> | <u>\$ 44,984</u> |
| Fund Balances Beginning of Year | | | <u>658,678</u> | |
| Fund Balances End of Year | | | <u>\$ 605,728</u> | |

Troup County, Georgia
Law Library Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2016

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|----------------------------|-------------------------|------------------|---|
| Revenues | | | | |
| Fines and forfeitures | \$ - | \$ 26,950 | \$ 20,375 | \$ (6,575) |
| Investment earnings | - | 50 | 39 | (11) |
| Total Revenues | <u>-</u> | <u>27,000</u> | <u>20,414</u> | <u>(6,586)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Judicial | - | 27,000 | 25,361 | 1,639 |
| Total Expenditures | <u>-</u> | <u>27,000</u> | <u>25,361</u> | <u>1,639</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>\$ -</u> | <u>\$ -</u> | (4,947) | <u>\$ (4,947)</u> |
| Fund Balances Beginning of Year | | | <u>100,910</u> | |
| Fund Balances End of Year | | | <u>\$ 95,963</u> | |

Troup County, Georgia
Alternative Dispute Resolution Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2016

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|----------------------------|-------------------------|------------------|---|
| Revenues | | | | |
| Intergovernmental | \$ - | \$ 7,200 | \$ 73,624 | \$ 66,424 |
| Fines and forfeitures | - | 20,000 | 19,490 | \$ (510) |
| Total Revenues | <u>-</u> | <u>27,200</u> | <u>93,114</u> | <u>65,914</u> |
| Expenditures | | | | |
| Current: | | | | |
| Judicial | - | 27,200 | 25,903 | 1,297 |
| Total Expenditures | <u>-</u> | <u>27,200</u> | <u>25,903</u> | <u>1,297</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>\$ -</u> | <u>\$ -</u> | 67,211 | <u>\$ 67,211</u> |
| Fund Balances Beginning of Year | | | <u>-</u> | |
| Fund Balances End of Year | | | <u>\$ 67,211</u> | |

Troup County, Georgia
Juvenile Supervision Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2016

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|----------------------------|-------------------------|------------------|---|
| Revenues | | | | |
| Charges for services | \$ 30,000 | \$ 30,000 | \$ 20,899 | \$ (9,101) |
| Investment earnings | 100 | 100 | 89 | (11) |
| Total Revenues | <u>30,100</u> | <u>30,100</u> | <u>20,988</u> | <u>(9,112)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Judicial | 80,000 | 80,000 | 19,835 | 60,165 |
| Total Expenditures | <u>80,000</u> | <u>80,000</u> | <u>19,835</u> | <u>60,165</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>\$ (49,900)</u> | <u>\$ (49,900)</u> | 1,153 | <u>\$ 51,053</u> |
| Fund Balances Beginning of Year | | | <u>86,101</u> | |
| Fund Balances End of Year | | | <u>\$ 87,254</u> | |

Troup County, Georgia
Victim/Witness Assistance Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2016

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|----------------------------|-------------------------|-----------------|---|
| Revenues | | | | |
| Fines and forfeitures | \$ 115,000 | \$ 115,000 | \$ 97,823 | \$ (17,177) |
| Investment earnings | 20 | 20 | 15 | (5) |
| Total Revenues | <u>115,020</u> | <u>115,020</u> | <u>97,838</u> | <u>(17,182)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Judicial | <u>115,020</u> | <u>115,020</u> | <u>98,500</u> | <u>16,520</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>\$ -</u> | <u>\$ -</u> | (662) | <u>\$ (662)</u> |
| Fund Balances Beginning of Year | | | <u>10,240</u> | |
| Fund Balances End of Year | | | <u>\$ 9,578</u> | |

Troup County, Georgia
Parks and Recreation Facilities Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2016

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|----------------------------|-------------------------|------------------|---|
| Revenues | | | | |
| Charges for services | \$ 355,743 | \$ 355,743 | \$ 335,482 | \$ (20,261) |
| Contributions | 15,000 | 15,000 | 8,600 | (6,400) |
| Total Revenues | <u>370,743</u> | <u>370,743</u> | <u>344,082</u> | <u>(26,661)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Culture and recreation | 727,141 | 902,841 | 891,842 | 10,999 |
| Total Expenditures | <u>727,141</u> | <u>902,841</u> | <u>891,842</u> | <u>10,999</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (356,398) | (532,098) | (547,760) | (15,662) |
| Other Financing Sources (Uses): | | | | |
| Transfer in | 356,398 | 532,098 | 527,822 | (4,276) |
| Net change in fund balances | <u>\$ -</u> | <u>\$ -</u> | (19,938) | <u>\$ (19,938)</u> |
| Fund Balances Beginning of Year | | | <u>71,000</u> | |
| Fund Balances End of Year | | | <u>\$ 51,062</u> | |

Troup County, Georgia
Emergency 9-1-1 Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2016

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--|----------------------------|-------------------------|------------------|---|
| Revenues | | | | |
| Charges for services | \$ 1,174,500 | \$ 1,198,500 | \$ 1,197,502 | \$ (998) |
| Total Revenues | <u>1,174,500</u> | <u>1,198,500</u> | <u>1,197,502</u> | <u>(998)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Public safety | <u>1,785,645</u> | <u>1,809,645</u> | <u>1,808,707</u> | <u>938</u> |
| Total Expenditures | <u>1,785,645</u> | <u>1,809,645</u> | <u>1,808,707</u> | <u>938</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (611,145) | (611,145) | (611,205) | (60) |
| Other Financing Sources (Uses): | | | | |
| Transfers in | <u>611,145</u> | <u>611,145</u> | <u>428,997</u> | <u>(182,148)</u> |
| Net change in fund balances | <u>\$ -</u> | <u>\$ -</u> | (182,208) | <u>\$ (182,208)</u> |
| Fund Balances Beginning of Year | | | <u>182,208</u> | |
| Fund Balances End of Year | | | <u>\$ -</u> | |

Troup County, Georgia
Hotel/Motel Tax Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2016

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--|----------------------------|-------------------------|---------------|---|
| Revenues | | | | |
| Other taxes | \$ 82,000 | \$ 82,000 | 63,530 | \$ (18,470) |
| Expenditures | | | | |
| Current: | | | | |
| Housing and development | 51,250 | 51,251 | 39,706 | 11,545 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 30,750 | 30,749 | 23,824 | (6,925) |
| Other Financing Sources (Uses): | | | | |
| Transfers (out) | (30,750) | (30,749) | (23,824) | 6,925 |
| Net change in fund balances | <u>\$ -</u> | <u>\$ -</u> | - | <u>\$ -</u> |
| Fund Balances Beginning of Year | | | - | |
| Fund Balances End of Year | | | <u>\$ -</u> | |

Troup County, Georgia
Multi Grant Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2016

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|----------------------------|-------------------------|------------------|---|
| Revenues | | | | |
| Intergovernmental | \$ 1,096,923 | \$ 1,156,923 | \$ 1,037,084 | \$ (119,839) |
| Charges for services | 17,735 | 17,735 | 18,953 | 1,218 |
| Contributions | 115,303 | 115,303 | 111,461 | (3,842) |
| Other | - | - | 207 | 207 |
| Total Revenues | <u>1,229,961</u> | <u>1,289,961</u> | <u>1,167,705</u> | <u>(122,256)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Judicial | 158,059 | 233,558 | 232,281 | 1,277 |
| Public safety | 3,000 | 3,000 | 2,130 | 870 |
| Culture and recreation | 950,770 | 1,022,278 | 1,021,544 | 734 |
| Housing and development | 281,778 | 245,278 | 168,944 | 76,334 |
| Total Expenditures | <u>1,393,607</u> | <u>1,504,114</u> | <u>1,424,899</u> | <u>79,215</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (163,646) | (214,153) | (257,194) | (43,041) |
| Other Financing Sources (Uses): | | | | |
| Transfers in | <u>163,646</u> | <u>214,153</u> | <u>190,216</u> | <u>(23,937)</u> |
| Net change in fund balances | <u>\$ -</u> | <u>\$ -</u> | (66,978) | <u>\$ (66,978)</u> |
| Fund Balances Beginning of Year | | | <u>86,783</u> | |
| Fund Balances End of Year | | | <u>\$ 19,805</u> | |

NONMAJOR CAPITAL PROJECTS FUNDS

Troup County, Georgia
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2016

| | <u>Capital Improvements</u> | <u>SPLOST III</u> | <u>Total Nonmajor Capital Projects Funds</u> |
|--|---------------------------------|-----------------------|--|
| Assets | | | |
| Cash and cash equivalents | \$ - | \$ 156,778 | \$ 156,778 |
| Total Assets | <u>\$ -</u> | <u>\$ 156,778</u> | <u>\$ 156,778</u> |
| Liabilities and Fund Balances | | | |
| Liabilities | | | |
| Due to other funds | \$ - | \$ - | \$ - |
| Total Liabilities | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balances | | | |
| Restricted for capital outlay | <u>-</u> | <u>156,778</u> | <u>156,778</u> |
| Total Fund Balances | <u>-</u> | <u>156,778</u> | <u>156,778</u> |
| Total Liabilities and Fund Balances | <u>\$ -</u> | <u>\$ 156,778</u> | <u>\$ 156,778</u> |

Troup County, Georgia
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For The Year Ended June 30, 2016

| | <u>Capital Improvements</u> | <u>SPLOST III</u> | <u>Total Nonmajor Capital Projects Funds</u> |
|--|---------------------------------|-----------------------|--|
| Revenues | | | |
| Investment earnings | \$ - | \$ 4,181 | \$ 4,181 |
| Total Revenues | <u>-</u> | <u>4,181</u> | <u>4,181</u> |
| Expenditures | | | |
| Current: | | | |
| General government | - | 48 | 48 |
| Public safety | - | 44,060 | 44,060 |
| Health and welfare | - | 3,399 | 3,399 |
| Capital Outlay | <u>-</u> | <u>22,436</u> | <u>22,436</u> |
| Total Expenditures | <u>-</u> | <u>69,943</u> | <u>69,943</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>-</u> | <u>(65,762)</u> | <u>(65,762)</u> |
| Other Financing Sources (Uses) | | | |
| Transfers out | <u>(27,239)</u> | <u>-</u> | <u>(27,239)</u> |
| Net change in fund balances | (27,239) | (65,762) | (93,001) |
| Fund Balances Beginning of Year | <u>27,239</u> | <u>222,540</u> | <u>249,779</u> |
| Fund Balances End of Year | <u>\$ -</u> | <u>\$ 156,778</u> | <u>\$ 156,778</u> |

Troup County, Georgia
Capital Improvements Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2016

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|----------------------------|-------------------------|-----------------|---|
| Revenues | | | | |
| Intergovernmental | \$ - | \$ - | \$ - | \$ - |
| Capital Outlay | <u>200,000</u> | <u>200,000</u> | <u>-</u> | <u>200,000</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(200,000)</u> | <u>(200,000)</u> | <u>-</u> | <u>200,000</u> |
| Other Financing Sources (Uses) | | | | |
| Transfers in | 200,000 | 200,000 | - | (200,000) |
| Transfers (out) | <u>-</u> | <u>-</u> | <u>(27,239)</u> | <u>(27,239)</u> |
| Total Other Financing Sources (Uses) | <u>200,000</u> | <u>200,000</u> | <u>(27,239)</u> | <u>(227,239)</u> |
| Net change in fund balance | <u>\$ -</u> | <u>\$ -</u> | (27,239) | <u>\$ (27,239)</u> |
| Fund Balances Beginning of Year | | | <u>27,239</u> | |
| Fund Balances End of Year | | | <u>\$ -</u> | |

Troup County, Georgia
SPLOST III
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2016

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|----------------------------|-------------------------|-------------------|---|
| Revenues | | | | |
| Investment earnings | \$ - | \$ - | \$ 4,181 | \$ 4,181 |
| Miscellaneous Revenues | - | 251,268 | - | (251,268) |
| Total Revenues | <u>-</u> | <u>251,268</u> | <u>4,181</u> | <u>(247,087)</u> |
| Expenditures | | | | |
| General Government | - | - | 48 | (48) |
| Public Safety | - | 68,182 | 44,060 | 24,122 |
| Health and Welfare | - | 87,856 | 3,399 | 84,457 |
| Capital Outlay | <u>-</u> | <u>42,522</u> | <u>22,436</u> | <u>20,086</u> |
| Total Expenditures | <u>-</u> | <u>198,560</u> | <u>69,943</u> | <u>128,617</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | - | 52,708 | (65,762) | (118,470) |
| Other Financing Sources | | | | |
| Transfers in (out) | - | (52,708) | - | 52,708 |
| Net change in fund balance | <u>\$ -</u> | <u>\$ -</u> | (65,762) | <u>\$ (65,762)</u> |
| Fund Balances Beginning of Year | | | <u>222,540</u> | |
| Fund Balances End of Year | | | <u>\$ 156,778</u> | |

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NONMAJOR DEBT SERVICE FUNDS

Troup County, Georgia
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2016

| | <u>General Obligations</u> | <u>SPLOST IV</u> | <u>Total Nonmajor Debt Service Funds</u> |
|--|--------------------------------|----------------------|--|
| Assets | | | |
| Due from other funds | \$ 6,554 | \$ - | \$ 6,554 |
| Total Assets | <u>\$ 6,554</u> | <u>\$ -</u> | <u>\$ 6,554</u> |
| Liabilities and Fund Balances | | | |
| Liabilities | | | |
| Due to other funds | \$ 6,554 | \$ - | \$ 6,554 |
| Total Liabilities | <u>6,554</u> | <u>-</u> | <u>6,554</u> |
| Fund Balances | | | |
| Restricted for debt | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Fund Balances | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Liabilities and Fund Balances | <u>\$ 6,554</u> | <u>\$ -</u> | <u>\$ 6,554</u> |

Troup County, Georgia
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For The Year Ended June 30, 2016

| | <u>General Obligations</u> | <u>SPLOST IV</u> | <u>Total Nonmajor Debt Service Funds</u> |
|--|--------------------------------|----------------------|--|
| Revenues | | | |
| Taxes - property | \$ 558,763 | \$ - | \$ 558,763 |
| Intergovernmental | 41,298 | - | 41,298 |
| Total Revenues | <u>600,061</u> | <u>-</u> | <u>600,061</u> |
| Expenditures | | | |
| Debt Service: | | | |
| Principal | 515,525 | 1,569,901 | 2,085,426 |
| Interest | 109,948 | 108,209 | 218,157 |
| Total Expenditures | <u>625,473</u> | <u>1,678,110</u> | <u>2,303,583</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(25,412)</u> | <u>(1,678,110)</u> | <u>(1,703,522)</u> |
| Other Financing Sources (Uses) | | | |
| Transfers in | - | 1,678,110 | 1,678,110 |
| Total Other Financing Sources (Uses) | <u>-</u> | <u>1,678,110</u> | <u>1,678,110</u> |
| Net change in fund balances | (25,412) | - | (25,412) |
| Fund Balances Beginning of Year | <u>25,412</u> | <u>-</u> | <u>25,412</u> |
| Fund Balances End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

Troup County, Georgia
Debt Service Fund - General Obligations
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2016

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|----------------------------|-------------------------|----------------|---|
| Revenues | | | | |
| Taxes - property | \$ 608,800 | \$ 608,800 | \$ 558,763 | \$ (50,037) |
| Intergovernmental | 112,025 | 112,025 | 41,298 | (70,727) |
| Total Revenues | <u>720,825</u> | <u>720,825</u> | <u>600,061</u> | <u>(120,764)</u> |
| Expenditures | | | | |
| Debt Service: | | | | |
| Principal | 856,208 | 856,208 | 515,525 | 340,683 |
| Interest | 133,833 | 133,833 | 109,948 | 23,885 |
| Total Expenditures | <u>990,041</u> | <u>990,041</u> | <u>625,473</u> | <u>364,568</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (269,216) | (269,216) | (25,412) | 243,804 |
| Other Financing Sources (Uses) | | | | |
| Transfers in | 269,216 | 269,216 | - | (269,216) |
| Net change in fund balance | <u>\$ -</u> | <u>\$ -</u> | \$ (25,412) | <u>\$ (25,412)</u> |
| Fund Balances Beginning of Year | | | <u>25,412</u> | |
| Fund Balances End of Year | | | <u>\$ -</u> | |

Troup County, Georgia
Debt Service Fund - SPLOST IV
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2016

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|----------------------------|-------------------------|---------------|---|
| Revenues | | | | |
| Intergovernmental | \$ - | \$ - | \$ - | \$ - |
| Total Revenues | - | - | - | - |
| Expenditures | | | | |
| Debt Service: | | | | |
| Principal | 1,569,901 | 1,569,901 | 1,569,901 | - |
| Interest | 107,013 | 108,213 | 108,209 | 4 |
| Total Expenditures | 1,676,914 | 1,678,114 | 1,678,110 | 4 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (1,676,914) | (1,678,114) | (1,678,110) | 4 |
| Other Financing Sources | | | | |
| Transfers in | 1,676,914 | 1,678,114 | 1,678,110 | (4) |
| Net change in fund balance | <u>\$ -</u> | <u>\$ -</u> | \$ - | <u>\$ -</u> |
| Fund Balances Beginning of Year | | | - | |
| Fund Balances End of Year | | | <u>\$ -</u> | |

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INTERNAL SERVICE FUNDS

Troup County, Georgia
Combining Statement of Net Position
Internal Service Funds
June 30, 2016

| | Employee Benefit Fund | Government Services Fund | Total |
|---------------------------|----------------------------------|-------------------------------------|-------------------|
| Assets | | | |
| Current assets: | | | |
| Cash and cash equivalents | \$ 84,834 | \$ - | \$ 84,834 |
| Accounts Receivables, net | 2,959 | 15,154 | 18,113 |
| Due from other funds | 625,211 | 277,280 | 902,491 |
| Total assets | 713,004 | 292,434 | 1,005,438 |
| Liabilities | | | |
| Current Liabilities: | | | |
| Accounts payable | 151,768 | 21,713 | 173,481 |
| Due to other funds | 8,510 | 104,757 | 113,267 |
| Claims payable | 552,726 | - | 552,726 |
| Total liabilities | 713,004 | 126,470 | 839,474 |
| Net Position | | | |
| Unrestricted | - | 165,964 | 165,964 |
| Total net position | \$ - | \$ 165,964 | \$ 165,964 |

Troup County, Georgia
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended June 30, 2016

| | Employee Benefit Fund | Government Services Fund | Total |
|---------------------------------|----------------------------------|-------------------------------------|-------------------|
| Revenues | | | |
| Charges to other funds | \$ 7,361,397 | \$ 1,104,191 | \$ 8,465,588 |
| Miscellaneous | 112,649 | - | 112,649 |
| Total operating revenues | 7,474,046 | 1,104,191 | 8,578,237 |
| Operating expenses | | | |
| Contractual services | 1,185,388 | - | 1,185,388 |
| Benefit claims and expenses | 7,053,545 | - | 7,053,545 |
| Communications | - | 36,292 | 36,292 |
| Repairs and maintenance | - | 245,375 | 245,375 |
| Supplies and expenses | 8,408 | 805,870 | 814,278 |
| Total operating expenses | 8,247,341 | 1,087,537 | 9,334,878 |
| Operating income (loss) | (773,295) | 16,654 | (756,641) |
| Transfers | | | |
| Transfers out | - | - | - |
| Change in net position | (773,295) | 16,654 | (756,641) |
| Net position, beginning | 773,295 | 149,310 | 922,605 |
| Net position, ending | \$ - | \$ 165,964 | \$ 165,964 |

Troup County, Georgia
Combining Statement of Cash Flows - Internal Service Funds
For the Year Ended June 30, 2016

| | Employee Benefit Fund | Government Services Fund | Totals |
|---|----------------------------------|-------------------------------------|-----------------------|
| Cash Flows From Operating Activities: | | | |
| Cash received from customers and users | \$ 6,901,823 | \$ 990,689 | \$ 7,892,512 |
| Cash paid to suppliers | (8,447,306) | (990,689) | (9,437,995) |
| Net Cash Provided By Operating Activities | (1,545,483) | - | (1,545,483) |
| Net Increase (Decrease) in Cash and Cash Equivalents | (1,545,483) | - | (1,545,483) |
| Cash and Cash Equivalents at Beginning of Year | 1,630,317 | - | 1,630,317 |
| Cash and Cash Equivalents at End of Year | \$ 84,834 | \$ - | \$ 84,834 |
| Reconciliation of Net Operations | | | |
| Income to Net Cash (Used in) | | | |
| Provided By Operating Activities: | | | |
| Operating net income (loss) | \$ (773,295) | \$ 16,654 | \$ (756,641) |
| Decrease (increase) in: | | | |
| Accounts receivable | (2,959) | (14,937) | (17,896) |
| Due from other funds | (569,264) | (98,565) | (667,829) |
| (Decrease) increase in: | | | |
| Accounts payable | 113,323 | 11,153 | 124,476 |
| Due to other funds | (159,556) | 85,695 | (73,861) |
| Claims payable | (153,732) | - | (153,732) |
| Net Cash Flows Provided By (Used for) Operating Activities | \$ (1,545,483) | \$ - | \$ (1,545,483) |

FIDUCIARY FUNDS

Troup County, Georgia
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For The Year Ended June 30, 2016

| Tax Commissioner | Balance July 1, 2015 | Additions | Deductions | Balance June 30, 2016 |
|--|---------------------------------|-----------------------|-----------------------|----------------------------------|
| Assets | | | | |
| Cash | \$ 583,519 | \$ 79,768,055 | \$ 79,675,040 | \$ 676,534 |
| Taxes receivable | 3,351,057 | 55,540,082 | 58,746,020 | 145,119 |
| Total Assets | \$ 3,934,576 | \$ 135,308,137 | \$ 138,421,060 | \$ 821,653 |
| Liabilities | | | | |
| Taxes payable to others upon collector | \$ 3,351,057 | \$ 55,540,082 | \$ 58,746,020 | \$ 145,119 |
| Due to other entities | 583,519 | 79,768,055 | 79,675,040 | 676,534 |
| Total Liabilities | \$ 3,934,576 | \$ 135,308,137 | \$ 138,421,060 | \$ 821,653 |
| Special Escrow | | | | |
| Assets | | | | |
| Cash | \$ 142,643 | \$ - | \$ - | \$ 142,643 |
| Liabilities | | | | |
| Due to other entities | \$ 142,643 | \$ - | \$ - | \$ 142,643 |
| Probate Judge | | | | |
| Assets | | | | |
| Cash | \$ 111,384 | \$ 41,508 | \$ 87,996 | \$ 64,896 |
| Liabilities | | | | |
| Due to other entities | \$ 111,384 | \$ 41,508 | \$ 87,996 | \$ 64,896 |
| Magistrate Judge | | | | |
| Assets | | | | |
| Cash | \$ 12,969 | \$ 602,940 | \$ 537,083 | \$ 78,826 |
| Liabilities | | | | |
| Due to other entities | \$ 12,969 | \$ 602,940 | \$ 537,083 | \$ 78,826 |

(Continued)

Troup County, Georgia
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For The Year Ended June 30, 2016

(Continued)

| Sheriff | Balance July 1, 2015 | Additions | Deductions | Balance June 30, 2016 |
|------------------------------|---------------------------------|---------------------|---------------------|----------------------------------|
| Assets | | | | |
| Cash | \$ 592,677 | \$ 1,787,069 | \$ 1,761,269 | \$ 618,477 |
| Liabilities | | | | |
| Due to other entities | \$ 5,982 | \$ 19,099 | \$ 13,859 | \$ 11,222 |
| Escrow bond and tax deposits | 294,981 | 51,100 | 68,200 | 277,881 |
| Federal forfeiture funds | 133,343 | 37,921 | 45,217 | 126,047 |
| Confiscated funds | 1,560 | 621,104 | 610,662 | 12,002 |
| Inmate funds | 156,811 | 1,057,845 | 1,023,331 | 191,325 |
| Total Liabilities | \$ 592,677 | \$ 1,787,069 | \$ 1,761,269 | \$ 618,477 |
| Juvenile Court | | | | |
| | Balance July 1, 2015 | Additions | Deductions | Balance June 30, 2016 |
| Assets | | | | |
| Cash | \$ 17,300 | \$ 10,944 | \$ 11,855 | \$ 16,389 |
| Liabilities | | | | |
| Due to other entities | \$ 17,300 | \$ 10,944 | \$ 11,855 | \$ 16,389 |
| Clerk of State Court | | | | |
| | Balance July 1, 2015 | Additions | Deductions | Balance June 30, 2016 |
| Assets | | | | |
| Cash | \$ 217,239 | \$ 1,630,272 | \$ 1,713,620 | \$ 133,891 |
| Other receivables | 37,799 | | 37,799 | - |
| Total Assets | \$ 255,038 | \$ 1,630,272 | \$ 1,751,419 | \$ 133,891 |
| Liabilities | | | | |
| Due to other entities | \$ 19,885 | \$ 1,127,197 | \$ 1,079,946 | \$ 67,136 |
| Deferred liabilities | 235,153 | 503,075 | 671,473 | 66,755 |
| Total Liabilities | \$ 255,038 | \$ 1,630,272 | \$ 1,751,419 | \$ 133,891 |

(Continued)

Troup County, Georgia
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For The Year Ended June 30, 2016

(Continued)

| Clerk of Superior Court | Balance July 1, 2015 | Additions | Deductions | Balance June 30, 2016 |
|--------------------------------|---------------------------------|------------------|-------------------|----------------------------------|
| Assets | | | | |
| Cash | \$ 399,733 | \$ 1,281,257 | \$ 1,136,508 | \$ 544,482 |
| Liabilities | | | | |
| Due to other entities | \$ 399,733 | \$ 1,281,257 | \$ 1,136,508 | \$ 544,482 |
| Correctional Institute | | | | |
| Correctional Institute | Balance July 1, 2015 | Additions | Deductions | Balance June 30, 2016 |
| Assets | | | | |
| Cash | \$ 42,886 | \$ 83,233 | \$ 64,391 | \$ 61,728 |
| Other receivables | 7,887 | 7,893 | 7,887 | 7,893 |
| Total Assets | \$ 50,773 | \$ 91,126 | \$ 72,278 | \$ 69,621 |
| Liabilities | | | | |
| Due to other entities | \$ 12,226 | \$ 68,504 | \$ 33,731 | \$ 46,999 |
| Inmate funds | 38,547 | 22,622 | 38,547 | 22,622 |
| Total Liabilities | \$ 50,773 | \$ 91,126 | \$ 72,278 | \$ 69,621 |
| Work Release | | | | |
| Work Release | Balance July 1, 2015 | Additions | Deductions | Balance June 30, 2016 |
| Assets | | | | |
| Cash | \$ 1,237 | \$ 436,482 | \$ 435,345 | \$ 2,374 |
| Liabilities | | | | |
| Inmate funds | \$ 1,237 | \$ 436,482 | \$ 435,345 | \$ 2,374 |
| Cell Tower Escrow | | | | |
| Cell Tower Escrow | Balance July 1, 2015 | Additions | Deductions | Balance June 30, 2016 |
| Assets | | | | |
| Cash | \$ 52,262 | \$ 10,166 | \$ 25,808 | \$ 36,620 |
| Liabilities | | | | |
| Due to other entities | \$ 52,262 | \$ 10,166 | \$ 25,808 | \$ 36,620 |

(Continued)

Troup County, Georgia
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For The Year Ended June 30, 2016

(Continued)

| Totals | Balance July 1, 2015 | Additions | Deductions | Balance June 30, 2016 |
|---|---------------------------------|-----------------------|-----------------------|----------------------------------|
| Assets | | | | |
| Cash | \$ 2,173,849 | \$ 85,651,926 | \$ 85,448,915 | \$ 2,376,860 |
| Taxes receivable | 3,351,057 | 55,540,082 | 58,746,020 | 145,119 |
| Other receivables | 45,686 | 7,893 | 45,686 | 7,893 |
| Total Assets | \$ 5,570,592 | \$ 141,199,901 | \$ 144,240,621 | \$ 2,529,872 |
| Liabilities | | | | |
| Taxes payable to others upon collection | \$ 3,351,057 | \$ 55,540,082 | \$ 58,746,020 | \$ 145,119 |
| Due to other entities | 1,357,903 | 82,929,670 | 82,601,826 | 1,685,747 |
| Escrow bond and tax deposits | 294,981 | 51,100 | 68,200 | 277,881 |
| Federal forfeiture funds | 133,343 | 37,921 | 45,217 | 126,047 |
| Confiscated funds | 1,560 | 621,104 | 610,662 | 12,002 |
| Inmate funds | 196,595 | 1,516,949 | 1,497,223 | 216,321 |
| Deferred liabilities | 235,153 | 503,075 | 671,473 | 66,755 |
| Total Liabilities | \$ 5,570,592 | \$ 141,199,901 | \$ 144,240,621 | \$ 2,529,872 |

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OTHER SCHEDULES

Troup County, Georgia
Schedule of Projects Constructed With Special Sales Tax Proceeds
Year Ended June 30, 2016

| Project | Original | Current | -----Expenditures----- | | Estimated Percentage of Completion | |
|--|---------------------|---------------------|------------------------|---------------------------|--|--------|
| | Estimated Costs | Estimated Costs | Prior Years | Current Year | | |
| SPLOST III: | | | | | | |
| Infrastructure | \$43,800,000 | \$40,511,146 | \$40,288,608 | \$ 69,943 | \$40,358,551 | 99.6% |
| City of LaGrange | 19,400,000 | 17,546,091 | 17,546,091 | - | 17,546,091 | 100.0% |
| City of Hogansville | 3,400,000 | 3,078,262 | 3,078,262 | - | 3,078,262 | 100.0% |
| City of West Point | 3,400,000 | 3,078,263 | 3,078,263 | - | 3,078,263 | 100.0% |
| | <u>\$70,000,000</u> | <u>\$64,213,762</u> | <u>\$63,991,224</u> | <u>\$ 69,943</u> | <u>\$64,061,167</u> | |
| SPLOST IV: | | | | | | |
| County-wide: | | | | | | |
| Recreation | \$ 6,435,000 | \$ 6,435,000 | \$ 5,220,806 | \$ (186,791) ¹ | \$ 5,034,015 | 78.2% |
| Libraries | 1,386,000 | 1,386,000 | - ² | - | - | 0.0% |
| Court Technology | | | | | | |
| System | 2,970,000 | 2,970,000 | 2,101,798 | 90,398 | 2,192,196 | 73.8% |
| Infrastructure | | | | | | |
| City of LaGrange | 12,078,000 | 12,078,000 | 113,621 | 483,337 | 596,958 | 4.9% |
| City of LaGrange | 19,750,500 | 19,750,500 | 7,276,101 | 3,181,433 | 10,457,534 | 52.9% |
| City of Hogansville | 3,465,000 | 3,465,000 | 1,276,509 | 558,146 | 1,834,655 | 52.9% |
| City of West Point | 3,465,000 | 3,465,000 | 1,276,509 | 558,146 | 1,834,655 | 52.9% |
| Administrative fees | 700,000 | 700,000 | 266,240 | 104,636 | 370,876 | 53.0% |
| | <u>\$50,249,500</u> | <u>\$50,249,500</u> | <u>\$17,531,584</u> | <u>\$ 4,789,305</u> | <u>\$22,320,889</u> | |
| County-specific: | | | | | | |
| Infrastructure | \$17,226,000 | \$17,226,000 | \$ 1,036,864 | \$ 1,669,781 | \$ 2,706,645 | 15.7% |
| Public Safety, Energy Efficiency, and Sustainability | | | | | | |
| | <u>2,524,500</u> | <u>2,524,500</u> | <u>938,206</u> | <u>264,625</u> | <u>1,202,831</u> | 48% |
| | <u>\$19,750,500</u> | <u>\$19,750,500</u> | <u>\$ 1,975,070</u> | <u>\$ 1,934,406</u> | <u>\$ 3,909,476</u> | |

¹ Grant funds received in excess of current year expenditures.

² Prior year amount of \$102,754 removed due to grant funds received.

Reconciliation of current year expenditures to Statements of Revenues, Expenditures and Changes
in Fund Balances:

| | <u>SPLOST III</u> | <u>SPLOST IV Countywide</u> | <u>SPLOST IV County-specific</u> |
|--|-------------------|---------------------------------|--------------------------------------|
| Per Statements | \$ 69,943 | \$ 9,123,179 | \$ 2,449,915 |
| Above | 69,943 | 4,789,305 | 1,934,406 |
| Difference | <u>\$ -</u> | <u>\$ 4,333,874</u> | <u>\$ 515,509</u> |
| Contributions: | | | |
| Library Grant Funds | | \$ 1,389,327 | \$ - |
| Callaway Foundation, Inc. | | 2,944,547 | - |
| Intergovernmental: | | | |
| Georgia Department of Transportation | | - | 515,509 |
| Expenditures funded for SPLOST projects by other sources of revenue | | | |
| | | <u>\$ 4,333,874</u> | <u>\$ 515,509</u> |

STATISTICAL SECTION

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Troup County, Georgia
Introduction to Statistical Section
(Unaudited)

This part of Troup County's comprehensive annual financial report presents detailed information as a context for understanding this year's financial statements, note disclosures, and supplementary information. This information is unaudited.

| Contents | <u>Page</u> |
|---|-------------|
| Financial Trends These tables contain trend information that may assist the reader in assessing the County's current financial performance by placing it in historical perspective. | 132-154 |
| Revenue Capacity These tables contain information that may assist the reader in assessing the viability of the County's two most significant "own-source" revenue sources, property taxes and sales taxes. | 155-163 |
| Debt Capacity These tables present information that may assist the reader in analyzing the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future. The County has not had any general obligation bonds outstanding for the last ten fiscal years. | 164-166 |
| Demographic and Economic Information These tables present demographic and economic information intended (1) to assist users in understanding the socioeconomic environment within which the County operates and (2) to provide information that facilitates comparisons of financial statement information over time and among counties. | 167-168 |
| Operating Information These tables contain service and infrastructure indicators that can inform one's understanding how the information in the County's financial statements relates to the services the County provides and the activities it performs. The County will be expanding the disclosure of operating information in future years. | 169-171 |

Data Source:

Unless otherwise noted, the information in these tables is derived from the comprehensive annual financial report for the applicable year.

Troup County, Georgia
Changes in Net Position - Governmental Activities (Unaudited)
Last Ten Fiscal Years
(accrual basis of accounting)

| | For the Fiscal Year Ended June 30, | | | | | | | | | |
|---|---|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|-------------------------|-------------------------|---------------------|
| | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014⁶ | 2015⁷ | 2016 |
| Expenses: | | | | | | | | | | |
| General government ¹ | \$ 3,763,951 | \$ 7,554,183 | \$ 4,539,757 | \$ 4,465,143 | \$ 4,899,031 | \$ 4,769,617 | \$ 4,863,572 | \$ 6,982,435 | \$ 9,880,691 | \$ 9,978,898 |
| Judicial | 4,250,478 | 4,547,103 | 4,830,161 | 4,780,381 | 4,923,787 | 5,398,197 | 5,541,760 | 6,011,862 | 6,652,859 | 7,334,544 |
| Public safety | 19,991,303 | 21,270,146 | 22,048,272 | 22,617,970 | 22,964,252 | 23,424,306 | 23,071,765 | 23,484,029 | 23,312,515 | 24,855,886 |
| Highways and streets ² | 4,695,819 | 10,079,059 | 9,019,162 | 9,829,715 | 7,606,312 | 9,990,704 | 8,741,949 | 6,783,551 | 3,608,674 | 4,566,157 |
| Health and welfare | 801,638 | 1,154,390 | 1,186,264 | 1,202,372 | 1,102,444 | 1,111,276 | 764,402 | 558,137 | 551,606 | 548,980 |
| Culture and recreation | 4,964,807 | 5,759,119 | 5,649,583 | 5,658,112 | 5,816,189 | 5,901,183 | 5,474,209 | 6,545,646 | 6,209,033 | 8,623,800 |
| Conservation | 160,475 | 183,108 | 167,530 | 207,231 | 215,431 | 193,644 | - | - | - | - |
| Housing and development | - | - | - | - | - | - | 785,573 | 1,576,628 | 1,438,605 | 902,064 |
| Interest and fiscal charges | 426,388 | 218,408 | 290,112 | 185,639 | 268,032 | 273,812 | 164,430 | 274,165 | 245,755 | 205,034 |
| Total Expenses | 39,054,859 | 50,765,516 | 47,730,841 | 48,946,563 | 47,795,478 | 51,062,739 | 49,407,660 | 52,216,453 | 51,899,738 | 57,015,363 |
| Program Revenues: | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| Judicial fees | 773,557 | 807,508 | 792,515 | 718,455 | 779,805 | 810,639 | 714,976 | 765,593 | 1,148,212 | 1,154,609 |
| Sheriff fees | 1,806,319 | 2,732,941 | 1,432,281 | 1,439,414 | 1,629,546 | 1,585,894 | 1,693,295 | 1,383,141 | 1,068,633 | 1,764,638 |
| Fines ⁵ | 1,817,866 | 1,902,612 | 1,803,115 | 1,822,194 | 1,785,190 | 1,580,020 | 1,833,424 | 2,273,160 | 1,504,253 | 1,547,655 |
| Emergency telephone fees | 308,599 | 301,322 | 898,538 | 948,575 | 1,064,948 | 1,007,998 | 1,119,343 | 1,114,647 | 1,120,977 | 1,197,502 |
| Parks and recreation | 624,616 | 685,316 | 618,020 | 740,228 | 658,268 | 620,349 | 607,067 | 734,379 | 698,722 | 684,602 |
| Housing and development | - | - | - | - | - | - | 160,397 | 56,847 | 20,022 | 38,990 |
| Commission on tax collections | - | - | - | - | - | - | 1,031,246 | 971,539 | 1,046,144 | 1,145,167 |
| Highways and Streets | 692,093 | 402,413 | 336,750 | 252,832 | 198,915 | 378,758 | - | - | - | 26,109 |
| Licenses and permits | 176,393 | 188,354 | 200,906 | 154,440 | 162,733 | 231,282 | 325,327 | 414,856 | 460,949 | 552,808 |
| Other | 896,749 | 248,361 | 215,951 | 156,932 | 132,591 | 155,071 | 58,715 | 110,571 | 389,165 | 443,133 |
| Operating grants and contributions | 3,197,665 | 3,248,206 | 4,768,403 | 4,021,011 | 5,077,982 | 4,625,805 | 5,300,978 | 5,322,302 | 6,264,408 | 7,024,576 |
| Capital grants and contributions ⁴ | 1,393,171 | 1,229,308 | 4,572,743 | 1,150,355 | 837,919 | 2,230,429 | 240,260 | 600,000 | 3,096,906 | 4,364,385 |
| Total Program Revenues | 11,687,028 | 11,746,341 | 15,639,222 | 11,404,436 | 12,327,897 | 13,226,245 | 13,085,028 | 13,747,035 | 16,818,391 | 19,944,174 |
| Net (Expense) Revenue | (27,367,831) | (39,019,175) | (32,091,619) | (37,542,127) | (35,467,581) | (37,836,494) | (36,322,632) | (38,469,418) | (35,081,347) | (37,071,189) |
| General Revenues: | | | | | | | | | | |
| Taxes: | | | | | | | | | | |
| Property | 19,917,933 | 21,033,583 | 21,949,157 | 22,043,247 | 22,151,513 | 21,502,876 | 21,344,552 | 21,285,729 | 21,337,572 | 22,391,543 |
| Sales | 14,635,723 | 16,412,632 | 15,468,391 | 15,364,024 | 14,252,335 | 15,963,056 | 15,756,590 | 15,311,211 | 15,692,752 | 15,112,248 |
| Selective | 1,755,406 | 1,900,417 | 1,904,848 | 1,815,936 | 1,798,458 | 1,853,112 | 2,125,329 | 2,433,612 | 2,797,410 | 3,023,866 |
| Gain on sale of capital assets | 147,090 | 303,662 | 7,251 | 4,662 | 7,233 | 9,840 | 128,306 | 17,274 | 7,000 | 10,101 |
| Investment earnings ³ | 2,188,601 | 312,461 | (608,885) | 763,799 | 58,083 | 29,466 | 23,919 | 1,242,207 | 294,159 | 34,027 |
| Miscellaneous | 552,211 | 1,123,647 | 1,277,611 | 1,617,857 | 3,842,149 | 1,106,038 | 3,023,026 | 714,328 | - | - |
| Total General Revenues | 39,196,964 | 41,086,402 | 39,998,373 | 41,609,525 | 42,109,771 | 40,464,388 | 42,401,722 | 41,004,361 | 40,128,893 | 40,571,785 |
| Transfers and Other | - | - | - | - | - | - | (1,654,424) | (1,490,055) | (1,218) | (88,797) |
| Change in Net Position | \$ 11,829,133 | \$ 2,067,227 | \$ 7,906,754 | \$ 4,067,398 | \$ 6,642,190 | \$ 2,627,894 | \$ 4,424,666 | \$ 1,044,888 | \$ 5,046,328 | \$ 3,411,799 |

(continued)

Notes:

¹ The increase in expenses from 2007 to 2008 for the general government function relates to the payment of SPLOST to the cities within the County.

² During fiscal years 2009 and 2008, the County completed a substantial higher amount of road paving and transportation materials as compared to fiscal year 2007.

³ During fiscal year 2009, the County reported a loss on investments due to the investment of endowment funds into a diversified portfolio of stocks and bonds which have deteriorated rapidly during the 2009 recession.

⁴ During fiscal year 2009, the County recognized reimbursement from the Georgia Department of Transportation for right-of-ways purchased by the county for the South Loop Road Project.

⁵ During fiscal year 2009, State Court fines have decreased substantially due to a decline in traffic citations, much related to fewer state patrol officers on duty because of state budget reductions.

⁶ In fiscal year 2014, the waste management fund was established as a business-type activities fund.

⁷ In fiscal year 2015 reporting, fiscal year 2014 was restated due to the implementation of a new pension accounting standard. Fiscal year 2014 and prior years have not been restated in this table.

Data Source:

Applicable years' comprehensive annual financial report.

Troup County, Georgia
Changes in Net Position - Governmental Activities - Percentage of Total (Unaudited)
Last Ten Fiscal Years
(accrual basis of accounting)

| | For the Fiscal Year Ended June 30, | | | | | | | | | |
|---|---|----------------|----------------|----------------|----------------|----------------|----------------|-------------------------|-------------------------|----------------|
| | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014⁶ | 2015⁷ | 2016 |
| Expenses: | | | | | | | | | | |
| General government ¹ | 9.64% | 14.88% | 9.51% | 9.12% | 10.25% | 9.34% | 9.84% | 13.37% | 19.04% | 17.50% |
| Judicial | 10.88% | 8.96% | 10.12% | 9.77% | 10.30% | 10.57% | 11.22% | 11.51% | 12.82% | 12.86% |
| Public safety | 51.19% | 41.90% | 46.19% | 46.21% | 48.05% | 45.87% | 46.70% | 44.97% | 44.92% | 43.60% |
| Highways and streets ² | 12.02% | 19.85% | 18.90% | 20.08% | 15.91% | 19.57% | 17.69% | 12.99% | 6.95% | 8.01% |
| Health and welfare | 2.05% | 2.27% | 2.49% | 2.45% | 2.30% | 2.17% | 1.54% | 1.07% | 1.06% | 0.96% |
| Culture and recreation | 12.71% | 11.34% | 11.84% | 11.56% | 12.17% | 11.56% | 11.08% | 12.54% | 11.96% | 15.13% |
| Conservation/Housing & Development | 0.41% | 0.36% | 0.35% | 0.42% | 0.45% | 0.38% | 0.00% | 3.02% | 2.77% | 1.58% |
| Interest and fiscal charges | 1.09% | 1.10% | 0.62% | 0.38% | 0.57% | 0.55% | 0.54% | 0.53% | 0.47% | 0.36% |
| Total Expenses | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |
| Program Revenues: | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| Judicial fees | 6.62% | 6.87% | 5.07% | 6.30% | 6.33% | 6.13% | 5.46% | 5.57% | 6.83% | 5.79% |
| Sheriff fees | 15.46% | 23.27% | 9.16% | 12.62% | 13.22% | 11.99% | 12.94% | 10.06% | 6.35% | 8.85% |
| Fines ⁵ | 15.55% | 16.20% | 11.53% | 15.98% | 14.48% | 11.95% | 14.01% | 16.54% | 8.94% | 7.76% |
| Emergency telephone fees | 2.64% | 2.57% | 5.75% | 8.32% | 8.64% | 7.62% | 8.55% | 8.11% | 6.67% | 6.00% |
| Parks and recreation | 5.34% | 5.83% | 3.95% | 6.49% | 5.34% | 4.69% | 4.64% | 5.34% | 4.15% | 3.43% |
| Housing and development | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 1.23% | 0.41% | 0.12% | 0.20% |
| Commission on tax collections | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 7.88% | 7.07% | 6.22% | 5.74% |
| Landfill | 5.92% | 3.43% | 2.15% | 2.22% | 1.61% | 2.86% | 0.00% | 0.00% | 0.00% | 0.13% |
| Licenses and permits | 1.51% | 1.60% | 1.28% | 1.35% | 1.32% | 1.75% | 2.49% | 3.02% | 2.74% | 2.77% |
| Other | 7.67% | 2.11% | 1.38% | 1.38% | 1.08% | 1.17% | 0.45% | 0.80% | 2.31% | 2.22% |
| Operating grants and contributions | 27.36% | 27.65% | 30.49% | 35.26% | 41.19% | 34.97% | 40.51% | 38.72% | 37.25% | 35.22% |
| Capital grants and contributions ⁴ | 11.92% | 10.47% | 29.24% | 10.09% | 6.80% | 16.86% | 1.84% | 4.36% | 18.41% | 21.88% |
| Total Program Revenues | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |
| General Revenues: | | | | | | | | | | |
| Taxes: | | | | | | | | | | |
| Property | 50.81% | 51.19% | 54.88% | 52.98% | 52.60% | 53.14% | 50.34% | 51.91% | 53.17% | 55.19% |
| Sales | 37.34% | 39.95% | 38.67% | 36.92% | 33.85% | 39.45% | 37.16% | 37.34% | 39.11% | 37.25% |
| Selective | 4.48% | 4.63% | 4.76% | 4.36% | 4.27% | 4.58% | 5.01% | 5.94% | 6.97% | 7.45% |
| Gain on sale of capital assets | 0.38% | 0.74% | 0.02% | 0.01% | 0.02% | 0.02% | 0.30% | 0.04% | 0.02% | 0.02% |
| Investment earnings ³ | 5.58% | 0.76% | -1.52% | 1.84% | 0.14% | 0.07% | 0.06% | 3.03% | 0.73% | 0.08% |
| Miscellaneous | 1.41% | 2.73% | 3.19% | 3.89% | 9.12% | 2.73% | 7.13% | 1.74% | 0.00% | 0.00% |
| Total General Revenues | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |

(continued)

Notes:

¹ The increase in expenses from 2007 to 2008 for the general government function relates to the payment of SPLOST to the cities within the County.

² During fiscal years 2009 and 2008, the County completed a substantial higher amount of road paving and transportation materials as compared to fiscal year 2007.

³ During fiscal year 2009, the County reported a loss on investments due to the investment of endowment funds into a diversified portfolio of stocks and bonds which have deteriorated rapidly during the 2009 recession.

⁴ During fiscal year 2009, the County recognized reimbursement from the Georgia Department of Transportation for right-of-ways purchased by the county for the South Loop Road Project.

⁵ During fiscal year 2009, State Court fines have decreased substantially due to a decline in traffic citations, much related to fewer state patrol officers on duty because of state budget reductions.

⁶ In fiscal year 2014, the waste management fund was established as a business-type activities fund.

⁷ In fiscal year 2015 reporting, fiscal year 2014 was restated due to the implementation of a new pension accounting standard. Fiscal year 2014 and prior years have not been restated in this table.

Data Source:

Applicable years' comprehensive annual financial report.

Troup County, Georgia
Government-wide Net Position by Component (Unaudited) ¹
Last Ten Fiscal Years
(accrual basis of accounting)

| | For The Fiscal Year Ended June 30, | | | | | | | | | |
|--|------------------------------------|-----------------------|----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
| Amounts | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Net investment in capital assets | \$ 89,391,413 | \$ 94,741,900 | \$101,765,619 | \$ 105,144,535 | \$ 111,309,882 | \$ 119,476,570 | \$ 117,071,090 | \$ 117,653,965 | \$ 128,368,603 | \$ 123,798,361 |
| Restricted | 13,344,274 | 14,027,454 | 26,297,173 | 18,825,316 | 21,243,190 | 18,841,064 | 30,376,267 | 23,152,716 | 22,522,435 | 23,840,017 |
| Unrestricted | 13,592,720 | 9,626,280 | 8,239,596 | 6,399,935 | 4,458,904 | 1,322,236 | (4,414,067) | 3,271,497 | (15,205,472) | (14,239,751) |
| Subtotal Governmental Activities | | | | | | | | | | |
| Net Position | <u>\$ 116,328,407</u> | <u>\$ 118,395,634</u> | <u>\$136,302,388</u> | <u>\$ 130,369,786</u> | <u>\$ 137,011,976</u> | <u>\$ 139,639,870</u> | <u>\$ 143,033,290</u> | <u>144,078,178</u> | <u>135,685,566</u> | <u>133,398,627</u> |
| Business-type Activities | | | | | | | | | | |
| Net investment in capital assets | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,726,697 | \$ 5,386,964 | \$ 5,178,963 | \$ 5,784,992 |
| Unrestricted | - | - | - | - | - | - | (315,493) | 248,371 | 517,088 | 1,041,355 |
| Subtotal Business-type Activities | | | | | | | | | | |
| Net Position | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,411,204</u> | <u>\$ 5,635,335</u> | <u>\$ 5,696,051</u> | <u>\$ 6,826,347</u> |
| Total | | | | | | | | | | |
| Net investment in capital assets | \$ 89,391,413 | \$ 94,741,900 | \$101,765,619 | \$ 105,144,535 | \$ 111,309,882 | \$ 119,476,570 | \$ 118,797,787 | \$ 123,040,929 | \$ 133,547,566 | \$ 129,583,353 |
| Restricted | 13,344,274 | 14,027,454 | 26,297,173 | 18,825,316 | 21,243,190 | 18,841,064 | 30,376,267 | 23,152,716 | 22,522,435 | 23,840,017 |
| Unrestricted | 13,592,720 | 9,626,280 | 8,239,596 | 6,399,935 | 4,458,904 | 1,322,236 | (4,729,560) | 3,519,868 | (14,688,384) | (13,198,396) |
| Total Net Position | <u>\$ 116,328,407</u> | <u>\$ 118,395,634</u> | <u>\$136,302,388</u> | <u>\$ 130,369,786</u> | <u>\$ 137,011,976</u> | <u>\$ 139,639,870</u> | <u>\$ 144,444,494</u> | <u>\$ 149,713,513</u> | <u>\$ 141,381,617</u> | <u>\$ 140,224,974</u> |

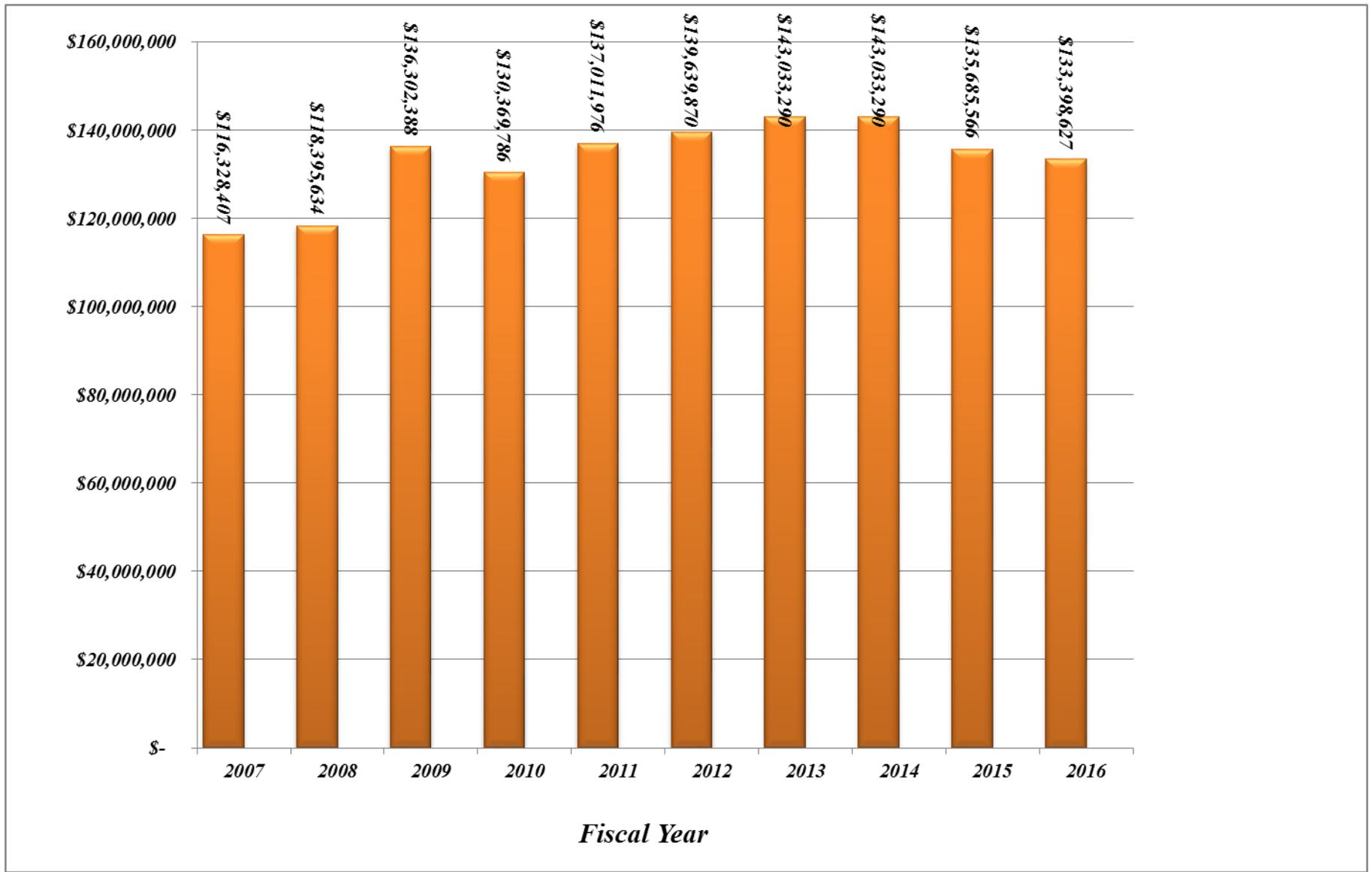
Notes:

¹ Accounting standards require that net position be reported in three components in the financial statements: Net investment in capital assets; restricted; and unrestricted. Net position is considered restricted only when (1) an external party, such as the State of Georgia or the federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the County. There are no restrictions currently reported as a result of enabling legislation.

Data Source:

Applicable years' comprehensive annual financial report.

Troup County, Georgia
Chart - Total Government-wide Net Position (Unaudited)
Last Ten Fiscal Years
(accrual basis of accounting)



Troup County, Georgia
Changes in Net Position - Business-type Activities (Unaudited)
Fiscal Years 2013 through 2016
(accrual basis of accounting)

| Source | 2013 | 2014 | 2015 | 2016 |
|---|---------------------|---------------------|-------------------|---------------------|
| Expenses: | | | | |
| Waste management | \$ 925,774 | \$ 1,216,677 | \$ 1,076,652 | \$ 1,213,654 |
| LaGrange Callaway Airport | - | - | 775,517 | 756,448 |
| Total Expenses: | <u>925,774</u> | <u>1,216,677</u> | <u>1,852,169</u> | <u>1,970,102</u> |
| Program Revenues: | | | | |
| Charges for services | 282,640 | 343,458 | 851,851 | 1,317,377 |
| Capital grants | - | - | 348,448 | 451,208 |
| Total Program Revenues: | <u>282,640</u> | <u>343,458</u> | <u>1,200,299</u> | <u>1,768,585</u> |
| Net (Expense) Revenue | <u>(643,134)</u> | <u>(873,219)</u> | <u>(651,870)</u> | <u>(201,517)</u> |
| General Revenues and Transfers: | | | | |
| Property taxes | - | 1,225,340 | 1,174,881 | 1,253,772 |
| Contributions | - | 2,232,165 | - | - |
| Investment earnings | 46,932 | - | 11 | - |
| Gain on disposition of capital assets | - | - | 2,029 | (10,756) |
| Miscellaneous | 134,175 | 149,790 | - | - |
| Transfers | 1,873,231 | 1,490,055 | 1,218 | 88,797 |
| Total General Revenues and Transfers | <u>2,054,338</u> | <u>5,097,350</u> | <u>1,178,139</u> | <u>1,331,813</u> |
| Change in Net Position | <u>\$ 1,411,204</u> | <u>\$ 4,224,131</u> | <u>\$ 526,269</u> | <u>\$ 1,130,296</u> |

Troup County, Georgia
Changes in Net Position - Total (Unaudited)
Last Ten Fiscal Years
(accrual basis of accounting)

| Source | Fiscal Year Ending June 30, | | | | | | | | | |
|---|-----------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
| Expenses: | | | | | | | | | | |
| Governmental activities ¹ | \$ 39,054,859 | \$ 50,765,516 | \$ 47,730,841 | \$ 48,946,563 | \$ 47,795,478 | \$ 51,062,739 | \$ 49,407,660 | \$ 52,216,453 | \$ 51,899,738 | \$ 57,015,363 |
| Business-type activities ² | - | - | - | - | - | - | 925,774 | 1,216,677 | 1,852,169 | 1,970,102 |
| Total Expenses | <u>39,054,859</u> | <u>50,765,516</u> | <u>47,730,841</u> | <u>48,946,563</u> | <u>47,795,478</u> | <u>51,062,739</u> | <u>50,333,434</u> | <u>53,433,130</u> | <u>53,751,907</u> | <u>58,985,465</u> |
| Program Revenues: | | | | | | | | | | |
| Governmental activities ¹ | 11,687,028 | 11,746,341 | 15,639,222 | 11,404,436 | 12,327,897 | 13,226,245 | 13,085,028 | 13,747,035 | 16,818,391 | 19,944,174 |
| Business-type activities ² | - | - | - | - | - | - | 282,640 | 343,458 | 1,200,299 | 1,768,585 |
| Total Program Revenues | <u>11,687,028</u> | <u>11,746,341</u> | <u>15,639,222</u> | <u>11,404,436</u> | <u>12,327,897</u> | <u>13,226,245</u> | <u>13,367,668</u> | <u>14,090,493</u> | <u>18,018,690</u> | <u>21,712,759</u> |
| Net (Expense) Revenue | <u>(27,367,831)</u> | <u>(39,019,175)</u> | <u>(32,091,619)</u> | <u>(37,542,127)</u> | <u>(35,467,581)</u> | <u>(37,836,494)</u> | <u>(36,965,766)</u> | <u>(39,342,637)</u> | <u>(35,733,217)</u> | <u>(37,272,706)</u> |
| General Revenues and Transfers: | | | | | | | | | | |
| Governmental activities ¹ | 39,196,964 | 41,086,402 | 39,998,373 | 41,609,525 | 42,109,771 | 40,464,388 | 40,747,298 | 39,514,306 | 40,127,675 | 40,482,988 |
| Business-type activities ² | - | - | - | - | - | - | 2,054,338 | 5,097,350 | 1,178,139 | 1,331,813 |
| Total General Revenues and Transfers | <u>39,196,964</u> | <u>41,086,402</u> | <u>39,998,373</u> | <u>41,609,525</u> | <u>42,109,771</u> | <u>40,464,388</u> | <u>42,801,636</u> | <u>44,611,656</u> | <u>41,305,814</u> | <u>41,814,801</u> |
| Change in Net Position | <u>\$ 11,829,133</u> | <u>\$ 2,067,227</u> | <u>\$ 7,906,754</u> | <u>\$ 4,067,398</u> | <u>\$ 6,642,190</u> | <u>\$ 2,627,894</u> | <u>\$ 5,835,870</u> | <u>\$ 5,269,019</u> | <u>\$ 5,572,597</u> | <u>\$ 4,542,095</u> |

Notes:

¹See Table-Changes in Net Position - Governmental Activities

²See Table-Changes in Net Position - Business-type Activities

Troup County, Georgia
General Governmental Revenues by Source (Unaudited) ¹
Last Ten Fiscal Years
(modified accrual basis of accounting)

| Revenue Source | For the Year Ended June 30, | | | | | | | | | |
|----------------------------------|-----------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
| | Amounts | | | | | | | | | |
| Taxes ² | \$36,312,165 | \$39,352,112 | \$39,342,351 | \$39,198,221 | \$38,174,064 | \$39,301,397 | \$38,177,912 | \$39,084,299 | \$40,011,262 | \$40,817,300 |
| Intergovernmental | 4,107,013 | 5,436,469 | 10,217,196 | 5,859,078 | 5,411,450 | 5,489,859 | 4,449,587 | 5,737,517 | 5,603,325 | 8,344,780 |
| Licenses and permits | 176,393 | 188,354 | 200,906 | 154,440 | 162,733 | 231,282 | 325,327 | 414,856 | 460,949 | 552,808 |
| Fines and forfeitures | 2,034,182 | 2,116,735 | 1,682,734 | 1,822,194 | 1,785,190 | 1,580,020 | 1,833,424 | 2,273,160 | 1,480,549 | 2,217,850 |
| Charges for services | 4,020,085 | 3,692,560 | 3,418,005 | 3,321,143 | 3,270,019 | 3,386,794 | 5,031,892 | 4,721,502 | 4,712,414 | 4,933,904 |
| Contributions | - | - | - | - | - | - | - | 792,486 | 3,897,357 | 3,166,644 |
| Investment earnings ³ | 2,188,601 | 312,461 | (608,885) | 763,799 | 1,286,227 | 144,975 | 783,011 | 1,242,207 | 323,670 | 64,538 |
| Miscellaneous | 550,510 | 1,123,647 | 1,277,611 | 1,263,444 | 3,822,339 | 1,105,094 | 2,259,919 | 412,011 | 293,250 | 381,464 |
| Total revenues | \$49,388,949 | \$52,222,338 | \$55,529,918 | \$52,382,319 | \$53,912,022 | \$51,239,421 | \$52,861,072 | \$54,678,038 | \$56,782,776 | \$60,479,288 |
| % Change From Prior Year | 4.6% | 5.7% | 6.3% | -5.7% | 2.9% | -5.0% | 3.2% | 3.4% | 3.8% | 6.5% |
| | Percentage of Change | | | | | | | | | |
| Taxes | 73.5% | 75.4% | 70.8% | 74.8% | 70.8% | 76.7% | 72.2% | 71.5% | 70.5% | 67.5% |
| Intergovernmental | 8.3% | 10.4% | 18.4% | 11.2% | 10.0% | 10.7% | 8.4% | 10.5% | 9.9% | 13.8% |
| Licenses and permits | 0.4% | 0.4% | 0.4% | 0.3% | 0.3% | 0.5% | 0.6% | 0.8% | 0.8% | 0.9% |
| Fines and forfeitures | 4.1% | 4.1% | 3.0% | 3.5% | 3.3% | 3.1% | 3.5% | 4.2% | 2.6% | 3.7% |
| Charges for services | 8.1% | 7.1% | 6.2% | 6.3% | 6.1% | 6.6% | 9.5% | 8.6% | 8.3% | 8.2% |
| Contributions | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 1.4% | 6.9% | 5.2% |
| Investment earnings | 4.4% | 0.6% | -1.1% | 1.5% | 2.4% | 0.3% | 1.5% | 2.3% | 0.6% | 0.1% |
| Miscellaneous | 1.1% | 2.2% | 2.3% | 2.4% | 7.1% | 2.2% | 4.3% | 0.8% | 0.5% | 0.6% |
| Total revenues | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% |

Notes:

¹ Includes all governmental fund types.

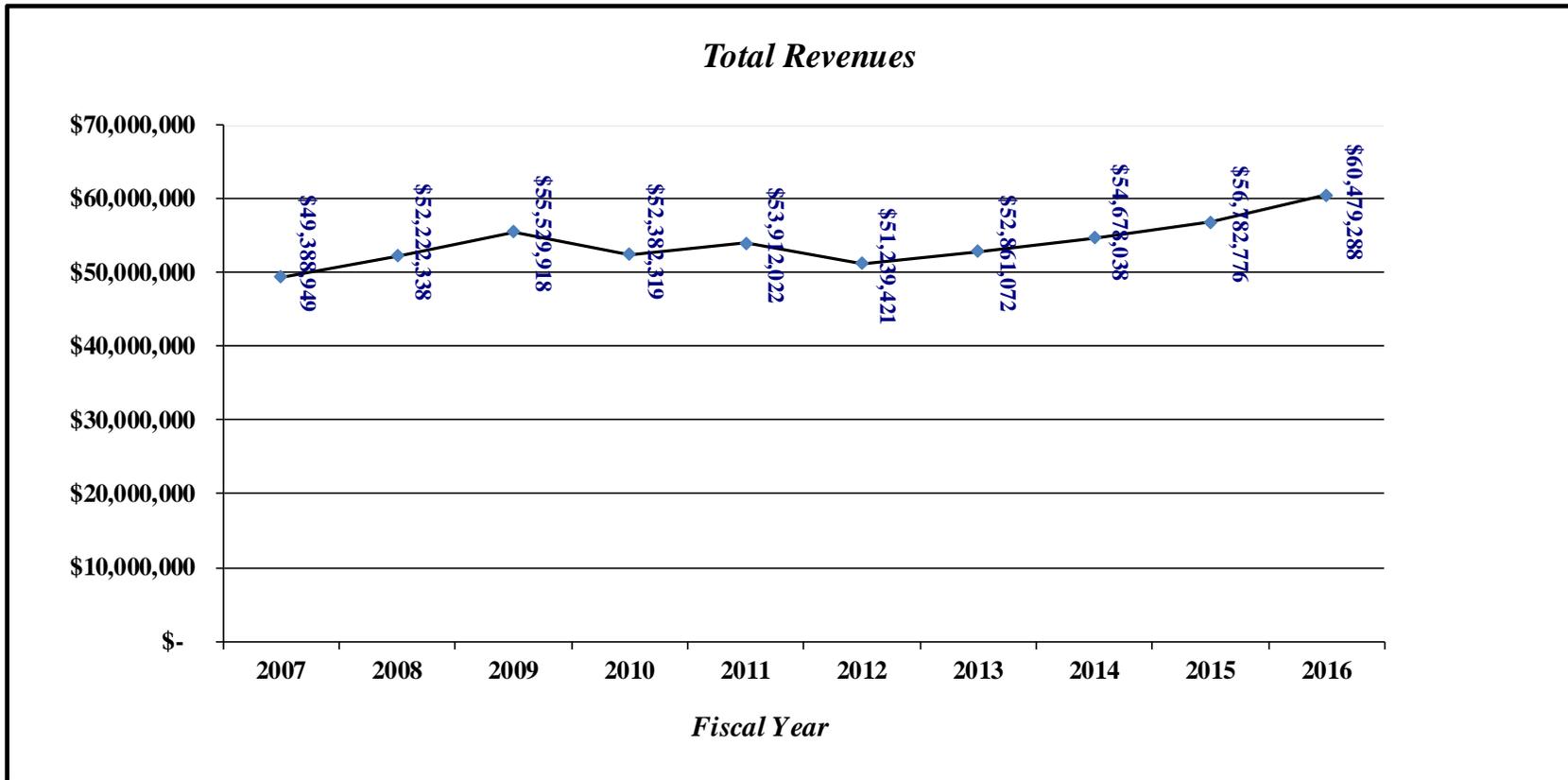
² For changes in the sources of taxes, see the "tax revenues by source - governmental funds" statistical table

³ In fiscal year 2008, investment earnings were reduced significantly from fiscal 2007 primarily due to endowment earnings in equity securities.

Data Source:

Applicable years' comprehensive annual financial report.

Troup County, Georgia
Chart-Total General Governmental Revenues (Unaudited)
Last Ten Fiscal Years
(modified accrual basis of accounting)



Troup County, Georgia
Tax Revenues by Source - Governmental Funds (Unaudited)
Last Ten Fiscal Years
(modified accrual basis of accounting)

| For The Fiscal Year Ended June 30, | Local | | Special Purpose Local | Insurance | Alcoholic | Other ¹ | Total |
|--|---------------|--------------|-----------------------------|--------------|------------|--------------------|---------------|
| | Property | Option Sales | Option Sales | Premium | Beverage | | |
| Amounts | | | | | | | |
| 2007 | \$ 19,921,036 | \$ 4,574,886 | \$ 10,060,837 | \$ 1,261,727 | \$ 162,224 | \$ 331,455 | \$ 36,312,165 |
| 2008 | 21,039,063 | 5,097,402 | 11,315,230 | 1,326,722 | 193,091 | 380,604 | 39,352,112 |
| 2009 | 21,969,112 | 4,807,415 | 10,660,976 | 1,359,061 | 181,728 | 364,059 | 39,342,351 |
| 2010 | 22,018,261 | 4,772,849 | 10,591,175 | 1,339,574 | 162,491 | 313,871 | 39,198,221 |
| 2011 | 22,123,271 | 4,396,506 | 9,855,829 | 1,302,832 | 163,871 | 331,755 | 38,174,064 |
| 2012 | 21,485,229 | 4,903,202 | 11,059,854 | 1,328,916 | 163,067 | 334,877 | 39,275,145 |
| 2013 | 21,327,239 | 4,866,092 | 10,890,498 | 1,419,702 | 151,639 | 553,988 | 39,209,158 |
| 2014 | 21,285,729 | 4,752,964 | 10,558,247 | 1,475,552 | 148,935 | 862,872 | 39,084,299 |
| 2015 | 21,521,100 | 4,870,831 | 10,821,921 | 1,566,848 | 176,298 | 1,054,264 | 40,011,262 |
| 2016 | 22,681,186 | 4,690,598 | 10,421,650 | 1,677,692 | 184,054 | 1,162,120 | 40,817,300 |

% Change in Dollars

| | | | | | | | |
|----------------------|-------|------|------|-------|-------|--------|-------|
| Over 10 Years | 13.9% | 2.5% | 3.6% | 33.0% | 13.5% | 250.6% | 12.4% |
|----------------------|-------|------|------|-------|-------|--------|-------|

Percentage of Total

| | | | | | | | |
|------|-------|-------|-------|------|------|------|--------|
| 2007 | 54.9% | 12.6% | 27.7% | 3.5% | 0.4% | 0.9% | 100.0% |
| 2008 | 53.5% | 13.0% | 28.8% | 3.4% | 0.5% | 1.0% | 100.0% |
| 2009 | 55.8% | 12.2% | 27.1% | 3.5% | 0.5% | 0.9% | 100.0% |
| 2010 | 56.2% | 12.2% | 27.0% | 3.4% | 0.4% | 0.8% | 100.0% |
| 2011 | 58.0% | 11.5% | 25.8% | 3.4% | 0.4% | 0.9% | 100.0% |
| 2012 | 54.7% | 12.5% | 28.2% | 3.4% | 0.4% | 0.9% | 100.0% |
| 2013 | 54.4% | 12.4% | 27.8% | 3.6% | 0.4% | 1.4% | 100.0% |
| 2014 | 54.5% | 12.2% | 27.0% | 3.8% | 0.4% | 2.2% | 100.0% |
| 2015 | 53.8% | 12.2% | 27.0% | 3.9% | 0.4% | 2.6% | 100.0% |
| 2016 | 55.6% | 11.5% | 25.5% | 4.1% | 0.5% | 2.8% | 100.0% |

Notes:

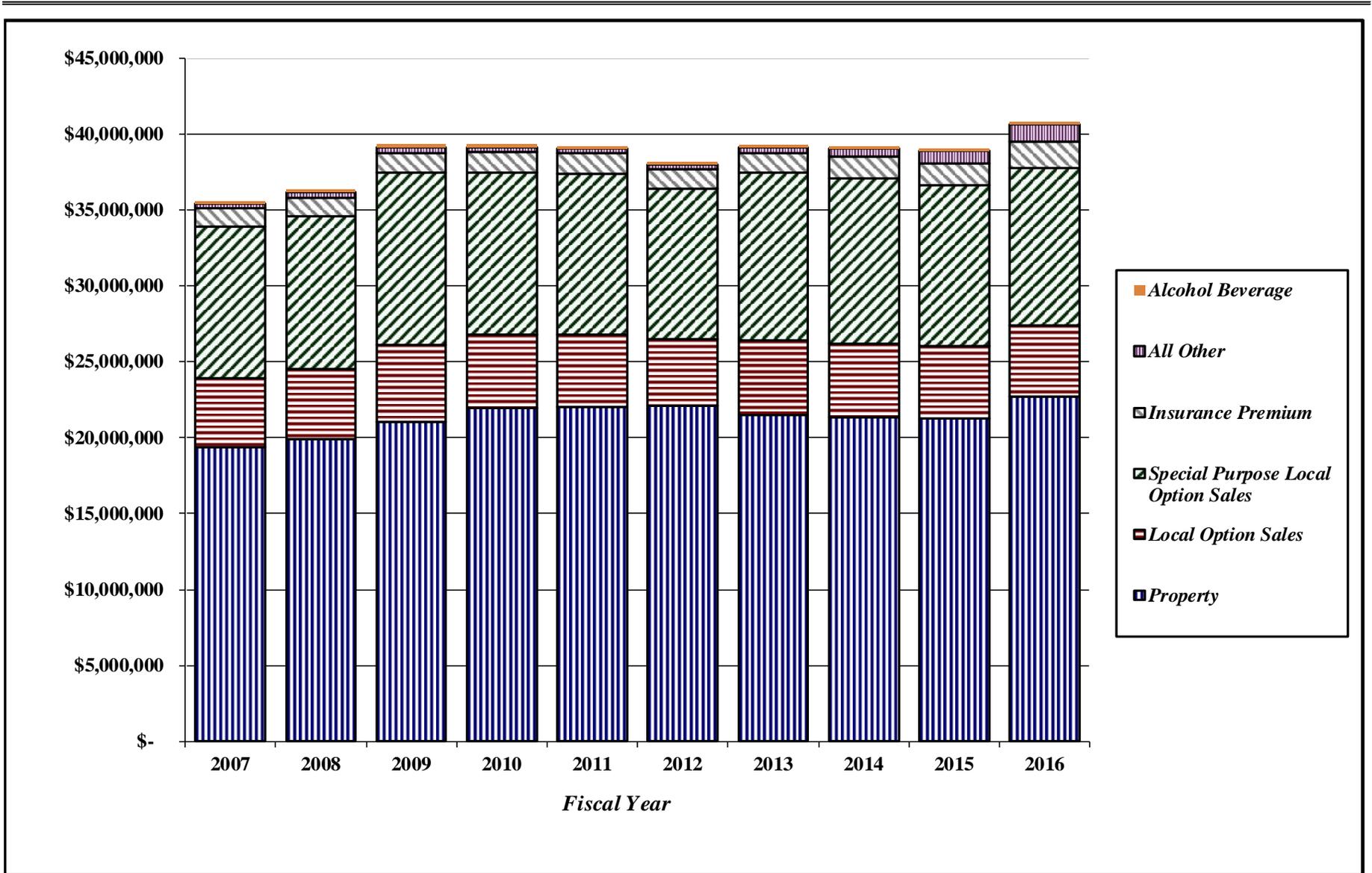
¹ Includes franchise taxes, railroad taxes and hotel/motel taxes.

² Two special purpose local option sales taxes (SPLOST) were approved for the construction of park and recreation facilities and a new government services center, each of which was effective January 1, 2002 and expired December 31, 2006. Another SPLOST was approved effective January 1, 2007 and expired December 31, 2012. That tax was being shared with the cities within the County and funded a new County Health Department, infrastructure improvements, water and sewer system improvements and public safety equipment, primarily fire trucks. Another SPLOST was approved effective January 1, 2013 and expiring December 31, 2018. This tax is also shared the cities within the County and is funding recreation, library, court technology, transportation infrastructure and road equipment, public safety, energy efficiency/sustainability and court renovations.

Data Source:

Applicable years' comprehensive annual financial report.

Troup County, Georgia
Chart - Tax Revenues by Source - Governmental Funds (Unaudited)
Last Ten Fiscal Years
(modified accrual basis of accounting)



Troup County, Georgia
General Governmental Expenditures by Function (Unaudited) ¹
Last Ten Fiscal Years
(modified accrual basis of accounting)

| | For the Year Ended June 30, | | | | | | | | | |
|---|-----------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Function | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
| Current: | | | | | | | | | | |
| General government | \$ 3,380,368 | \$ 3,726,264 | \$ 3,732,820 | \$ 3,737,014 | \$ 4,050,139 | \$ 4,124,943 | \$ 4,055,443 | \$ 4,172,171 | \$ 4,796,950 | \$ 4,873,295 |
| Judicial | 4,242,383 | 4,531,450 | 4,720,706 | 4,742,492 | 4,828,707 | 5,356,897 | 5,522,152 | 5,935,853 | 6,176,846 | 6,501,413 |
| Public safety | 19,457,423 | 20,535,725 | 20,860,425 | 21,442,063 | 21,164,566 | 21,794,406 | 21,295,180 | 20,692,300 | 22,305,342 | 22,775,623 |
| Highways and streets ³ | 4,092,685 | 9,515,697 | 8,231,614 | 4,967,060 | 2,946,723 | 2,721,270 | 1,954,974 | 2,569,687 | 2,554,666 | 3,104,662 |
| Health and welfare | 741,654 | 990,915 | 955,129 | 970,135 | 877,266 | 890,668 | 616,920 | 500,709 | 501,650 | 513,233 |
| Culture and recreation | 4,647,255 | 5,382,692 | 5,259,154 | 4,917,525 | 5,337,709 | 5,470,288 | 5,101,780 | 4,683,336 | 4,844,101 | 5,222,441 |
| Other | 154,809 | 183,108 | 167,530 | 207,231 | 215,431 | 193,032 | 87,526 | - | - | - |
| Housing and development | - | - | - | - | - | - | 785,573 | 1,562,769 | 1,448,819 | 862,453 |
| Intergovernmental | - | - | - | 4,036,826 | 3,756,550 | 4,215,462 | 4,012,760 | 4,472,349 | 5,032,039 | 4,808,572 |
| Total Current | 36,716,577 | 44,865,851 | 43,927,378 | 45,020,346 | 43,177,091 | 44,766,966 | 43,432,308 | 44,589,174 | 47,660,413 | 48,661,692 |
| % Change From Prior Year | 5.0% | 22.2% | -2.1% | 2.5% | -4.1% | 3.7% | -3.0% | 2.7% | 6.9% | 2.1% |
| Capital Outlay | 3,548,428 | 9,675,194 | 9,420,690 | 5,746,192 | 8,875,578 | 10,382,357 | 6,672,949 | 8,044,709 | 14,105,840 | 6,578,051 |
| % Change From Prior Year | -24.0% | 172.7% | -2.6% | -39.0% | 54.5% | 17.0% | -35.7% | 20.6% | 75.3% | -53.4% |
| Debt Service ² | | | | | | | | | | |
| Principal | 10,159,757 | 57,399 | 372,389 | 390,137 | 514,794 | 769,454 | 1,538,110 | 2,047,689 | 2,052,339 | 2,085,426 |
| Interest and fees | 463,550 | 135,908 | 292,467 | 188,121 | 269,623 | 276,612 | 330,990 | 220,983 | 249,219 | 218,157 |
| Total Debt Service | 10,623,307 | 193,307 | 664,856 | 578,258 | 784,417 | 1,046,066 | 1,869,100 | 2,268,672 | 2,301,558 | 2,303,583 |
| % Change From Prior Year | 0.3% | -98.2% | 243.9% | -13.0% | 35.7% | 33.4% | 78.7% | 21.4% | 1.4% | 0.1% |
| Total Expenditures | \$ 50,888,312 | \$ 54,734,352 | \$ 54,012,924 | \$ 51,344,796 | \$ 52,837,086 | \$ 56,195,389 | \$ 51,974,357 | \$ 54,902,555 | \$ 64,067,811 | \$ 57,543,326 |
| % Change From Prior Year | 1.3% | 7.6% | -1.3% | -4.9% | 2.9% | 6.4% | -7.5% | 5.6% | 16.7% | -10.2% |
| Debt Service as a % of Noncapital Expenditures | 22.4% | 0.4% | 1.5% | 1.3% | 1.8% | 2.3% | 4.1% | 4.8% | 4.6% | 4.5% |

(continued)

Notes:

¹ Includes all governmental fund types.

² Beginning in fiscal year 2003, the County began repaying \$18,010,000 in debt issued to construct park and recreation facilities and in fiscal year 2004 began repaying \$20,560,000 in debt issued to construct a government services center. The debt was paid in full in 2007.

³ During fiscal year 2008, the County purchased a substantial higher amount of road paving and transportation materials as compared to fiscal year 2007.

Data Source:

Applicable years' comprehensive annual financial report.

Troup County, Georgia
General Governmental Current Expenditures by Function (Unaudited) ¹
Last Ten Fiscal Years
(modified accrual basis of accounting)

| Function | For the Year Ended June 30, | | | | | | | | | |
|--------------------------------|-----------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
| Amounts | | | | | | | | | | |
| Current: | | | | | | | | | | |
| General government | \$ 3,380,368 | \$ 3,726,264 | \$ 3,732,820 | \$ 3,737,014 | \$ 4,050,139 | \$ 4,124,943 | \$ 4,055,443 | \$ 4,172,171 | \$ 4,796,950 | \$ 4,873,295 |
| Judicial | 4,242,383 | 4,531,450 | 4,720,706 | 4,742,492 | 4,828,707 | 5,356,897 | 5,522,152 | 5,935,853 | 6,176,846 | 6,501,413 |
| Public safety | 19,457,423 | 20,535,725 | 20,860,425 | 21,442,063 | 21,164,566 | 21,794,406 | 21,295,180 | 20,692,300 | 22,305,342 | 22,775,623 |
| Highways and streets | 4,092,685 | 9,515,697 | 8,231,614 | 4,967,060 | 2,946,723 | 2,721,270 | 1,954,974 | 2,569,687 | 2,554,666 | 3,104,662 |
| Health and welfare | 741,654 | 990,915 | 955,129 | 970,135 | 877,266 | 890,668 | 616,920 | 500,709 | 501,650 | 513,233 |
| Culture and recreation | 4,647,255 | 5,382,692 | 5,259,154 | 4,917,525 | 5,337,709 | 5,470,288 | 5,101,780 | 4,683,336 | 4,844,101 | 5,222,441 |
| Other | 154,809 | 183,108 | 167,530 | 207,231 | 215,431 | 193,032 | 87,526 | - | - | - |
| Housing and development | - | - | - | - | - | - | 785,573 | 1,562,769 | 1,448,819 | 862,453 |
| Intergovernmental ² | - | - | - | 4,036,826 | 3,756,550 | 4,215,462 | 4,012,760 | 4,472,349 | 5,032,039 | 4,808,572 |
| Total Current | \$ 36,716,577 | \$ 44,865,851 | \$ 43,927,378 | \$ 45,020,346 | \$ 43,177,091 | \$ 44,766,966 | \$ 43,432,308 | \$ 44,589,174 | \$ 47,660,413 | \$ 48,661,692 |
| Percentage of Total | | | | | | | | | | |
| Current: | | | | | | | | | | |
| General government | 9.2% | 8.3% | 8.5% | 8.3% | 9.4% | 9.2% | 9.3% | 9.4% | 10.1% | 10.0% |
| Judicial | 11.6% | 10.1% | 10.7% | 10.5% | 11.2% | 12.0% | 12.7% | 13.3% | 13.0% | 13.4% |
| Public safety | 53.0% | 45.8% | 47.5% | 47.6% | 49.0% | 48.7% | 49.0% | 46.4% | 46.8% | 46.8% |
| Highways and streets | 11.1% | 21.2% | 18.7% | 11.0% | 6.8% | 6.1% | 4.5% | 5.8% | 5.4% | 6.4% |
| Health and welfare | 2.0% | 2.2% | 2.2% | 2.2% | 2.0% | 2.0% | 1.4% | 1.1% | 1.1% | 1.1% |
| Culture and recreation | 12.7% | 12.0% | 12.0% | 10.9% | 12.4% | 12.2% | 11.7% | 10.5% | 10.2% | 10.7% |
| Other | 0.4% | 0.4% | 0.4% | 0.5% | 0.5% | 0.4% | 0.2% | 0.0% | 0.0% | 0.0% |
| Housing and development | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 1.8% | 3.5% | 3.0% | 1.8% |
| Intergovernmental ² | 0.0% | 0.0% | 0.0% | 9.0% | 8.7% | 9.4% | 9.2% | 10.0% | 10.6% | 9.9% |
| Total Current | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% |

Notes:

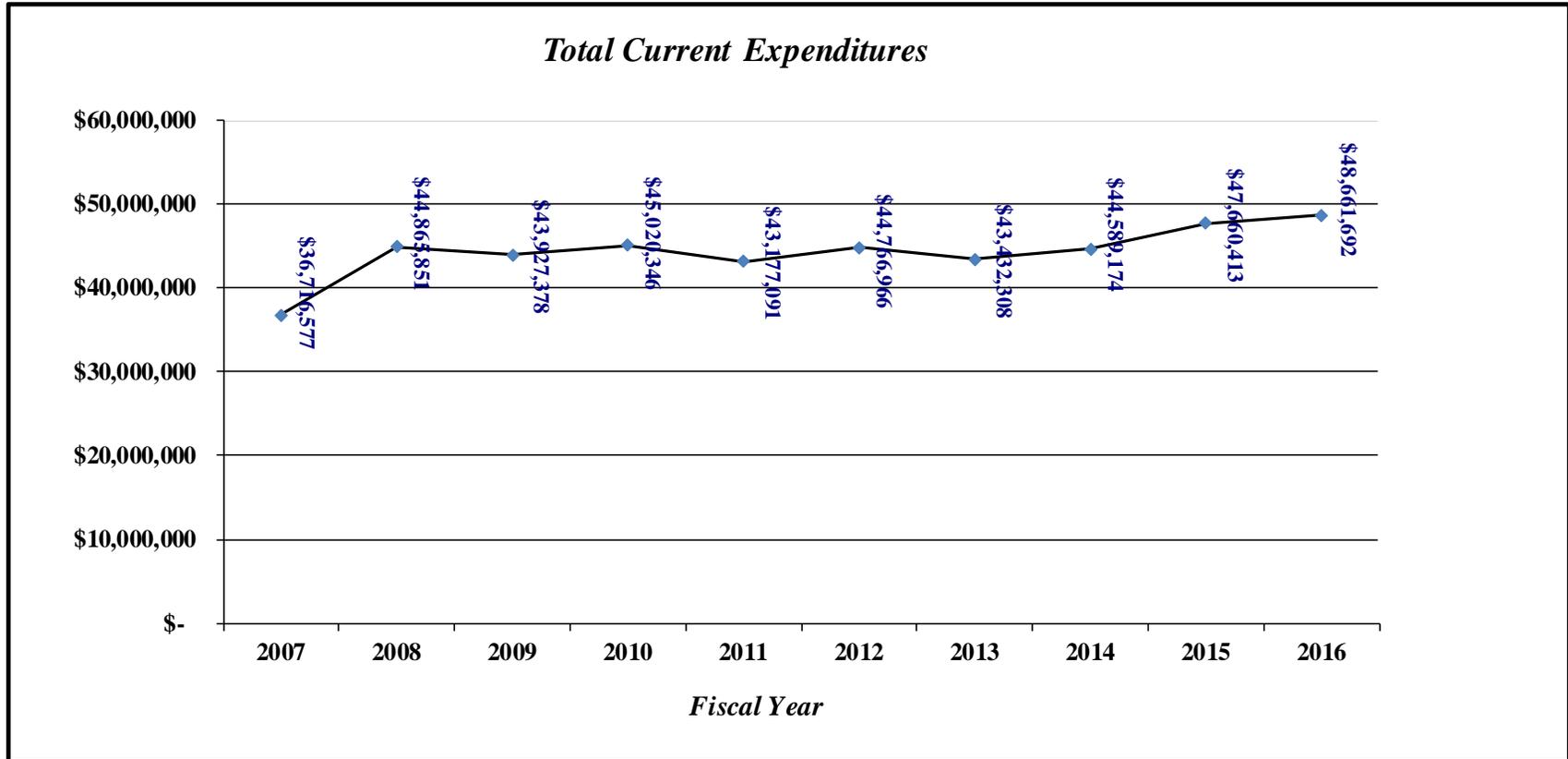
¹ Includes all governmental fund types.

² Beginning in fiscal year 2010, the SPLOST payments made to the County's municipalities are shown as Intergovernmental, rather than in the function costs.

Data Source:

Applicable years' comprehensive annual financial report.

Troup County, Georgia
Chart-Total Current Expenditures (Unaudited)
Last Ten Fiscal Years
(modified accrual basis of accounting)



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

| Source | For the Year Ended June 30, | | | | | | | | | |
|--|-----------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
| Total Revenues | \$ 49,388,949 | \$ 52,222,338 | \$ 55,529,918 | \$ 52,382,319 | \$ 53,912,022 | \$ 51,239,421 | \$ 52,861,072 | \$ 54,678,038 | \$ 56,782,776 | \$ 60,479,288 |
| Total Expenditures | 50,888,312 | 54,734,352 | 54,012,924 | 51,344,796 | 52,837,086 | 56,195,389 | 51,974,357 | 54,902,555 | 64,067,811 | 57,543,326 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (1,499,363) | (2,512,014) | 1,516,994 | 1,037,523 | 1,074,936 | (4,955,968) | 886,715 | (224,517) | (7,285,035) | 2,935,962 |
| Other Financing Sources (Uses) | | | | | | | | | | |
| Sale of capital assets | 382,615 | 576,110 | 7,251 | 33,167 | 28,884 | 18,854 | 1,236,104 | 101,419 | 23,014 | 115,327 |
| Inception of capital lease | 274,987 | 1,987,396 | - | - | 62,134 | - | 1,244,018 | - | - | - |
| Issuance of note | - | - | - | - | 1,500,000 | 191,400 | 9,560,000 | - | - | - |
| Transfers in | - | 546,104 | 482,673 | 1,418,568 | 439,880 | 654,106 | 3,179,272 | 13,977,305 | 6,058,244 | 6,854,912 |
| Transfers out | - | (546,104) | (482,673) | (1,418,568) | (439,880) | (654,106) | (3,390,109) | (13,981,196) | (6,028,421) | (6,943,709) |
| Total Other Financing Sources (Uses) | 657,602 | 2,563,506 | 7,251 | 33,167 | 1,591,018 | 210,254 | 11,829,285 | 97,528 | 52,837 | 26,530 |
| Net Change in Fund Balances | (841,761) | 51,492 | 1,524,245 | 1,070,690 | 2,665,954 | (4,745,714) | 12,716,000 | (126,989) | (7,232,198) | 2,962,492 |
| Fund Balances, Beginning of Year | 29,481,301 | 28,702,169 | 28,650,866 | 30,175,577 | 31,270,100 | 33,906,576 | 29,259,839 | 42,333,690 | 41,799,416 | 34,264,615 |
| Other Changes | 62,629 | (102,795) | 466 | 23,833 | (29,478) | 98,977 | 357,851 | (407,285) | (302,603) | (158,027) |
| Fund Balances, End of Year | \$ 28,702,169 | \$ 28,650,866 | \$ 30,175,577 | \$ 31,270,100 | \$ 33,906,576 | \$ 29,259,839 | \$ 42,333,690 | \$ 41,799,416 | \$ 34,264,615 | \$ 37,069,080 |

Data Source:

Applicable years' comprehensive annual financial report.

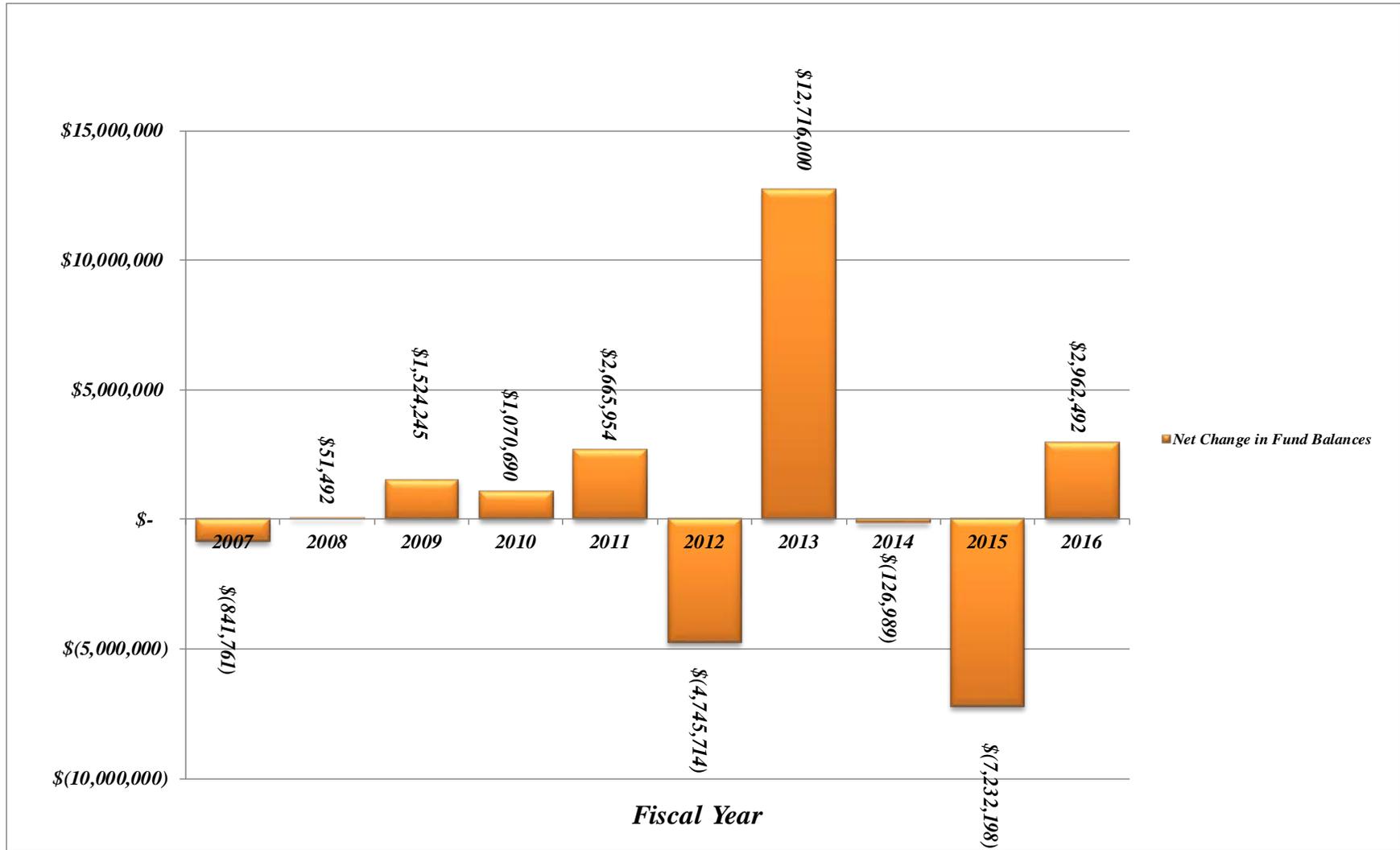
Notes:

FY12 decrease due primarily to Capital Expenditures. Refer to FY12 Annual Report pages 25, 26,&27.

FY13 Increase due primarily to Debt increase. Refer to FY13 Annual Report pages 26, 27,& 28.

FY15 decrease due primarily to Capital Expenditures. Refer to FY15 Annual Report pages 34 & 35.

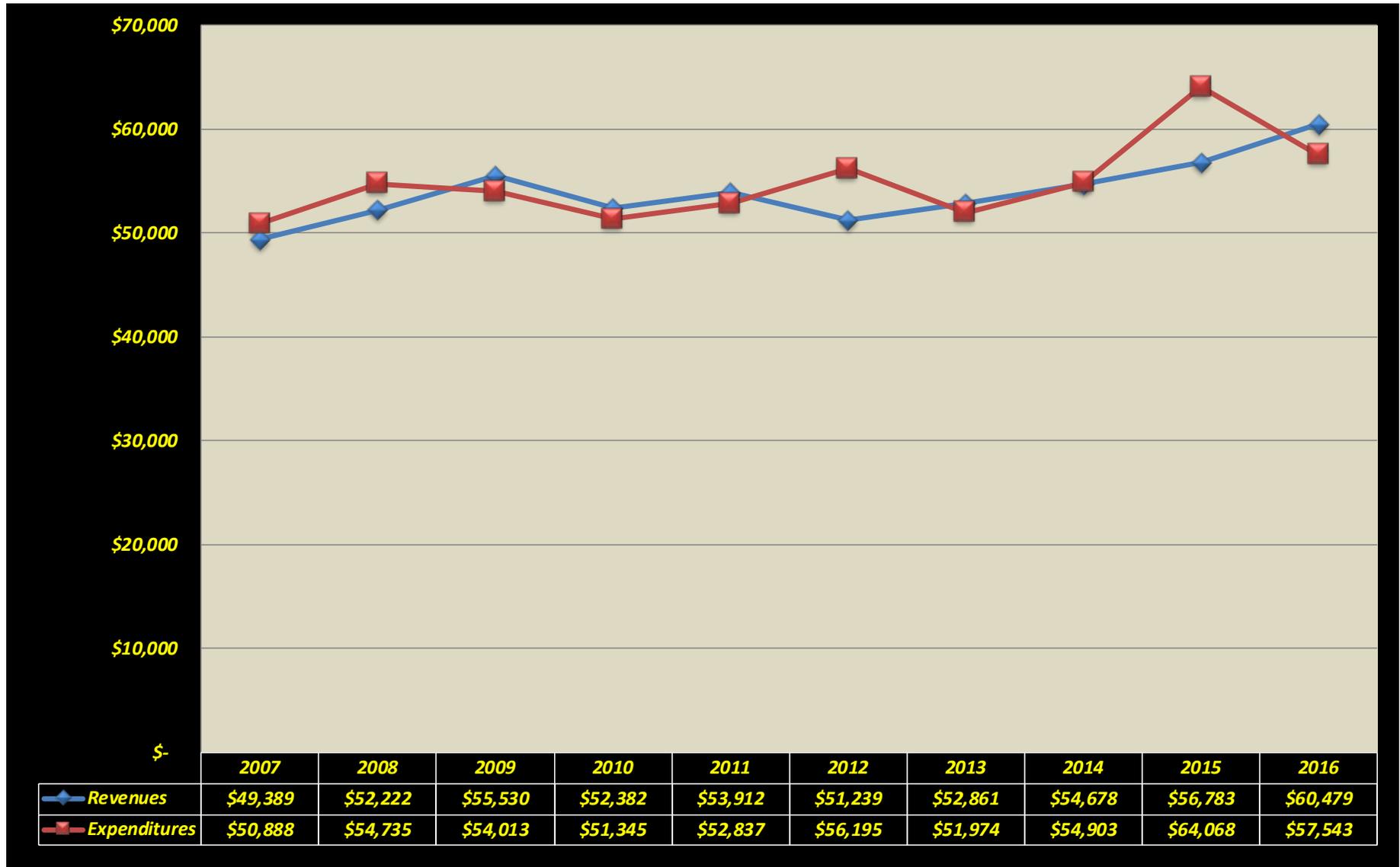
Troup County, Georgia
Chart - Changes in Fund Balances - Governmental Funds (Unaudited)
Last Ten Fiscal Years
(modified accrual basis of accounting)



Notes:

¹ Change in fund balance in 2013 includes proceeds from notes payable of \$9.5 million.

Troup County, Georgia
Chart - Governmental Fund Revenues and Expenditures (Unaudited)
Last Ten Fiscal Years
(in thousand dollars)



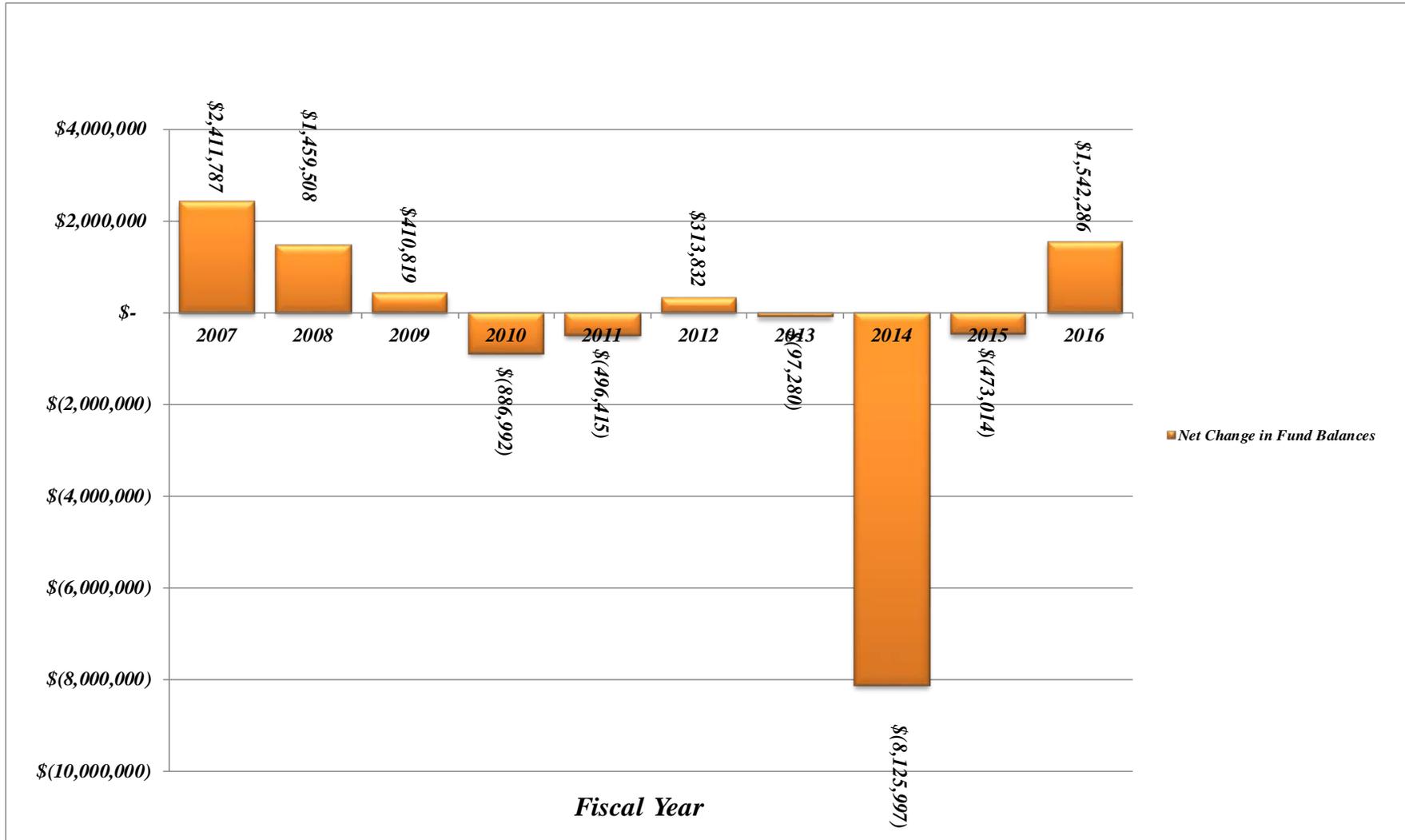
Troup County, Georgia
Changes in Fund Balances - General Fund (Unaudited)
Last Ten Fiscal Years
(modified accrual basis of accounting)

| | For the Fiscal Year Ended June 30, | | | | | | | | | |
|--|---|---------------------|---------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
| Revenues: | | | | | | | | | | |
| Taxes and commissions | \$ 26,189,784 | \$27,908,637 | \$28,556,570 | \$ 28,540,797 | \$ 28,247,529 | \$ 28,151,647 | \$ 27,572,991 | \$ 27,923,883 | \$ 28,520,683 | \$ 29,773,357 |
| Licenses and permits | 176,393 | 188,354 | 200,906 | 154,440 | 162,733 | 231,282 | 325,327 | 414,856 | 460,949 | 552,808 |
| Courts and law enforcement | 1,817,866 | 1,902,612 | 1,496,862 | 1,630,901 | 1,592,825 | 1,385,738 | 1,603,965 | 1,909,920 | 1,968,586 | 2,687,180 |
| Intergovernmental | 4,000,297 | 4,207,161 | 4,370,981 | 4,370,702 | 4,448,881 | 4,672,629 | 4,886,087 | 3,678,542 | 3,771,938 | 4,959,441 |
| Other | 4,181,931 | 4,323,529 | 3,606,356 | 3,035,238 | 3,175,660 | 3,478,921 | 3,670,924 | 4,214,307 | 3,402,323 | 3,033,121 |
| Total Revenues | 36,366,271 | 38,530,293 | 38,231,675 | 37,732,078 | 37,627,628 | 37,920,217 | 38,059,294 | 38,141,508 | 38,124,479 | 41,005,907 |
| Expenditures: | | | | | | | | | | |
| Current: | | | | | | | | | | |
| General government | 3,352,966 | 3,489,368 | 3,649,794 | 3,716,582 | 3,854,368 | 4,124,704 | 3,869,399 | 4,084,729 | 4,675,522 | 4,768,611 |
| Judicial | 4,242,383 | 4,531,450 | 4,720,706 | 4,742,492 | 4,828,707 | 5,356,897 | 5,522,152 | 4,789,782 | 5,193,678 | 5,408,401 |
| Public safety | 18,072,404 | 19,113,231 | 19,479,214 | 20,007,913 | 19,692,187 | 20,163,012 | 19,963,745 | 18,981,086 | 20,390,764 | 20,920,726 |
| Highways and streets | 2,920,433 | 2,886,017 | 2,828,385 | 2,924,301 | 2,828,151 | 2,713,945 | 1,954,491 | 2,554,125 | 2,518,953 | 3,090,789 |
| Health and welfare | 481,433 | 708,081 | 731,287 | 715,938 | 638,452 | 631,047 | 668,748 | 500,709 | 500,978 | 509,834 |
| Culture and recreation | 4,207,393 | 4,958,188 | 4,848,855 | 4,520,645 | 4,900,526 | 5,094,032 | 4,731,557 | 3,079,106 | 3,222,177 | 3,309,055 |
| Housing and development | - | - | - | - | - | - | - | 1,425,421 | 1,299,788 | 653,803 |
| Other | 154,809 | 167,567 | 167,530 | 207,229 | 215,431 | 193,032 | 197,931 | - | - | - |
| Capital Outlay | 498,274 | 3,082,487 | 393,307 | 86,153 | 202,640 | 64,192 | 47,275 | 122,942 | - | - |
| Debt Service | - | 125,950 | 597,500 | 510,901 | 651,749 | 608,081 | - | - | - | - |
| Total Expenditures | 33,930,095 | 39,062,339 | 37,416,578 | 37,432,154 | 37,812,211 | 38,948,942 | 36,955,298 | 35,537,900 | 37,801,860 | 38,661,219 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 2,436,176 | (532,046) | 815,097 | 299,924 | (184,583) | (1,028,725) | 1,103,996 | 2,603,608 | 322,619 | 2,344,688 |
| Net Transfers In (Out) | (469,633) | (469,157) | (411,994) | (1,243,916) | (373,374) | (592,686) | (2,740,909) | (10,423,735) | (908,289) | (656,947) |
| Sale of Capital Assets | 382,615 | 576,110 | 7,251 | 33,167 | 28,884 | 18,584 | 767,947 | 101,419 | 16,014 | 115,327 |
| Inception of Capital Lease | - | 1,987,396 | - | - | 62,134 | - | - | - | - | - |
| Changes in Reserves | 62,629 | (102,795) | 465 | 23,833 | (29,476) | 99,244 | 139,044 | (407,289) | (122,032) | 9,574 |
| Restatements | - | - | - | - | - | 1,817,415 | 632,642 | - | 218,674 | (270,356) |
| Net Change in Fund Balances | 2,411,787 | 1,459,508 | 410,819 | (886,992) | (496,415) | 313,832 | (97,280) | (8,125,997) | (473,014) | 1,542,286 |
| Fund Balance Beginning of Year | 17,170,529 | 19,582,316 | 21,041,824 | 21,452,643 | 20,565,651 | 20,069,236 | 20,383,068 | 20,285,788 | 12,159,791 | 11,686,777 |
| Fund Balance End of Year | \$ 19,582,316 | \$21,041,824 | \$21,452,643 | \$ 20,565,651 | \$ 20,069,236 | \$ 20,383,068 | \$ 20,285,788 | \$ 12,159,791 | \$ 11,686,777 | \$ 13,229,063 |

Data Source:
Applicable years' comprehensive annual financial report.

Notes: FY14 decrease due to transfer from General Fund to Capital Improvement Fund. Refer to FY14 Annual report Pages 23, 24, 34 & 60.

Troup County, Georgia
Chart-Changes in Fund Balances - General Fund (Unaudited)
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)



Notes:

¹ Negative change in 2014 was due to a transfer of funds from the general fund to the capital improvement fund to clear its deficit fund balance of \$9.2 million.

Troup County, Georgia
Fund Balances - Governmental Funds (Unaudited)
Fiscal Years 2007- 2010 ²
(modified accrual basis of accounting)

| | June 30, | | | |
|---|----------------------|----------------------|----------------------|----------------------|
| | 2007 | 2008 | 2009 | 2010 |
| General Fund | | | | |
| Reserved | \$ 843,888 | \$ 741,093 | \$ 1,017,273 | \$ 767,456 |
| Unreserved | 18,738,428 | 20,300,731 | 20,435,370 | 19,798,195 |
| Subtotal General Fund | <u>19,582,316</u> | <u>21,041,824</u> | <u>21,452,643</u> | <u>20,565,651</u> |
| General Fund Percentage Change | <u>14.0%</u> | <u>7.5%</u> | <u>2.0%</u> | <u>-4.1%</u> |
| All Other Governmental Funds ¹ | | | | |
| Reserved | 13,325,775 | 13,977,024 | 17,394,646 | 19,611,764 |
| Unreserved | | | | |
| Capital Projects Funds | (4,205,922) | (6,367,982) | (8,671,713) | (8,907,315) |
| Subtotal All Other Governmental Funds | <u>9,119,853</u> | <u>7,609,042</u> | <u>8,722,933</u> | <u>10,704,449</u> |
| All Other Governmental Funds Percentage Change | <u>-25.9%</u> | <u>-16.6%</u> | <u>14.6%</u> | <u>22.7%</u> |
| Total Governmental Funds | | | | |
| Reserved | 14,169,663 | 14,718,117 | 18,411,919 | 20,379,220 |
| Unreserved | 14,532,506 | 13,932,749 | 11,763,657 | 10,890,880 |
| Total Governmental Funds | <u>\$ 28,702,169</u> | <u>\$ 28,650,866</u> | <u>\$ 30,175,576</u> | <u>\$ 31,270,100</u> |
| All Governmental Funds Percentage Change | <u>-2.6%</u> | <u>-0.2%</u> | <u>5.3%</u> | <u>3.6%</u> |

Notes:

¹ For consistency, certain amounts have been reclassified between reserved and unreserved fund balances.

² The County implemented GASB Statement No. 54 in fiscal year 2011, therefore the fund balances for 2011 are presented on a subsequent table.

Data Source:

Applicable years' comprehensive annual financial report.

Troup County, Georgia
Fund Balances - Governmental Funds (Unaudited)
Fiscal Years 2011 - 2016
(modified accrual basis of accounting)

| | June 30, | | | | | |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
| General Fund | | | | | | |
| Nonspendable | \$ 687,473 | \$ 786,717 | \$ 925,761 | \$ 518,472 | \$ 396,440 | \$ 406,014 |
| Restricted | 50,507 | 50,507 | 50,507 | 50,507 | 50,507 | - |
| Assigned | - | - | 726,334 | - | - | - |
| Unassigned | 19,331,256 | 19,545,844 | 18,583,186 | 11,590,812 | 11,239,830 | 12,823,049 |
| Total General Fund | 20,069,236 | 20,383,068 | 20,285,788 | 12,159,791 | 11,686,777 | 13,229,063 |
| General Fund Percentage Change | -2.4% | 1.6% | 0.4% | -40.1% | -3.9% | 13.2% |
| All Other Governmental Funds | | | | | | |
| Restricted | | | | | | |
| Special Revenue Funds | 614,706 | 645,706 | 801,071 | 1,438,848 | 1,195,920 | 936,601 |
| Capital Projects Funds | 13,755,059 | 11,942,190 | 22,661,798 | 20,458,850 | 13,508,673 | 15,564,586 |
| Permanent Fund | 6,822,938 | 6,530,156 | 6,885,391 | 7,741,923 | 7,847,833 | 7,338,830 |
| Debt | - | - | - | - | 25,412 | - |
| Unassigned | | | | | | |
| Special Revenue Funds | - | - | (22,500) | - | - | - |
| Capital Projects Funds | (7,355,340) | (10,241,281) | (8,277,858) | - | - | - |
| Subtotal All Other Governmental Funds | 13,837,363 | 8,876,771 | 22,047,902 | 29,639,621 | 22,577,838 | 23,840,017 |
| All Other Governmental Funds Percentage Change | 29.3% | -35.8% | 148.4% | 34.4% | -23.8% | 5.6% |
| Total Governmental Funds | | | | | | |
| Nonspendable | 687,473 | 786,717 | 925,761 | 518,472 | 396,440 | 406,014 |
| Restricted | 21,243,210 | 8,927,278 | 30,398,767 | 29,690,128 | 22,628,345 | 23,840,017 |
| Assigned | - | - | 726,334 | - | - | - |
| Unassigned | 11,975,916 | 19,545,844 | 10,282,828 | 11,590,812 | 11,239,830 | 12,823,049 |
| Total Governmental Funds | \$ 33,906,599 | \$ 29,259,839 | \$ 42,333,690 | \$ 41,799,412 | \$ 34,264,615 | \$ 37,069,080 |
| All Governmental Funds Percentage Change | 8.4% | -13.7% | 44.7% | -1.3% | -18.0% | 8.2% |

Notes:

The County implemented GASB Statement No. 54 in fiscal year 2011.

Data Source:

Applicable years' comprehensive annual financial report.

Troup County, Georgia
Taxable Assessed Value¹ and Estimated Actual Value of Property By Type (Unaudited)²
Last Ten Fiscal Years

| Amounts | | | | | | | | | | | | | |
|-----------------------------|-------------------------|------------------------|-------------------------------------|--------------------------|---|---------------------|--|--------------------------------|--|---|---|------------------------------|--------------------------------|
| Fiscal ⁵ Year | Residential Property | Commercial Property | Industrial Property ⁶ | Agricultural Property | Preferential & Conservation Use Property | Utility Property | Motor Vehicles and Mobile Homes | Other Property ³ | Less: Tax Exempt Property ⁶ | Total Taxable Assessed Value ¹ | Total Direct Tax Rate ⁴ | Estimated Actual Value | Annual Percentage Change |
| 2007 | 811,585,473 | 306,166,848 | 444,130,115 | 109,504,208 | 66,221,472 | 44,203,834 | 144,743,802 | 3,646,654 | 198,211,639 | 1,731,990,767 | 10.560 | 4,329,976,918 | 4.7% |
| 2008 | 872,468,473 | 320,674,955 | 442,280,944 | 124,522,588 | 83,356,396 | 43,547,414 | 135,813,394 | 2,918,449 | 220,979,172 | 1,804,603,441 | 10.560 | 4,511,508,603 | 4.2% |
| 2009 | 946,047,411 | 346,802,645 | 460,100,637 | 132,010,296 | 97,138,960 | 39,771,528 | 140,912,911 | 3,106,190 | 325,018,232 | 1,840,872,346 | 10.560 | 4,602,180,865 | 2.0% |
| 2010 | 958,261,127 | 371,958,260 | 477,933,773 | 115,024,741 | 111,260,028 | 46,495,351 | 147,535,103 | 3,460,984 | 291,042,138 | 1,940,887,229 | 10.560 | 4,852,218,073 | 5.4% |
| 2011 | 950,116,737 | 376,754,089 | 791,709,478 | 123,314,770 | 119,237,925 | 45,336,564 | 131,328,251 | 2,646,944 | 621,413,611 | 1,919,031,147 | 10.203 | 4,797,577,868 | -1.1% |
| 2012 | 889,752,981 | 392,066,316 | 427,571,946 | 112,856,833 | 123,308,719 | 48,329,522 | 131,737,852 | 3,648,060 | 448,997,880 | 1,680,274,349 | 10.560 | 4,200,685,873 | -12.4% |
| 2013 | 901,558,859 | 405,134,103 | 555,489,811 | 109,633,836 | 130,459,109 | 48,516,280 | 144,630,850 | 1,902,047 | 543,823,762 | 1,753,501,133 | 10.560 | 4,383,752,833 | 4.4% |
| 2014 | 881,114,422 | 414,553,419 | 586,634,523 | 100,867,336 | 127,835,396 | 52,000,453 | 153,720,424 | 3,395,281 | 566,600,074 | 1,753,521,180 | 10.650 | 4,383,802,950 | 0.0% |
| 2015 | 866,931,681 | 414,171,446 | 605,659,891 | 94,774,189 | 130,834,954 | 53,187,929 | 132,581,231 | 3,303,626 | 426,399,789 | 1,875,045,158 | 10.650 | 4,687,612,895 | 6.9% |
| 2016 | 915,862,740 | 419,095,230 | 685,128,452 | 101,406,833 | 129,960,521 | 50,504,945 | 97,638,041 | 4,195,928 | 509,204,087 | 1,894,588,603 | 10.650 | 4,736,471,508 | 1.0% |
| * | \$901,363,185 | \$ 366,763,829 | \$ 523,231,403 | \$115,966,826 | \$ 107,352,251 | \$46,025,118 | \$ 141,302,823 | \$ 3,090,576 | \$ 402,010,814 | \$ 1,803,085,199 | | \$ 4,507,712,998 | |
| ** | 12.8% | 36.9% | 54.3% | -7.4% | 96.3% | 14.3% | -32.5% | 15.1% | 156.9% | 9.4% | 0.9% | 9.4% | |
| Percentage of Total | | | | | | | | | | | | | |
| 2007 | 42.0% | 15.9% | 23.0% | 5.7% | 3.4% | 2.3% | 7.5% | 0.2% | 11.4% | 88.6% | | | |
| 2008 | 43.1% | 15.8% | 21.8% | 6.1% | 4.1% | 2.1% | 6.7% | 0.1% | 12.2% | 87.8% | | | |
| 2009 | 43.7% | 16.0% | 21.2% | 6.1% | 4.5% | 1.8% | 6.5% | 0.1% | 17.7% | 82.3% | | | |
| 2010 | 42.9% | 16.7% | 21.4% | 5.2% | 5.0% | 2.1% | 6.6% | 0.2% | 15.0% | 85.0% | | | |
| 2011 | 37.4% | 14.8% | 31.2% | 4.9% | 4.7% | 1.8% | 5.2% | 0.1% | 32.4% | 67.6% | | | |
| 2012 | 41.8% | 18.4% | 20.1% | 5.3% | 5.8% | 2.3% | 6.2% | 0.2% | 26.7% | 73.3% | | | |
| 2013 | 39.2% | 17.6% | 24.2% | 4.8% | 5.7% | 2.1% | 6.3% | 0.1% | 31.0% | 69.0% | | | |
| 2014 | 38.0% | 17.9% | 25.3% | 4.3% | 5.5% | 2.2% | 6.6% | 0.1% | 32.3% | 67.7% | | | |
| 2015 | 37.7% | 18.0% | 26.3% | 4.1% | 5.7% | 2.3% | 5.8% | 0.1% | 22.7% | 77.3% | | | |
| 2016 | 38.1% | 17.4% | 28.5% | 4.2% | 5.4% | 2.1% | 4.1% | 0.2% | 26.9% | 73.1% | | | |

* Dollar Average For Ten Years.

** Percentage Change in Dollars Over Ten Years.

Notes:

¹ All property is assessed at 40% of fair market value.

² Gross digest before homestead or freeport exemptions.

³ Generally includes timber and heavy equipment.

⁴ Tax rates expressed in rate per \$1,000.

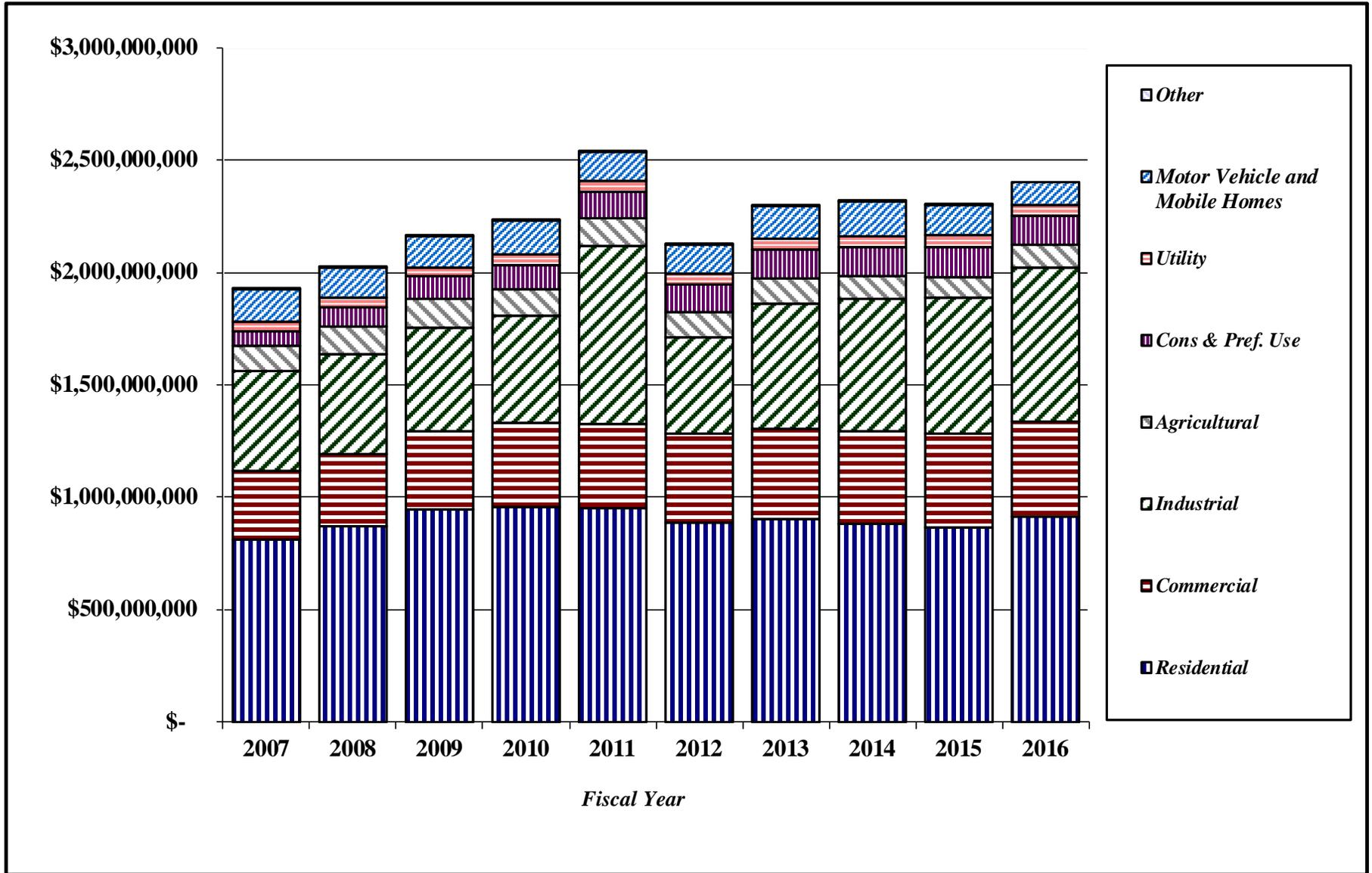
⁵ The fiscal year indicated above reports the tax digest from the prior calendar year.

⁶ In fiscal year 2011, the KIA corporation was added to both the industrial property and tax abatement concessions are reflected in tax exempt property.

Data Source:

Georgia Department of Revenue, Tax Digest Consolidation Summary, <http://dor.georgia.gov/county-ad-valorem-tax-digest-consolidated-summaries>

Troup County, Georgia
Chart - Taxable Assessed Value (Unaudited)
Last Ten Fiscal Years
(modified accrual basis of accounting)



Troup County, Georgia
Direct, Overlapping and Underlying Property Tax Rates (Unaudited)
Last Ten Fiscal Years
(rate per \$1,000 of assessed taxable value)

| Tax Year | Fiscal Year | Underlying Rate ² | | | | | |
|----------|-------------|------------------------------|---|---|---------------------|--------------------|----------------------|
| | | Direct County Rate | Overlapping State of Georgia ³ | LaGrange Downtown Development Authority | City of Hogansville | City of West Point | Troup County Schools |
| 2007 | 2008 | 10.560 | 0.250 | 4.000 | 7.950 | 10.354 | 18.850 |
| 2008 | 2009 | 10.560 | 0.250 | 4.000 | 7.950 | 9.781 | 18.850 |
| 2009 | 2010 | 10.560 | 0.250 | 4.000 | 7.950 | 9.781 | 18.850 |
| 2010 | 2011 | 10.560 | 0.250 | 4.000 | 7.950 | 9.781 | 18.850 |
| 2011 | 2012 | 10.560 | 0.250 | 4.000 | 7.950 | 9.781 | 18.850 |
| 2012 | 2013 | 10.560 | 0.250 | 4.000 | 7.950 | 9.592 | 18.850 |
| 2013 | 2014 | 11.310 | 0.200 | 4.000 | 7.950 | 9.525 | 18.850 |
| 2014 | 2015 | 11.310 | 0.150 | 4.000 | 7.950 | 9.525 | 18.850 |
| 2015 | 2016 | 11.310 | 0.100 | 4.000 | 7.950 | 9.348 | 18.850 |
| 2016 | 2017 | 11.310 | 0.050 | 4.000 | 7.950 | 9.303 | 18.850 |

Notes:

¹ Overlapping rates are those of governments that overlap the County's geographic boundaries.

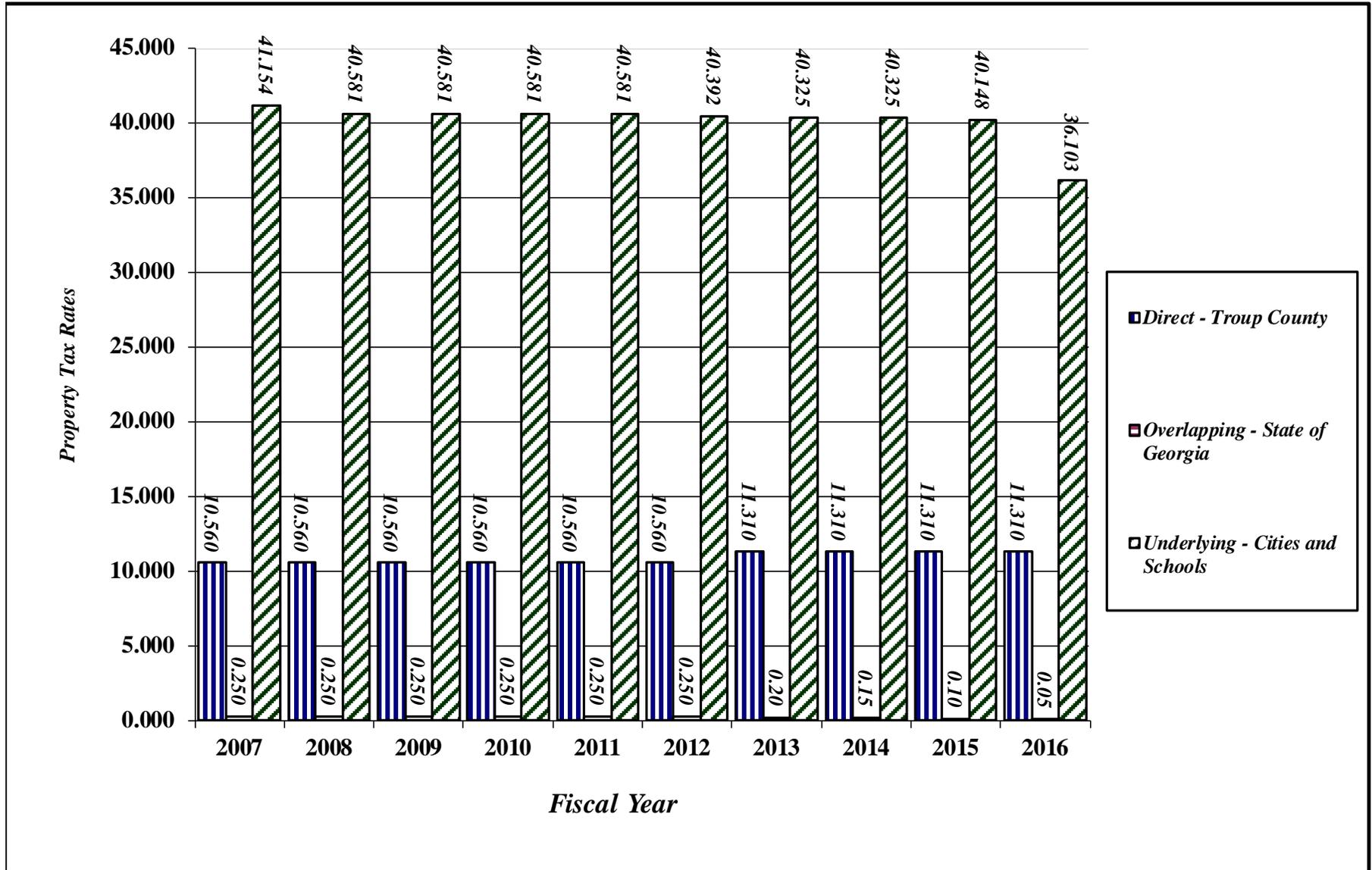
² Underlying rates are those of the LaGrange Downtown Development Authority, City of Hogansville, City of West Point and Troup County Schools that apply to property owners located within Troup County. Although an underlying city, the City of LaGrange has not levied a property tax in the last ten fiscal years.

³ The State of Georgia levies .5 mill on each county's taxable property to help finance their certification of each Georgia county's tax digest.

Data Source:

Georgia Department of Revenue, Property Tax Division, <http://dor.georgia.gov/county-tax-digest-mill-rates>

Troup County, Georgia
Chart-Direct, Overlapping and Underlying Property Tax Rates (Unaudited)
Last Ten Fiscal Years
(rate per \$1,000 of assessed taxable value)



Troup County, Georgia
Property Tax Levies and Collections (Unaudited)
Last Ten Fiscal Years

| For The Fiscal Year Ended June 30, | Taxes Levied for the Fiscal Year ² | Collected Within the | | Collections in Subsequent Year By Year of Levy | Total Collections to Date | | Total Uncollected Taxes ¹ | |
|---|---|-------------------------|------------|---|---------------------------|------------|---|------------|
| | | Fiscal Year of The Levy | Percentage | | Amount | Percentage | Amount | Percentage |
| | | Amount | of Levy | | Amount | of Levy | Amount | of Levy |
| 2007 | 15,631,393 | 15,292,881 | 97.83% | 37,891 | 15,330,772 | 98.08% | 300,621 | 1.92% |
| 2008 | 16,484,627 | 16,381,046 | 99.37% | 69,869 | 16,450,915 | 99.80% | 33,712 | 0.20% |
| 2009 | 17,628,513 | 17,509,137 | 99.32% | 51,840 | 17,560,977 | 99.62% | 67,536 | 0.38% |
| 2010 | 18,902,523 | 18,707,151 | 98.97% | 45,534 | 18,752,685 | 99.21% | 149,838 | 0.79% |
| 2011 | 18,720,129 | 18,587,045 | 99.29% | 59,148 | 18,646,193 | 99.61% | 73,936 | 0.39% |
| 2012 | 18,131,478 | 17,846,663 | 98.43% | 30,320 | 17,876,983 | 98.60% | 254,495 | 1.40% |
| 2013 | 18,186,662 | 18,029,075 | 99.13% | 72,116 | 18,101,191 | 99.53% | 85,471 | 0.47% |
| 2014 | 19,804,258 | 19,283,899 | 97.37% | 67,044 | 19,350,943 | 97.71% | 453,315 | 2.29% |
| 2015 | 19,545,198 | 19,359,704 | 99.05% | 49,578 | 19,409,282 | 99.30% | 135,916 | 0.70% |
| 2016 | 20,589,537 | 20,430,213 | 99.23% | - | 20,430,213 | 99.23% | 159,324 | 0.77% |

Notes:

¹ The amounts reported in the total uncollected taxes column are the uncollected taxes for each tax levy.

² The information presented in this table relates to the County's own property tax levies, and does not include those in which it collects on behalf of other governments.

Data Source:

Troup County Tax Commissioner's Office

Troup County, Georgia
Principal Property Taxpayers (Unaudited)
For The Fiscal Years Ended June 30, 2007 and 2016

| 2007 | | | | 2016 | | | |
|----------------------------------|-------------------------------------|------|--|----------------------------------|-------------------------------------|------|--|
| Principal Taxpayer | Taxable Assessed Value ¹ | Rank | Percentage of Total Taxable Assessed Value | Principal Taxpayer | Taxable Assessed Value ¹ | Rank | Percentage of Total Taxable Assessed Value |
| Milliken & Company | \$ 118,316,751 | 1 | 6.56% | Kia Motors | \$ 141,468,285 | 1 | 7.36% |
| Walmart, Inc. | 36,968,947 | 2 | 2.05% | Milliken & Company | 51,211,809 | 2 | 2.67% |
| Kimberly-Clark Corporation | 28,309,870 | 3 | 1.57% | Interface Flooring Systems Inc | 44,485,709 | 3 | 2.32% |
| Duracell, Inc. | 24,851,299 | 4 | 1.38% | Wal-Mart Stores | 42,149,645 | 4 | 2.19% |
| Interface Flooring Systems, Inc. | 26,978,994 | 5 | 1.49% | Caterpillar Inc | 41,025,361 | 5 | 2.14% |
| Exxon-Mobile Corporation | 17,488,120 | 6 | 0.97% | Trinidad Benham Corp | 38,419,469 | 6 | 2.00% |
| Diverse Power | 13,656,127 | 7 | 0.76% | Gillette Company | 27,103,381 | 7 | 1.41% |
| Temple-Inland Timber company | 8,952,444 | 8 | 0.50% | Kimberly-Clark Corp | 26,404,271 | 8 | 1.37% |
| Fuller E. Callaway Foundation | 7,547,929 | 9 | 0.42% | Jindal Films Americas LLC | 19,142,524 | 9 | 1.00% |
| Bell South Telecommunications | 6,510,757 | 10 | 0.36% | Diverse Power Inc | 18,243,857 | 10 | 0.95% |
| Total Principal Taxpayers | 289,581,238 | | 16.05% | Total Principal Taxpayers | 449,654,311 | | 23.40% |
| All Other Taxpayers | 1,515,049,835 | | 83.95% | All Other Taxpayers | 1,471,655,431 | | 76.60% |
| Total | <u>\$ 1,804,631,073</u> | | <u>100.00%</u> | Total | <u>\$ 1,921,309,742</u> | | <u>100.00%</u> |

Notes:

¹ Includes freeport exemption as applicable.

Data Source:

Troup County Tax Commissioner's Office

Troup County, Georgia
Direct, Overlapping and Underlying Sales Tax Rates (Unaudited)
Last Ten Fiscal Years

| For The Fiscal Year Ended June 30, | Direct | | Overlapping | Underlying | Total Direct, Overlapping and Underlying Rates |
|---|---------------------|---------------|--------------------|---------------------|---|
| | Troup County | | State of | Troup County | |
| | LOST | SPLOST | Georgia | Schools | |
| 2007 | 1.00% | 1.00% | 4.00% | 1.00% | 7.00% |
| 2008 | 1.00% | 1.00% | 4.00% | 1.00% | 7.00% |
| 2009 | 1.00% | 1.00% | 4.00% | 1.00% | 7.00% |
| 2010 | 1.00% | 1.00% | 4.00% | 1.00% | 7.00% |
| 2011 | 1.00% | 1.00% | 4.00% | 1.00% | 7.00% |
| 2012 | 1.00% | 1.00% | 4.00% | 1.00% | 7.00% |
| 2013 | 1.00% | 1.00% | 4.00% | 1.00% | 7.00% |
| 2014 | 1.00% | 1.00% | 4.00% | 1.00% | 7.00% |
| 2015 | 1.00% | 1.00% | 4.00% | 1.00% | 7.00% |
| 2016 | 1.00% | 1.00% | 4.00% | 1.00% | 7.00% |

Data Source:

Georgia Department of Revenue, Sales and Use Tax Division, <http://dor.georgia.gov/documents/sales-tax-rate-chart>

Troup County, Georgia
Taxable Sales by Category (Unaudited)
Calendar Years 2006 - 2015

| | 2006 | | 2007 | | 2008 | | 2009 | | 2010 | |
|----------------------------------|------------------------|----------------|------------------------|----------------|------------------------|----------------|------------------------|----------------|------------------------|----------------|
| | Amount | Percentage |
| By Category: | | | | | | | | | | |
| Food | \$ 234,360,002 | 23.28% | \$ 250,899,537 | 16.12% | \$ 222,737,636 | 19.84% | \$ 190,740,798 | 18.52% | \$ 173,370,515 | 16.38% |
| Automotive | 210,461,594 | 20.91% | 221,939,638 | 8.53% | 219,717,547 | 19.57% | 124,598,606 | 12.10% | 91,761,425 | 8.67% |
| General | 143,702,244 | 14.28% | 144,776,814 | 12.60% | 144,966,753 | 12.91% | 143,155,050 | 13.90% | 135,524,874 | 12.81% |
| Utilities | 119,084,420 | 11.83% | 123,171,486 | 11.56% | 125,184,361 | 11.15% | 122,026,930 | 11.85% | 124,321,165 | 11.75% |
| Lumber | 78,729,366 | 7.82% | 77,625,590 | 0.00% | 79,963,893 | 7.12% | 19,217,883 | 1.87% | - | 0.00% |
| Home | 52,912,980 | 5.26% | 53,653,320 | 3.87% | 52,275,503 | 4.66% | 66,532,996 | 6.46% | 41,571,648 | 3.93% |
| Miscellaneous | 62,226,949 | 6.18% | 59,390,222 | 0.00% | 97,580,535 | 8.69% | 41,236,847 | 4.00% | - | 0.00% |
| Manufacturing | 58,193,844 | 5.78% | 68,254,164 | 5.71% | 93,997,441 | 8.37% | 73,626,840 | 7.15% | 61,407,292 | 5.80% |
| Miscellaneous Service | 46,923,006 | 4.66% | 46,286,283 | 8.60% | 73,135,810 | 6.52% | 81,609,319 | 7.92% | 92,478,255 | 8.74% |
| Apparel | - | 0.00% | 13,305,827 | 0.00% | 12,926,993 | 1.15% | 5,771,174 | 0.56% | - | 0.00% |
| Accommodations | - | 0.00% | - | 0.91% | - | 0.00% | 6,690,800 | 0.65% | 9,818,618 | 0.93% |
| Construction | - | 0.00% | - | 0.37% | - | 0.00% | 4,487,533 | 0.44% | 4,003,631 | 0.38% |
| Other Retail | - | 0.00% | - | 11.12% | - | 0.00% | 73,642,627 | 7.15% | 119,533,473 | 11.30% |
| Wholesale | - | 0.00% | - | 19.01% | - | 0.00% | 76,627,878 | 7.44% | 204,384,461 | 19.31% |
| Other Service | - | 0.00% | - | 1.59% | - | 0.00% | - | 0.00% | - | 0.00% |
| Total Taxable Sales | \$1,006,594,405 | 100.00% | \$1,059,302,881 | 100.00% | \$1,122,486,472 | 100.00% | \$1,029,965,281 | 100.00% | \$1,058,175,357 | 100.00% |
| Total Percentage Increase | 10.0% | | 5.2% | | 6.0% | | -8.2% | | 2.7% | |

(continued)

(continued)

| | 2011 | | 2012 | | 2013 | | 2014 | | 2015 | |
|----------------------------|-------------------------|----------------|-------------------------|----------------|-------------------------|----------------|-------------------------|----------------|-------------------------|----------------|
| | Amount | Percentage |
| By Category: | | | | | | | | | | |
| Food | \$ 169,587,273 | 16.12% | \$ 177,570,568 | 15.85% | \$ 186,381,074 | 15.85% | \$ 192,942,153 | 15.85% | \$ 204,259,939 | 19.04% |
| Automotive | 104,872,870 | 8.53% | 112,785,243 | 10.06% | 48,379,004 | 10.06% | 24,567,218 | 10.06% | 26,510,546 | 2.47% |
| General | 133,719,472 | 12.60% | 139,677,548 | 12.46% | 143,167,741 | 12.46% | 150,996,615 | 12.46% | 155,936,948 | 14.54% |
| Utilities | 129,993,679 | 11.56% | 123,703,211 | 11.04% | 113,564,949 | 11.04% | 115,399,367 | 11.04% | 100,318,777 | 9.35% |
| Lumber | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% |
| Home | 40,525,595 | 3.87% | 40,475,277 | 3.61% | 43,755,048 | 3.61% | 44,069,329 | 3.61% | 44,414,330 | 4.14% |
| Miscellaneous | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% |
| Manufacturing | 60,741,915 | 5.71% | 52,233,511 | 4.66% | 52,436,596 | 4.66% | 54,835,540 | 4.66% | 62,377,903 | 5.82% |
| Miscellaneous Service | 85,116,327 | 8.60% | 81,777,877 | 7.30% | 91,874,689 | 7.30% | 99,341,315 | 7.30% | 99,019,940 | 9.23% |
| Apparel | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% |
| Accommodations | 9,289,984 | 0.91% | 8,523,653 | 0.76% | 9,271,299 | 0.76% | 12,102,373 | 0.76% | 13,105,139 | 1.22% |
| Construction | 4,238,388 | 0.37% | 3,530,289 | 0.32% | 4,250,987 | 0.32% | 7,788,988 | 0.32% | 7,467,002 | 0.70% |
| Other Retail | 163,555,643 | 11.12% | 177,051,398 | 15.80% | 171,047,069 | 15.80% | 174,950,205 | 15.80% | 177,899,330 | 16.59% |
| Wholesale | 174,750,618 | 19.01% | 176,108,005 | 15.72% | 173,565,771 | 15.72% | 176,658,821 | 15.72% | 161,904,970 | 15.09% |
| Other Service | 17,079,301 | 1.59% | 27,138,459 | 2.42% | 20,742,720 | 2.42% | 22,006,549 | 2.42% | 19,382,522 | 1.81% |
| Total Taxable Sales | \$ 1,093,471,065 | 100.00% | \$ 1,120,575,037 | 100.00% | \$ 1,058,436,947 | 100.00% | \$ 1,075,658,473 | 100.00% | \$ 1,072,597,346 | 100.00% |
| | 3.3% | | 2.5% | | -5.5% | | 1.6% | | -0.3% | |

Notes:

¹ The Georgia Department of Revenue restructured the categories in mid-2009.

Data Source:

Georgia Department of Revenue

Troup County, Georgia
Ratios of Total Debt Outstanding by Type (Unaudited)
Last Ten Fiscal Years

| June 30, | Governmental Activities | | | | Percentage of Personal Income | Estimated ² Population | Per Capita |
|-----------------|--------------------------------|---|--------------------------|--------------|--|--|-----------------------|
| | Capital Leases | Intergovernmental Agreements | Notes Payable | Total | | | |
| 2007 | \$ 225,230 | \$ - | \$ - | \$ 225,230 | 0.000% | 63,445 | \$ 4 |
| 2008 | 2,155,228 | 3,425,000 | - | 5,580,228 | 0.003% | 64,268 | 87 |
| 2009 | 1,875,338 | 3,332,500 | - | 5,207,838 | 0.003% | 64,617 | 81 |
| 2010 | 1,582,701 | 3,235,000 | - | 4,817,701 | 0.002% | 67,087 | 72 |
| 2011 | 1,352,048 | 3,132,500 | 2,206,512 | 6,691,060 | 0.003% | 67,710 | 99 |
| 2012 | 1,090,024 | 3,022,500 | 1,997,482 | 6,110,006 | 0.003% | 68,417 | 89 |
| 2013 | 1,164,089 | 12,462,500 | 895,953 | 14,522,542 | 0.007% | 68,957 | 211 |
| 2014 | 1,038,439 | 10,790,350 | 646,081 | 12,474,870 | 0.005% | 69,489 | 180 |
| 2015 | 1,101,840 | 9,088,280 | 391,326 | 10,581,446 | 0.004% | 69,763 | 152 |
| 2016 | 971,337 | 7,355,879 | 131,593 | 8,458,809 | 0.003% | 70,321 | 120 |

Data Sources:

¹ Applicable years' comprehensive annual financial report.

² Demographic and economic statistics table.

Troup County, Georgia
Underlying and Direct Governmental Activities Debt (Unaudited)
June 30, 2016

| <u>Governmental Unit</u> | <u>Debt Outstanding</u> | <u>Estimated Percentage Applicable ¹</u> | <u>Estimated Share of Overlapping Debt</u> |
|--|-----------------------------|---|--|
| Underlying Debt² | | | |
| Cities ³ | | | |
| LaGrange: | | | |
| Intergovernmental agreements | \$ 4,570,000 | 100% | \$ 4,570,000 |
| Notes | 855,000 | 100% | 855,000 |
| Capital leases | 3,055,771 | 100% | 3,055,771 |
| West Point: | | | |
| Revenue Bonds | 2,085,000 | 100% | 2,085,000 |
| LaGrange-Troup County Hospital Authority | | | |
| Revenue bond | 40,755,000 | 100% | <u>40,755,000</u> |
| Total Underlying Debt | | | <u>51,320,771</u> |
| County Direct Debt | | | |
| Loans | 131,592 | 100.0% | 131,592 |
| Intergovernmental agreement: | | | |
| LaGrange - "the project" revenue bonds | 4,865,879 | 100.0% | 4,865,879 |
| LaGrange - industrial park revenue bonds | 2,490,000 | 100.0% | 2,490,000 |
| Capital leases | 971,337 | 100.0% | <u>971,337</u> |
| Total County Direct Debt | | | <u>8,458,808</u> |
| Total Underlying and Direct Debt | | | <u><u>\$ 59,779,579</u></u> |

Notes:

¹ Applicable percentages were estimated by determining the portion of another government unit's assessed value that is within the County's geographic boundaries and dividing it by each government's total assessed valuation.

² Underlying governments are those that coincide, at least in part, with the geographic boundaries of the County.

Data Source:

³ Each specific government.

Troup County, Georgia
Legal Debt Margin (Unaudited)
Last Ten Fiscal Years

| | June 30, | | | | | | | | | |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
| Assessed Value ¹ | \$ 1,731,990,767 | \$ 1,804,603,441 | \$ 1,840,872,346 | \$ 1,940,887,229 | \$ 1,919,031,147 | \$ 1,680,274,349 | \$ 1,753,501,133 | \$ 1,753,521,180 | \$ 1,875,045,158 | \$ 1,894,588,603 |
| Legal Debt Margin | | | | | | | | | | |
| Debt limit (10% of assessed value) ² | \$ 173,199,077 | \$ 180,460,344 | \$ 184,087,235 | \$ 194,088,723 | \$ 191,903,115 | \$ 168,027,435 | \$ 175,350,113 | \$ 175,352,118 | \$ 187,504,516 | \$ 189,458,860 |
| Debt applicable to limit: ² | | | | | | | | | | |
| General obligation bonds | - | - | - | - | - | - | - | - | - | - |
| Less: Amount reserved for repayment of general obligation debt | - | - | - | - | - | - | - | - | - | - |
| Total debt applicable to limit | - | - | - | - | - | - | - | - | - | - |
| Legal Debt Margin | \$ 173,199,077 | \$ 180,460,344 | \$ 184,087,235 | \$ 194,088,723 | \$ 191,903,115 | \$ 168,027,435 | \$ 175,350,113 | \$ 175,352,118 | \$ 187,504,516 | \$ 189,458,860 |
| Total net debt applicable to the limit as a % of the debt limit | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |

Notes:

² Under Article 9, Section 5, Paragraph 1 of the State of Georgia Constitution, the County's outstanding general obligation debt should not exceed 10% of the assessed value of the taxable

Data Source:

¹ Statistical table of "Taxable Assessed Value and Estimated Actual Value of Property – By Type."

Troup County, Georgia
Demographic and Economic Statistics (Unaudited)
Last Ten Years

| Year | Population ^{1,2} | (thousands of dollars) Personal Income ^{1,2} | Per Capita Personal Income ^{1,2} | Per Capita Personal Income % of U.S. ³ | School Enrollment ⁴ | Unemployment Rate ¹ | | | County Employment ¹ |
|------|---------------------------|--|--|--|-----------------------------------|--------------------------------|----------------------------------|-------------------------------|-----------------------------------|
| | | | | | | County ¹ | State of Georgia ¹ | United States ¹ | |
| 2007 | 63,445 | 1,845,488 | 29,088 | 81% | 12,273 | 5.8% | 4.7% | 4.6% | 30,583 |
| 2008 | 64,268 | 1,920,842 | 29,888 | 83% | 12,386 | 8.2% | 6.3% | 5.5% | 31,033 |
| 2009 | 64,617 | 1,868,659 | 28,919 | 78% | 12,465 | 13.8% | 9.7% | 9.5% | 31,288 |
| 2010 | 67,087 | 1,950,890 | 29,080 | 82% | 12,648 | 11.6% | 10.3% | 9.5% | 32,704 |
| 2011 | 67,710 | 2,112,755 | 31,203 | 86% | 12,575 | 11.5% | 10.2% | 9.2% | 35,150 |
| 2012 | 68,417 | 2,182,776 | 31,904 | 87% | 12,709 | 10.3% | 9.0% | 8.2% | 36,121 |
| 2013 | 68,957 | 2,210,692 | 32,059 | 87% | 12,677 | 10.1% | 8.9% | 7.5% | 36,477 |
| 2014 | 69,489 | 2,311,691 | 33,267 | 90% | 12,500 | 8.2% | 7.6% | 6.1% | 36,544 |
| 2015 | 69,763 | 2,380,104 | 34,117 | 90% | 12,594 | 6.8% | 6.3% | 5.3% | 36,372 |
| 2016 | 70,321 | 2,458,914 | 34,967 | 90% | 12,357 | 5.6% | 6.3% | 5.3% | 37,500 |

Notes:

¹ The substantial increase in the unemployment rates in 2009 relates to the nationwide recession.

Data Sources:

^{1,3} FRB St Louis <https://fred.stlouisfed.org>

² 2016 & 2015 population and income estimated

⁴ GA Department of Education, March count - https://app3.doe.k12.ga.us/ows-bin/owa/fte_pack_enrollgrade.entry_form

Troup County, Georgia
Principal Employers (Unaudited)
For the Fiscal Years Ended June 30, 2016 and 2007

| Employer | Type of Business | 2016 | | |
|------------------------------------|-------------------------------|---------------------|------|--------------------------------------|
| | | Number of Employees | Rank | Percentage of Major County Employers |
| KIA Motors Manufacturing of GA | Automobile assembly | 3,000 | 1 | 8.00% |
| Troup County School System | Education K-12 | 1,793 | 2 | 4.78% |
| Interfaceflor | Carpet tiles | 1,600 | 3 | 4.27% |
| West Georgia Health System | Healthcare | 1,350 | 5 | 3.60% |
| Milliken and Company | Floor covering, etc. | 1,084 | 6 | 2.89% |
| Wal-Mart DC (only) | Retail, Logistics/warehousing | 960 | 4 | 2.56% |
| Sewon America, Inc. | Automotive metal stamping | 912 | 7 | 2.43% |
| Mobis | Automotive module assembly | 850 | 8 | 2.27% |
| Troup County Government | County government | 517 | 9 | 1.38% |
| Caterpillar, Inc | Heavy Equipment | 500 | 10 | 1.33% |
| Total Principal Employers | | 12,566 | | 33.51% |
| Other Employers - Estimated | | 24,934 | | 66.49% |
| Total Employers | | 37,500 | | 100.00% |

| Employer | Type of Business | 2007 | | |
|----------------------------------|--------------------------|---------------------|------|--------------------------------------|
| | | Number of Employees | Rank | Percentage of Major County Employers |
| Troup County School System | Education K-12 | 2,381 | 1 | 7.79% |
| Milliken and Company | Floor covering, etc. | 1,756 | 2 | 5.74% |
| West Georgia Health System | Healthcare | 1,405 | 3 | 4.59% |
| Interfaceflor | Carpet tiles | 1,115 | 4 | 3.65% |
| Wal-Mart, Wal-Mart DC | General merchandise | 1,012 | 5 | 3.31% |
| Troup County Government | County government | 543 | 6 | 1.78% |
| Duracell | Batteries | 475 | 7 | 1.55% |
| City of LaGrange Government | Municipal government | 430 | 8 | 1.41% |
| Emerson Network Power | Telephone communications | 400 | 9 | 1.31% |
| Kleen-Tex Industries | Dust control mats | 365 | 10 | 1.19% |
| Total Principal Employers | | 9,882 | | 32.31% |
| Other Employers | | 20,701 | | 67.69% |
| Total Employers | | 30,583 | | 100.00% |

Data Source:

LaGrange/Troup County Chamber of Commerce, <http://www.lagrangechamber.com> and specific local governments.

Troup County, Georgia
County Employees by Function/Program (Unaudited)
Last Ten Fiscal Years

| Function/program | Fiscal Year | | | | | | | | | |
|--|--------------------|-------------|--------------|--------------|--------------|--------------|--------------|-------------|--------------|--------------|
| | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
| General Government | | | | | | | | | | |
| Board of commissioners | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 |
| Administration | 3 | 3 | 3 | 3 | 4 | 3 | 3 | 3 | 3 | 3 |
| County clerk | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Human resources | 2 | 2 | 2 | 2 | 2 | 3 | 2 | 2 | 2 | 2 |
| Finance | 3 | 3 | 3 | 3 | 3 | 2 | 2 | 3 | 3 | 3 |
| Payroll | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Geographic Information System | - | - | - | - | 2 | 1 | 1 | 2 | 2 | - |
| Voter registration | 3 | 3 | 3 | 3 | 3 | 2 | 3 | 3 | 3 | 2 |
| Tax commissioner | 10 | 10 | 10 | 10 | 9 | 9 | 10 | 10 | 10 | 10 |
| Tax assessor | 9 | 9 | 10 | 9 | 10 | 9 | 9 | 8 | 10 | 9 |
| Buildings and grounds | 5 | 5 | 5 | 5 | 4 | 4 | 7 | 4 | 3 | 3 |
| Purchasing | 3 | 3 | 3 | 3 | 3 | 2 | 2 | 3 | 3 | 2 |
| Total General Government | 45 | 45 | 46 | 45 | 47 | 42 | 46 | 45 | 46 | 41 |
| Judicial | | | | | | | | | | |
| Court administration | 6 | 6 | 6 | 6 | 6 | 8 | 8 | 6 | 6 | 9 |
| Victim/witness advocacy | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Probate court | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 |
| Juvenile court | 10 | 11 | 11 | 11 | 10 | 9 | 9 | 9 | 10 | 8 |
| State court | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 3 | 3 | 3 |
| Magistrate court | 10 | 11 | 11 | 11 | 9 | 5 | 5 | 6 | 6 | 5 |
| Clerk of superior court | 13 | 13 | 12 | 13 | 14 | 14 | 14 | 14 | 15 | 13 |
| Solicitor | 6 | 7 | 6 | 7 | 6 | 6 | 6 | 7 | 5 | 7 |
| Felony drug court | - | - | - | - | - | - | 1 | 1 | 1 | 2 |
| DUI/drug court | - | - | - | - | - | - | 1 | 1 | 2 | 2 |
| Drug lab | - | - | - | - | - | - | 2 | 4 | 2 | 2 |
| Total Judicial | 52 | 55 | 53 | 55 | 52 | 49 | 53 | 56 | 55 | 56 |
| Public Safety | | | | | | | | | | |
| Police protection | 140 | 143 | 145 | 147 | 131 | 87 | 87 | 91 | 86 | 130 |
| Fire protection | 61 | 61 | 63 | 62 | 56 | 56 | 56 | 57 | 56 | 55 |
| Protective inspection | 6 | 8 | 9 | 9 | 9 | 6 | 7 | 9 | - | - |
| Corner | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Corrections | 97 | 99 | 99 | 89 | 87 | 150 | 144 | 145 | 131 | 77 |
| E-911 | 24 | 25 | 26 | 27 | 26 | 24 | 24 | 27 | 24 | 23 |
| Emergency management | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | - |
| Total Public Safety | 331 | 339 | 345 | 337 | 312 | 326 | 321 | 332 | 300 | 287 |
| Highways and Streets | | | | | | | | | | |
| Highways and streets | 29 | 32 | 30 | 30 | 23 | 23 | 23 | 22 | 20 | 22 |
| County shop | 10 | 9 | 9 | 9 | 7 | 8 | 8 | 9 | 7 | 7 |
| Sanitation | 28 | 31 | 30 | 31 | 19 | 4 | 7 | 1 | 4 | 2 |
| Total Highways and Streets | 67 | 72 | 69 | 70 | 49 | 35 | 38 | 32 | 31 | 31 |
| Culture and Recreation | | | | | | | | | | |
| Recreation | 31 | 31 | 29 | 29 | 26 | 29 | 17 | 22 | 18 | 18 |
| Parks | 12 | 12 | 11 | 11 | 10 | 18 | 11 | 11 | 11 | 11 |
| Senior citizens center | 13 | 14 | 12 | 13 | 8 | 8 | 4 | 3 | 3 | 4 |
| Transportation | 16 | 17 | 14 | 12 | 14 | 7 | 1 | 1 | 1 | 1 |
| Total Culture and Recreation | 72 | 74 | 66 | 65 | 58 | 62 | 33 | 37 | 33 | 34 |
| Conservation of Natural Resources | | | | | | | | | | |
| County extension service | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | - |
| Land and water conservation | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 2 | 2 |
| Total Conservation of Natural Resources | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 4 | 2 |
| Total | 570 | 588 | 582 | 575 | 521 | 517 | 494 | 505 | 469 | 451 |
| Percentage Change From Prior Year | 4.6% | 3.2% | -1.0% | -1.2% | -9.4% | -0.8% | -4.4% | 2.2% | -7.1% | -3.8% |

Data Source:

Troup County Human Resources Department

Troup County, Georgia
Operating Statistics by Function/Program (Unaudited)
Last Ten Fiscal Years

| <u>Function/program</u> | Fiscal Year | | | | | | | | | |
|---|--------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
| Fire ¹ | | | | | | | | | | |
| Emergency responses | 2,293 | 2,214 | 2,379 | 2,450 | 2,913 | - | - | 3,058 | 3,117 | 3,139 |
| Fire responses | - | - | - | - | - | 922 | 288 | 663 | 262 | 224 |
| Medical responses | - | - | - | - | - | 1,942 | 2,083 | 2,020 | 2,161 | 2,220 |
| Fires extinguished | 384 | 359 | 262 | 262 | 378 | 293 | 211 | 265 | 178 | 149 |
| Inspections | 530 | 501 | 360 | 331 | 412 | 156 | - | 75 | 88 | 76 |
| Refuse collection | | | | | | | | | | |
| Refuse collected (tons per day) | 23.0 | 42.5 | 34.3 | 29.2 | 20.6 | 39.0 | 39.0 | 19.8 | 17.9 | 44.2 |
| Household refuse collected, convenience centers (tons per day) | - | - | - | - | - | 20.5 | 20.5 | 25.9 | 22.4 | 24.2 |
| Library | | | | | | | | | | |
| Volumes in collection | 145,714 | 143,619 | 152,287 | 149,527 | 157,140 | 170,274 | 150,665 | 139,969 | 127,601 | 146,251 |
| Total volumes borrowed | 154,389 | 136,671 | 164,084 | 173,113 | 147,116 | 157,540 | 162,332 | 160,389 | 171,124 | 187,799 |

Notes:

¹ Emergency responses detailed by Fire & Medical beginning in 2012.

Data Source :

Various County Departments.

Troup County, Georgia
Capital Asset Statistics by Function/Program (Unaudited)
Last Ten Fiscal Years

| Function/Program | Fiscal Year | | | | | | | | | |
|----------------------|-------------|------|------|------|------|------|------|------|------|------|
| | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
| Fire stations | 12 | 12 | 12 | 12 | 12 | 12 | 11 | 12 | 12 | 12 |
| Refuse collection | | | | | | | | | | |
| Collection trucks | 3 | 3 | 3 | 3 | 3 | 2 | - | - | - | - |
| Streets and highways | | | | | | | | | | |
| Traffic signals | 1 | 1 | 1 | 1 | 1 | 1 | - | - | - | - |
| Parks and recreation | | | | | | | | | | |
| Acreage | 922 | 922 | 922 | 922 | 922 | 922 | 923 | 923 | 923 | 923 |
| Senior Centers | - | - | - | - | - | - | 3 | 3 | 3 | 3 |
| Ball Fields | - | - | - | - | - | - | 37 | 37 | 37 | 37 |
| Community Centers | - | - | - | - | - | - | 1 | 1 | 1 | 1 |
| Recreation Centers | - | - | - | - | - | - | 2 | 2 | 2 | 2 |

Data Source:

Various County Departments.

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COMPLIANCE SECTION

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January 6, 2017

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Commissioners
Troup County, Georgia

We have audited, in accordance with the 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, the 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 Troup County, Georgia, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise Troup County, Georgia's basic financial statements and have issued our report thereon dated January 6, 2017. Our report includes a reference to other auditors who audited the financial statements of Troup County Board of Health, as described in our report on Troup County, Georgia's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Troup County, Georgia's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Troup County, Georgia's internal control. Accordingly, we do not express an opinion on the effectiveness of Troup County, Georgia's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Troup County, Georgia's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Yours truly,

A handwritten signature in blue ink that reads "J. K. Boatwright & Co., P.C." in a cursive style.

J. K. BOATWRIGHT & CO., P. C.
Certified Public Accountants

January 6, 2017

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Commissioners
Troup County, Georgia

Report on Compliance for Each Major Federal Program

We have audited Troup County Georgia's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Troup County, Georgia's major federal programs for the year ended June 30, 2016. Troup County, Georgia's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Troup County, Georgia's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Troup County, Georgia's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Troup County, Georgia's compliance

Opinion on Each Major Federal Program

In our opinion, Troup County, Georgia complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.

Report on Internal Control over Compliance

Management of Troup County, Georgia is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Troup County, Georgia's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Troup County, Georgia's internal control over compliance.

A *deficiency in internal control* over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness* in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Yours truly,



J. K. BOATWRIGHT & CO., P. C.
Certified Public Accountants

Troup County, Georgia
Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2016

| <u>Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title</u> | <u>Federal CFDA Number</u> | <u>Pass-Through Entity Identifying Number</u> | <u>Federal Expenditures</u> |
|--|------------------------------------|---|---------------------------------|
| <u>U. S. Department of Agriculture</u> | | | |
| Passed through State of Georgia | | | |
| Department of Early Care and Learning: | | | |
| Summer Food Service Program for Children | | | |
| June 2, 2015 - July 18, 2015 | 10.559 | S15-08016 | \$ 19,439 |
| June 1, 2016 - July 17, 2016 | 10.559 | S16-08016 | <u>36,783</u> |
| | Subtotal CFDA # 10.559 | | <u>56,222</u> |
| <u>U. S. Department of Defense</u> | | | |
| <u>Office of the Chief Engineers</u> | | | |
| Passed through Georgia State Treasury | | | |
| Payments to States in Lieu of Real Estate Taxes | | | |
| October 1, 2014 - September 30, 2015 | 12.112 | Flood Control Act | <u>21,813</u> |
| <u>U. S. Department of Housing and Urban Development</u> | | | |
| Passed through State of Georgia | | | |
| Georgia Housing and Finance Authority | | | |
| Community Development Block Grants | | | |
| May 1, 2012 - December 31, 2016 | 14.239 | 2012-869 | 61,861 |
| June 1, 2013 - December 1, 2015 | 14.239 | 2013-894 | <u>92,083</u> |
| | Subtotal CFDA # 14.239 | | <u>153,944</u> |
| <u>U. S. Department of Justice</u> | | | |
| Criminal Division | | | |
| Equitable Sharing Program | | | |
| July 1, 2015 - June 30, 2016 | 16.922 | GA-1410000 | <u>25,450</u> |
| Bulletproof Vest Partnership Grant Act of 1998 | | | |
| July 1, 2015 - June 30, 2016 | 16.607 | FY2016 | <u>4,300</u> |
| Drug Court Discretionary Grant Program | | | |
| October 1, 2015 - September 30, 2017 | 16.585 | 2015-DC-BX-0053 | <u>26,291</u> |

(Continued)

Troup County, Georgia
Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2016

| <u>Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title</u> | <u>Federal CFDA Number</u> | <u>Pass-Through Entity Identifying Number</u> | <u>Federal Expenditures</u> |
|--|------------------------------------|---|---------------------------------|
| <u>U. S. Department of Justice (continued)</u> | | | |
| Passed through City of Carrollton, Georgia; | | | |
| West Metro Regional Drug Enforcement Office | | | |
| Edward Byrne Memorial Justice | | | |
| Assistance Grant | | | |
| January 1, 2015 - December 31, 2015 | 16.738 | B12-8-009 | \$ 1,448 |
| January 1, 2016 - December 31, 2016 | 16.738 | B15-8-009 | <u>2,757</u> |
| | Subtotal CFDA # 16.738 | | <u>4,205</u> |
| Passed through State of Georgia; | | | |
| Criminal Justice Coordinating Council | | | |
| Crime Victim Assistance Grant | | | |
| October 1, 2015 - September 30, 2016 | 16.575 | C15-8-153 | <u>22,433</u> |
| <u>U. S. Department of Transportation</u> | | | |
| Passed through State of Georgia | | | |
| Department of Transportation: | | | |
| Airport Improvement Program | | | |
| December 3, 2012 - September 30, 2017 | 20.106 | AP016-9026-35(285) | <u>427,366</u> |
| Formula Grants for Other Than Urbanized Areas | | | |
| October 23, 2014 - December 31, 2015 | 20.509 | FTA 5311 (PID-T005257) | 31,486 |
| October 23, 2014 - December 31, 2015 | 20.509 | FTA 5311 (PID-T005544) | <u>82,739</u> |
| | Subtotal CFDA # 20.509 | | <u>114,225</u> |
| National Highway Traffic Safety Administration | | | |
| Passed through State of Georgia | | | |
| Governor's Office of Highway Safety: | | | |
| State and Community Highway Safety | | | |
| October 1, 2014 - September 30, 2015 | 20.616 | GA-2015-000-00278 | 3,500 |
| October 1, 2015 - September 30, 2016 | 20.616 | GA-2016-000-00362 | <u>7,650</u> |
| | Subtotal CFDA # 20.616 | | <u>11,150</u> |
| | | | <i>(Continued)</i> |

Troup County, Georgia
Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2016

| <u>Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title</u> | <u>Federal CFDA Number</u> | <u>Pass-Through Entity Identifying Number</u> | <u>Federal Expenditures</u> |
|--|------------------------------------|---|---------------------------------|
| <u>U.S. Department of Education</u> | | | |
| Passed through Georgia Department of Human Services: | | | |
| Passed through Three Rivers Regional Commission Coordinated Transportation Program: | | | |
| Rehabilitation Services, Vocational Rehabilitation Grants to States | | | |
| July 1, 2015 - June 30, 2016 | 84.126 | Troup Transit 2016 | \$ 11,610 |
| <u>U.S. Department of Health and Human Services</u> | | | |
| Passed through Georgia Department of Human Services: | | | |
| Passed through Three Rivers Regional Commission Coordinated Transportation Program: | | | |
| <u>Aging Cluster</u> | | | |
| Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers | | | |
| July 1, 2015 - June 30, 2016 | 93.044 | SFY 2016 | 13,518 |
| Special Programs for the Aging, Title III, Part C - Nutrition Services | | | |
| July 1, 2015 - June 30, 2016 | 93.045 | SFY 2016 | 162,021 |
| Nutritional Services Incentive Program | | | |
| July 1, 2015 - June 30, 2016 | 93.053 | SFY 2016 | <u>16,132</u> |
| | Subtotal Aging Cluster | | <u>191,671</u> |
| Temporary Assistance for Needy Families | | | |
| July 1, 2015 - June 30, 2016 | 93.558 | SFY 2016 | <u>13,436</u> |
| Social Services Block Grants | | | |
| July 1, 2015 - June 30, 2016 | 93.667 | SFY 2016 | <u>48,966</u> |
| | | | <i>(Continued)</i> |

Troup County, Georgia
Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2016

| <u>Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title</u> | <u>Federal CFDA Number</u> | <u>Pass-Through Entity Identifying Number</u> | <u>Federal Expenditures</u> |
|--|------------------------------------|---|---------------------------------|
| <u>U. S. Department Homeland Security</u> | | | |
| Passed through Georgia Emergency Management Agency: | | | |
| Public Property Disaster Assistance Agreement December 22, 2015 - August 31, 2016 | 97.036 | FEMA-4259-DR-GA | \$ <u>636,038</u> |
| Homeland Security Grant Program | | | |
| October 1, 2015 - September 30, 2016 | 97.067 | EMW-2015-SS-00065-S01 | 2,565 |
| July 1, 2015 - June 30, 2016 | 97.067 | EMW-2014-SS-00092-S01 | <u>6,502</u> |
| | Subtotal CFDA # 97.067 | | <u>9,067</u> |
| Emergency Management Performance Grant July 1, 2015 - June 30, 2016 | 97.042 | EMW-2015-EP-00017-S01 | <u>20,613</u> |
| | Total | | <u>\$ 1,798,800</u> |

Troup County, Georgia
Notes to the Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2016

Note 1 - Basis of Presentation

This schedule of expenditures of federal awards includes the federal grant activity of Troup County, Georgia and is prepared on the accrual basis of accounting.

Note 2 - Coordinated Transportation

This program includes awards from three federal agencies and is passed through the Georgia Department of Human Resources and Three Rivers Regional Commission under one transportation contract.

Note 3 - Program Clusters

Awards under Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers (93.044), Special Programs for the Aging, Title III, Part C - Nutrition Services (93.045) and Nutrition Services Incentive Program (93.053) are within the Aging cluster.

Note 4 - Community Development Block Grants

This award is administered by the Georgia Department of Community Affairs (DCA) on behalf of Georgia Housing and Finance Authority. DCA approved and awarded Troup County, Georgia these awards and approved D.A.S.H. for LaGrange, Inc. a nonprofit corporation the administrator.

Troup County, Georgia
Schedule of Findings and Questioned Costs
For The Year Ended June 30, 2016

Section I - Summary of Auditors' Results

Financial Statements

Type of Auditors' report issued Unmodified

Internal control over financial reporting:

Material Weakness (es) identified? None Noted

Significant deficiencies identified
not considered to be material weaknesses? None Noted

Noncompliance material to the financial
statements noted? None Noted

Federal Awards

Internal Control over major programs:

Material Weakness (es) identified? None Noted

Significant deficiencies identified
not considered to be material weaknesses? None Noted

Type of auditors' report issued on compliance
for major programs: Unmodified

Any audit findings disclosed that are
required to be reported in accordance with
the Uniform Guidance? None Noted

Identification of major programs:

| <u>CFDA Number</u> | <u>Name of Federal Program</u> |
|--------------------|--|
| 97.036 | Robert T. Stafford Disaster Relief and Emergency Assistance Act |

Dollar threshold used to distinguish between
Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? Yes

Troup County, Georgia
Schedule of Findings and Questioned Costs
For The Year Ended June 30, 2016

Section II - Financial Statement Findings

No matters were reported.

Section III - Federal Award Findings and Questioned Costs

No matters were reported.