

COMPREHENSIVE ANNUAL FINANCIAL REPORT



START HERE!

TROUP COUNTY G E O R G I A

**FISCAL YEAR ENDED
JUNE 30, 2018**

(This page is intentionally left blank.)

**Troup County, Georgia
Comprehensive Annual Financial Report
For the Fiscal Year Ended
June 30, 2018**

**Prepared by:
Board of Commissioners
Finance Office
H. C. Cashwell, Chief Finance Officer**

(This page is intentionally left blank.)

Troup County, Georgia
Comprehensive Financial Annual Report
Fiscal Year Ended June 30, 2018

Table of Contents

Introductory Section

| | |
|---------------------------------------|----|
| Letter of Transmittal | 3 |
| Organizational Chart..... | 8 |
| List of Principal Officials..... | 9 |
| GFOA Certificate of Achievement | 10 |

Financial Section

| | |
|---|----|
| Independent Auditors' Report | 13 |
|---|----|

| | |
|---|----|
| Management's Discussion and Analysis | 18 |
|---|----|

Basic Financial Statements

Government-wide Financial Statements:

| | |
|---------------------------------|----|
| Statement of Net Position | 30 |
| Statement of Activities..... | 31 |

Fund Financial Statements

Governmental Funds:

| | |
|---|----|
| Balance Sheet..... | 32 |
| Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position | 33 |
| Statement of Revenues, Expenditures and Changes in Fund Balances | 34 |
| Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities | 35 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund..... | 36 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Parks and Recreation Endowment Fund | 37 |

Proprietary Funds:

| | |
|--|----|
| Statement of Net Position..... | 38 |
| Statement of Revenues, Expenses and Changes in Net Position..... | 39 |
| Statement of Cash Flows..... | 40 |

Fiduciary Funds:

| | |
|---|----|
| Statement of Fiduciary Net Position..... | 42 |
| Statement of Changes in Fiduciary Net Position..... | 43 |

Component Units:

| | |
|--|----|
| Combining Statement of Net Position..... | 44 |
| Combining Statement of Activities | 45 |

| | |
|--|----|
| Notes to the Basic Financial Statements | 48 |
|--|----|

Troup County, Georgia
Comprehensive Financial Annual Report
Fiscal Year Ended June 30, 2018

Table of Contents

Required Supplementary Information

| | |
|---|----|
| Defined Benefit Pension Plan | |
| Schedule of Changes in Net Pension Liability and Related Ratios | 80 |
| Schedule of Employer Contributions | 81 |
| Schedule of Pension Investment Returns..... | 82 |
| Postemployment Healthcare Plan | |
| Schedule of Changes in Total OPEB Liability and Related Ratios | 83 |

Supplementary Information

Combining and Individual Fund Statements and Schedules

Governmental Funds

Nonmajor Governmental Funds:

| | |
|--|----|
| Combining Balance Sheet – By Fund Type | 87 |
| Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – By Fund Type..... | 88 |

General Fund:

| | |
|---|----|
| Schedule of Revenues – Budget and Actual | 90 |
| Schedule of Expenditures – Budget and Actual..... | 93 |

Nonmajor Special Revenue Funds:

| | |
|--|-----|
| Combining Balance Sheet..... | 96 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances | 97 |
| <i>Drug Abuse Treatment and Education Fund</i> | |
| Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual | 98 |
| <i>Law Library Fund</i> | |
| Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual | 99 |
| <i>Alternative Dispute Resolution Fund</i> | |
| Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual | 100 |
| <i>Juvenile Supervision Fund</i> | |
| Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual | 101 |
| <i>Victim/Witness Assistance Fund</i> | |
| Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual..... | 102 |
| <i>Parks and Recreation Facilities Fund</i> | |
| Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual..... | 103 |
| <i>Emergency 9-1-1 Fund</i> | |
| Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual..... | 104 |

Troup County, Georgia
Comprehensive Financial Annual Report
Fiscal Year Ended June 30, 2018

Table of Contents

| | |
|--|-----|
| <i>Hotel/Motel Tax Fund</i> | |
| Schedule of Revenues, Expenditures and Changes in Fund | |
| Balances – Budget and Actual | 105 |
| <i>Multi Grant Fund</i> | |
| Schedule of Revenues, Expenditures and Changes in Fund | |
| Balances – Budget and Actual | 106 |
| Nonmajor Capital Project Funds | |
| Combining Balance Sheet | 110 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances | 111 |
| Nonmajor Debt Service Fund | |
| <i>General Obligations Fund</i> | |
| Schedule of Revenues, Expenditures and Changes in Fund | |
| Balances – Budget and Actual | 114 |
| Internal Service Funds: | |
| Combining Statement of Net Position | 116 |
| Combining Statement of Revenues, Expenses and Changes in Fund Net Position | 117 |
| Combining Statement of Cash Flows | 118 |
| Fiduciary Funds: | |
| <i>Agency Funds</i> | |
| Combining Statements of Changes in Assets and Liabilities | 120 |
| Other Schedules: | |
| Schedule of Projects Constructed With Special Sales Tax Proceeds | 126 |
| Reconciliation of Schedule of Projects Constructed With Special Sales Tax Proceeds to Statements of Revenues, Expenditures and Changes in Fund Balances | 127 |

Statistical Section
(Unaudited)

Financial Trend Information

| | |
|---|-----|
| Changes in Net Position – Governmental Activities | 132 |
| Changes in Net Position – Governmental Activities – Percentage of Total | 134 |
| Government-wide Net Position – By Component | 136 |
| Chart - Total Government-wide Net Position | 137 |
| Changes in Net Position – Business-type Activities | 138 |
| Changes in Net Position – Total | 139 |
| General Governmental Revenues by Source | 140 |
| Chart – Total General Governmental Revenues | 141 |
| Tax Revenues by Source – Governmental Funds | 142 |
| Chart - Tax Revenues by Source – Governmental Funds | 143 |
| General Governmental Expenditures by Function | 144 |
| General Governmental Current Expenditures by Function | 146 |
| Chart – Total Current Expenditures | 147 |
| Summary of Changes in Fund Balances – Governmental Funds | 148 |

Troup County, Georgia
Comprehensive Financial Annual Report
Fiscal Year Ended June 30, 2018

Table of Contents

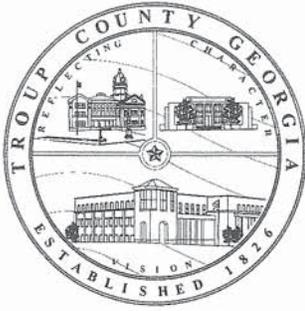
| | |
|---|-----|
| Chart – Changes in Fund Balances – Governmental Funds | 149 |
| Chart – Governmental Fund Revenues and Expenditures | 150 |
| Changes in Fund Balances – General Fund | 151 |
| Chart – Changes in Fund Balances – General Fund | 152 |
| Fund Balances - Governmental Funds (Fiscal Years 2009-2010) | 153 |
| Fund Balances – Governmental Funds (Fiscal Years 2011-2018) | 154 |
| | |
| Revenue Capacity Information | |
| Taxable Assessed Value and Estimated Actual Value of Property – By Type | 155 |
| Chart – Taxable Assessed Value | 156 |
| Direct, Overlapping and Underlying Property Tax Rates | 157 |
| Chart – Direct, Overlapping and Underlying Property Tax Rates | 158 |
| Property Tax Levies and Collections | 159 |
| Principal Property Taxpayers | 160 |
| Direct, Overlapping and Underlying Sales Tax Rates | 161 |
| Taxable Sales by Category | 162 |
| | |
| Debt Capacity Information | |
| Ratios of Total Debt Outstanding – By Type | 164 |
| Underlying and Direct Governmental Activities Debt | 165 |
| Legal Debt Margin | 166 |
| | |
| Demographic and Economic Information | |
| Demographic and Economic Statistics | 167 |
| Principal Employers | 168 |
| | |
| Operating Information | |
| County Employees by Function/Program | 169 |
| Operating Statistics by Function/Program | 170 |
| Capital Asset Statistics by Function/Program | 171 |

Compliance Section

| | |
|---|-----|
| 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 <i>Government Auditing Standards</i> | 175 |
| Independent Auditors’ Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance | 177 |
| Schedule of Expenditures of Federal Awards | 179 |
| Notes to the Schedule of Expenditures of Federal Awards | 182 |
| Schedule of Findings and Questioned Costs | 183 |

INTRODUCTORY SECTION

(This page is intentionally left blank.)



TROUP COUNTY BOARD OF COMMISSIONERS

PATRICK CREWS, CHAIRMAN, DISTRICT 1
ELLIS P. CADENHEAD, DISTRICT 2
LEWIS C. DAVIS, JR., DISTRICT 3
J. MORRIS JONES, III, DISTRICT 4
RICHARD ENGLISH, JR., DISTRICT 5

December 18, 2018

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, 2018.

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 beliefs, 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, 2018 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 unmodified opinion that Troup County's financial statements for the fiscal year ended June 30, 2018 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 70,276. 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 2018 was 4.0% down from the 2017 rate of 5.9%. 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 of 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, 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; 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) and Troup County Development Authority as component units. These 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 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

Troup County continues to be a place of notable economic development efforts in Georgia outside of the City of Atlanta, with over \$1.2 billion of economic development projects under construction and another \$800 million of capital investment projects in the pipeline. In addition to all of the new development projects currently underway, the KMMG (Kia) North American assembly plant in West Point, Georgia continues to have the most significant impact in the community. Over 1,000 automobiles are manufactured daily in a

state-of-the-art facility and the investment by Kia and its suppliers in the region have resulted in over 15,000 jobs for the region and over \$1.5 billion in capital investment.

Georgia's Governor Nathan 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. Construction of the \$530,000,000 investment is underway and is expected to open in January of 2020. It will create over 1,000 new jobs and will produce over 12,000,000 passenger and light truck tires annually. In addition to the 1.8 million sq. ft. plant, Sentury is building a state-of-the-art R&D Center that will employ approximately 100 highly qualified technical personnel. The Sentury Tire campus being constructed will also serve as the North American Headquarters for the company.

Jindal Films Americas LLC, a global leader in the manufacturing of specialty films for packaging and labels, has relocated its US Research and Development Center and North American Headquarters to Troup County from New York. They are in the process of expanding their existing facility in LaGrange, creating 240+ jobs and investing over \$205 million in the community.

Great Wolf Resorts, the world's largest operator of indoor water parks, opened their 541,000 square foot waterpark and 457 room resort on May 31, 2018 (the "GWL project"). Their investment in the community will be over \$170,000,000. As part of the GWL project, the City of LaGrange has a 30,000 square foot convention center on the site that will be owned by the City and operated by GWL. The master plan for the overall site includes retail development and a medical park. The Great Wolf Resort is expected to bring 500,000 new visitors to the County annually.

The County recently launched the 10,000 acre Georgia International Business Park (GIBP) which makes it the largest park of its kind in the southeast and the 4th largest in the Country. The GIBP is home to the operations of eight fortune 500 Companies and 100+ manufacturing companies, including over 40 international companies from 18 different countries.

The THINC College and Career Academy opened in August of 2015 to support many of the County's workforce development needs in the community. Career pathways include: Health Science, Mechatronics/Manufacturing, Energy Systems, Marketing & Communications and STEM (Science, Technology, Engineering, and Mathematics). Additionally, the community is home to LaGrange College, Point University, West Georgia Technical College and one of three Quick Start Regional Training centers for the State. All four entities are critical to the community's overall workforce development efforts.

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. In August 2017, Dunham Sports opened its doors to a 50,000 square foot space formally occupied by J. C. Penny. Hobby Lobby opened its new store in December of 2017.

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.

Troup County has relied 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 IV continued funding for voter approved County projects beginning January 1, 2013. Through June 30, 2018, \$2,621,000 has been invested in Court Technology Software, \$12,785,000 in Roads and Bridges, \$4,870,000 in Parks and Recreation projects (not including Boyd Park) and \$1,378,000 on Fire Station improvements and Public Safety equipment. Work is complete on the Hogansville Library at a cost of \$3,190,000 of which SPLOST IV invested \$1,190,000; the balance is state funded. It opened in December of 2017.

Sweetland Amphitheatre at Boyd Park was built using SPLOST IV. Total investment in the park was \$7,604,000 of which \$1,604,000 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.

In November of 2017 the citizens of Troup County voted to continue SPLOST beginning in January of 2019 for another 6 years and is expected to collect \$70,000,000. County projects include \$5,400,000 for Parks and Recreation, \$19,000,000 for Roads and Bridges, \$ 8,076,000 for Public Safety, \$1,400,000 for building improvements and \$2,170,000 for fleet replacement. Bonds were issued for \$9,905,000 in May 2018. The proceeds will be used to fund immediate capital equipment needs and large infrastructure projects.

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. The County maintains an encumbrance accounting system for accomplishing budgetary control. Encumbered amounts lapse at year-end.

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, 2018 balance of \$14,997,299 or 38% 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 \$9,905,000 in general obligation bonded debt with the intention of debt retirement from SPLOST V proceeds. 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.

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, 2017. This was the twenty-ninth 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.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the staff of the County Finance Office 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,



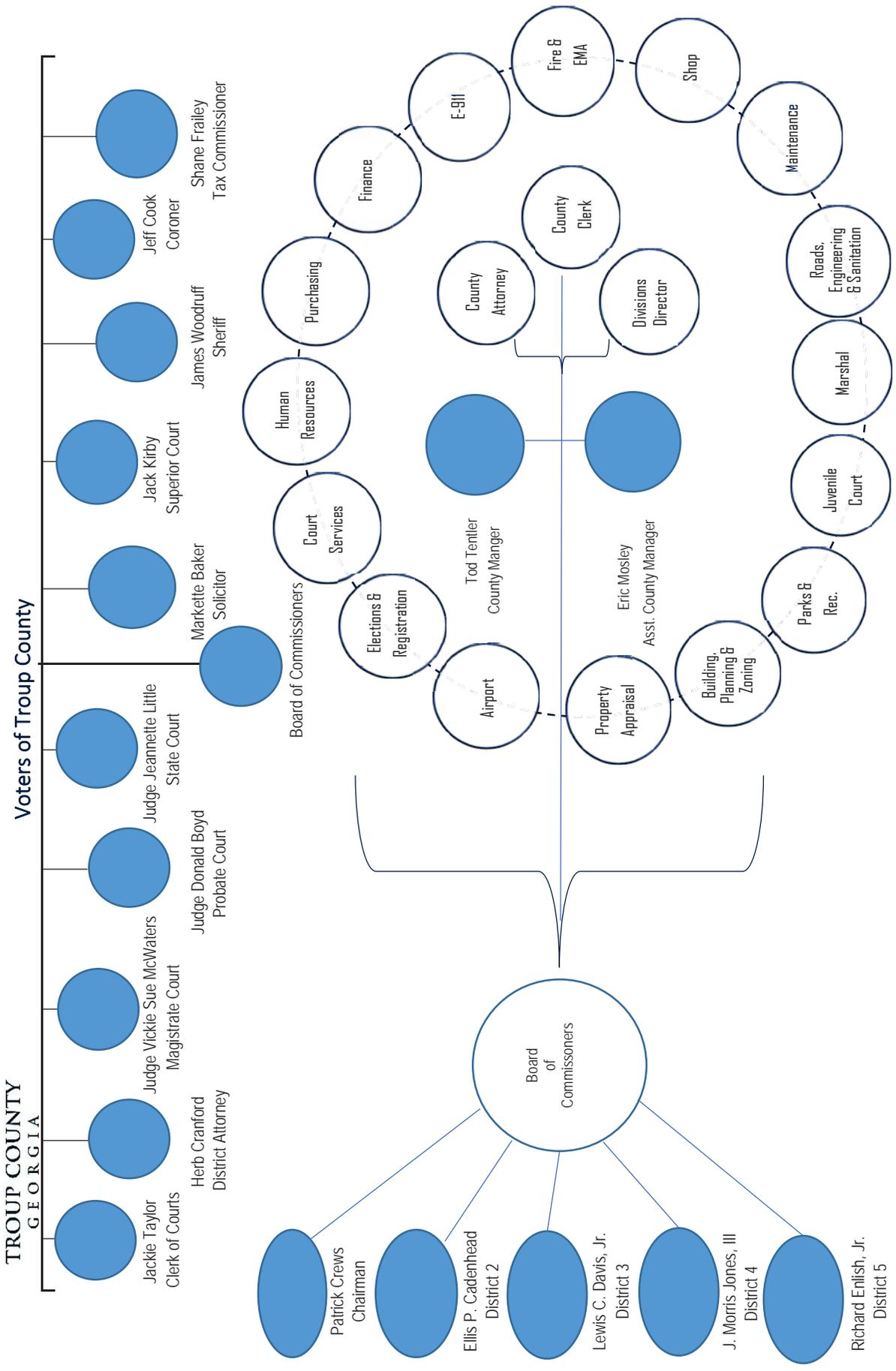
Eric Mosley
County Manager



H. C. Cashwell
Chief Finance Officer



Troup County Board of Commissioners Organizational Chart



Troup County, Georgia
List of Principal Officials
June 30, 2018

BOARD OF COMMISSIONERS

District 1 - Patrick Crews, Chairman
District 2 – Ellis P. Cadenhead
District 3 – Lewis C. Davis, Jr.
District 4 – Morris Jones
District 5 – Richard English, Jr.

COUNTY MANAGER

Tod Tentler

ASSISTANT COUNTY MANAGER

Eric Mosley

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 Judge

Shane Frailey
Jackie W. Taylor
James Woodruff
Nina Baker
Pete Skandalakis
Donald W. Boyd
Vickie Sue McWaters
Jeanette L. Little
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, 2017

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

(This page intentionally left blank.)

INDEPENDENT AUDITORS' REPORT

December 18, 2018

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, 2018, 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, 2018, 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 18 – 28), the Schedule of Changes in Net Pension Liability and Related Ratios (on page 80), the Schedule of Employer Contributions – Pension (on page 81), the Schedule of Pension Investment Returns (on page 82) and the Schedule of Changes in Net OEB Liability and Related Ratios (on page 83) 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 126), 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 December xx, 2018 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 style.

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

(This page intentionally left blank.)

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, 2018. 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 2018

- The County's assets exceeded its liabilities by \$128,508,351. (total net position) for the fiscal year reported.
- Total net position is comprised of the following:
 - (1) Net investment in capital assets of \$117,904,552 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 \$34,482,604 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 \$23,878,805 mainly due to the reporting of the net pension liability (\$20,356,801) and the OPEB liability (\$9,008,964). Neither of these liabilities require the use of current financial resources and deficits in unrestricted net position are common in counties.
- The County's governmental funds reported a total ending fund balance of \$49,617,536 this year. In comparison to the prior year ending fund balance of \$33,759,884 an increase of \$15,857,652 or 47%, of which \$10.4 million of the increase relates to the issuance of bonds in the SPLOST V County-Wide and \$4.2 million relates to the general fund (\$2.6 for revenues over expenditures and \$1.6 for sale of capital assets and inception of capital lease).
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$14,997,299, or 39.2% of total General Fund expenditures.
- Overall, the County continues to maintain a strong financial position, as explained above, 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 2018 data to fiscal year 2017 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 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 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, highways and streets, health and welfare, culture and recreation and housing and development.

The government-wide financial statements are presented on pages 30 and 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 two 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.

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).

The basic agency financial statement is presented on page 42 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 38-41 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 49 of this report with the County's adopted and final revised budget. In addition, the combining and comparative statements are presented in this section.

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 \$128,508,351 as compared to a restated position of \$122,117,601 for the prior year, an increase of \$6,400,750 or 5.2%. The following table provides a summary of the County's net position:

Summary of Net Position

| | Governmental Activities | | Business-type Activities | | Total | |
|----------------------------------|-------------------------|----------------|--------------------------|---------------|----------------|----------------|
| | 2018 | Restated 2017 | 2018 | Restated 2017 | 2018 | Restated 2017 |
| Assets: | | | | | | |
| Current assets | \$ 52,245,378 | \$ 36,737,488 | \$ 1,542,628 | \$ 1,279,882 | \$ 53,788,006 | \$ 38,017,370 |
| Non-current | | | | | | |
| Capital assets | 111,601,055 | 110,979,056 | 9,451,980 | 7,679,060 | 121,053,035 | 118,658,116 |
| Total assets | 163,846,433 | 147,716,544 | 10,994,608 | 8,958,942 | 174,841,041 | 156,675,486 |
| Deferred outflows | 3,388,362 | 2,626,528 | 38,122 | 20,203 | 3,426,484 | 2,646,731 |
| Liabilities: | | | | | | |
| Current liabilities | 4,775,754 | 4,398,995 | 318,463 | 709,044 | 5,094,217 | 5,108,039 |
| Long-term liabilities | 41,967,295 | 31,299,236 | 2,067,634 | 794,078 | 44,034,929 | 32,093,314 |
| Total liabilities | 46,743,049 | 35,698,231 | 2,386,097 | 1,503,122 | 49,129,146 | 37,201,353 |
| Deferred inflows | 611,694 | - | 18,334 | 3,263 | 630,028 | 3,263 |
| Net position: | | | | | | |
| Net investment in capital assets | 109,814,349 | 109,238,058 | 8,090,203 | 7,039,433 | 117,904,552 | 116,277,491 |
| Restricted | 34,482,604 | 19,765,763 | - | - | 34,482,604 | 19,765,763 |
| Unrestricted | (24,416,901) | (14,358,980) | 538,096 | 433,327 | (23,878,805) | (13,925,653) |
| Total net position | \$ 119,880,052 | \$ 114,644,841 | \$ 8,628,299 | \$ 7,472,760 | \$ 128,508,351 | \$ 122,117,601 |

The County continues to maintain a high current ratio. The current ratio compares current assets to current liabilities is an indication of the ability to pay current obligations. The current ratio for governmental activities at June 30, 2018 is 10.9 to 1 as compared to 8.4 to 1 at June 30, 2017. The current ratio for business type activities at June 30, 2018 is 4.8 to 1 as compared to 7.4 to 1.

The governmental activities net position increased \$5,235,181 and increased \$1,155,539 for business-type activities. The County's overall financial position increased by \$6,390,720 during fiscal year 2018.

Note that approximately 93% 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 | |
| | 2018 | Restated 2017 | 2018 | Restated 2017 | 2018 | Restated 2017 |
| Revenues: | | | | | | |
| Program: | | | | | | |
| Charges for services | \$ 8,556,122 | \$ 7,666,116 | \$ 1,554,664 | \$ 1,208,915 | \$ 10,110,786 | \$ 8,875,031 |
| Operating grants | 4,251,710 | 6,621,446 | 42,901 | - | 4,294,611 | 6,621,446 |
| Capital grants | 2,411,620 | 909,605 | 1,075,190 | 411,573 | 3,486,810 | 1,321,178 |
| General: | | | | | | |
| Taxes | 43,485,067 | 41,540,826 | 959,478 | 846,519 | 44,444,545 | 42,387,345 |
| Other | 1,963,226 | 1,384,214 | - | - | 1,963,226 | 1,384,214 |
| Total revenues | 60,667,745 | 58,122,207 | 3,632,233 | 2,467,007 | 64,299,978 | 60,589,214 |
| Program Expenses: | | | | | | |
| General government | 10,843,335 | 10,399,253 | - | - | 10,843,335 | 10,399,253 |
| Judicial | 7,540,523 | 7,245,402 | - | - | 7,540,523 | 7,245,402 |
| Public safety | 22,317,191 | 24,699,465 | - | - | 22,317,191 | 24,699,465 |
| Highways and streets | 6,941,500 | 7,441,681 | - | - | 6,941,500 | 7,441,681 |
| Health and welfare | 476,700 | 523,500 | - | - | 476,700 | 523,500 |
| Culture and recreation | 6,323,749 | 7,460,691 | - | - | 6,323,749 | 7,460,691 |
| Housing and development | 867,436 | 694,477 | - | - | 867,436 | 694,477 |
| Interest | 122,130 | 129,485 | - | - | 122,130 | 129,485 |
| LaGrange Callaway Airport | - | - | 968,097 | 816,660 | 968,097 | 816,660 |
| Waste Management | - | - | 1,508,597 | 1,253,512 | 1,508,597 | 1,253,512 |
| Total expenses | 55,432,564 | 58,593,954 | 2,476,694 | 2,070,172 | 57,909,258 | 60,664,126 |
| Excess of revenue over exp. | 5,235,181 | (471,747) | 1,155,539 | 396,835 | 6,390,720 | (74,912) |
| Transfers | - | (229,829) | - | 229,829 | - | - |
| Change in net position | 5,235,181 | (701,576) | 1,155,539 | 626,664 | 6,390,720 | (74,912) |
| Beginning net position | 114,644,841 | 120,175,209 | 7,472,760 | 6,885,862 | 122,117,601 | 127,061,071 |
| Prior period adjustment | - | (4,828,792) | - | (39,766) | - | (4,868,558) |
| Ending net position | \$ 119,880,022 | \$ 114,644,841 | \$ 8,628,299 | \$ 7,472,760 | \$ 128,508,321 | \$ 122,117,601 |

GOVERNMENTAL REVENUES

The County relies heavily on property taxes to support governmental operations. Property taxes provided 39.1% of the County's total revenues as compared to 39.5% in fiscal year 2017. Sales taxes equal 26.9% of total revenues for governmental activities as compared to 26.4% in fiscal year 2017.

The major operating grants of \$1,189,330 for general government included:

- FEMA/GEMA Hurricane Irma Grant - \$85,205
- US Treasury West Point Lake PILOT - \$107,397
- LaGrange Development Authority PILOT - \$530,153
- West Point Development Authority PILOT - \$427,006

The major operating grants of \$925,669 for judicial included:

- GA Juvenile Justice Incentive Grant - \$206,263
- Accountability Courts of Georgia Grants:
 - Mental Health Court - \$208,033
 - Felony Drug Court - \$110,098
 - DUI Court - \$99,667
 - Family Drug Court - \$124,288
- DOJ DUI Enhancement Grant - \$11,443
- Judicial Circuit ADR Grant - \$64,812
- Judicial Council Grant - \$56,437

The major operating grants of \$722,567 for highways and streets included:

- Georgia DOT highway funds - \$722,567

The major operating grants of \$895,869 for culture and recreation included:

- DHS Area Agency on Aging Grant - \$233,727
- DHR Transit Grant - \$338,441
- GA DOT Transit Grant - \$87,176
- United Way Grants - \$53,000
- Various individual and Non-profit Contributions - \$183,000

The highways and streets major capital grant included \$2,174,627:

- Callaway Foundation, Inc. Contribution (Northwest Connector Project) - \$2 million

Also, note that program revenues cover 27.5% of governmental operating expenses. This means that the government's taxpayers and the County's other non-program revenues fund 72.5% 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 40% of the County's total expenses. All other functional areas combined including general government, judicial, highways and streets, culture and recreation, and housing and development comprised the other 60% of total expenses.

Included in these functional expenses is depreciation expense, which makes up approximately \$3.6 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 | | | | | | | |
|-------------------------|---------------------------|------------------------|-------------------------|------------------------|---------------------------|------------------------|-------------------------|------------------------|
| | 2018 | | | | 2017 | | | |
| | Total Cost of Services | Percentage of Total | Net Cost of Services | Percentage of Total | Total Cost of Services | Percentage of Total | Net Cost of Services | Percentage of Total |
| General government | \$ 10,843,335 | 20% | \$ 8,007,858 | 20% | \$ 10,399,253 | 18% | \$ 7,431,868 | 17% |
| Judicial | 7,540,523 | 14% | 3,513,207 | 9% | 7,245,402 | 12% | 3,619,007 | 8% |
| Public safety | 22,317,191 | 40% | 19,075,881 | 47% | 24,699,465 | 42% | 20,073,664 | 46% |
| Highways and streets | 6,941,500 | 13% | 4,044,306 | 10% | 7,441,681 | 13% | 6,718,852 | 15% |
| Health and welfare | 476,700 | 1% | 476,700 | 1% | 523,500 | 1% | 523,500 | 1% |
| Culture and recreation | 6,323,749 | 11% | 4,760,564 | 12% | 7,460,691 | 13% | 4,807,196 | 11% |
| Housing and development | 867,436 | 1% | 212,466 | 1% | 694,477 | 1% | 93,215 | 0% |
| Interest | 122,130 | 0% | 122,130 | 0% | 129,485 | 0% | 129,485 | 0% |
| Total | <u>\$ 55,432,564</u> | <u>100%</u> | <u>\$40,213,112</u> | <u>100%</u> | <u>\$58,593,954</u> | <u>100%</u> | <u>\$ 43,396,787</u> | <u>100%</u> |

The net cost is the gross cost of operations less charges for services, fines, operating grants and capital grants. Note that over 21.3% of program revenues relate to the public safety function. Program revenues recover approximately 14.5% of the public safety gross costs.

BUSINESS-TYPE ACTIVITIES

The two major enterprise funds are the County's waste management fund and the La Grange Callaway airport fund.

Waste Management Fund - Operating revenues increased \$304,548 or 64% above the fiscal year 2017 amount due to more tipping fees collected. Construction activity increased over the prior year.

Included in nonoperating revenues classification was an increase in property taxes of \$112,959 or 12.3%, due to an increase in the allocation of millage rate from .433 to .485. Total operating expenses increased over the prior year by \$273,774 or 22.3%, primarily due to:

- Wages and employee benefits increased \$184,000
- Other Equipment (included in repairs and maintenance purchased but not meeting capitalization threshold), increased by \$107,000
- Tipping fees (see increase in tipping revenue) approximately \$56,500

Net position totaled \$3,150,686 at June 30, 2018 as compared to \$2,924,162 at June 30, 2017.

LaGrange Callaway Airport Fund - Operating revenues increased \$41,202 or 5.6% above the fiscal year 2017. Fuel sales increased \$13,129 or just 2.6%. Total operating expenses increased from the prior year by \$153,850 or 18.9% because of:

- Wages and employee benefits increase approximately \$114,000
- Repairs and maintenance costs increased approximately \$27,000
- Utilities increased approximately \$4,200
- Other common expenses (Rental equipment, bad debt, communications, bank charges, insurance and fuel) increased in total approximately \$14,200

FINANCIAL ANALYSIS OF COUNTY 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 \$49,617,536. Of this year-end total, \$14,888,975 is unassigned indicating its availability for continuing County service requirements.

Legally restricted fund balances include \$10,816,516 related to SPLOST IV capital projects County-Specific; \$3,043,848 for SPLOST IV, County-Wide, \$10,234,291 for SPLOST IV, County-Wide and \$8,426,690 in the Parks and Recreation Endowment Fund committed to operations and maintenance expenses.

The total ending fund balance of governmental funds reflects an increase of \$15,857,652 from the prior year. \$10,354,418 of this increase relates to the issuance of debt in the SPLOST V fund.

Major Governmental Funds

The County reports five 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 \$2,051,857 or 14.7%. Total unassigned fund balance is now \$14,997,299, which is approximately 39.2% of total annual expenditures and is considered adequate.

Total General Fund revenues increased \$651,995 from fiscal year 2017, or 1.6%.

Property taxes increased \$600,187 or 2.6% due to an increase in the tax digest. Fines increased \$1,204,187 or 99.3% over the fiscal year 2017, due primarily to:

- State Court – traffic fines increase approximately \$352,000.
- State Court - criminal fines increased approximately \$92,500.
- Sheriff Department Seized Drugs increased approximately \$818,000.

Intergovernmental revenues decreased from \$3,977,251 to \$1,786,705 or 55% because:

- The Correctional Institute closed July 1, 2017. Therefore, the Georgia Department of Inmate Subsidy of approximately \$1.8 million was not received in 2018.
- Hurricane IRMA grant (winding up) decreased approximately \$144,000.
- Charges for inmate housing (2018 moved to charges for services) decreased in intergovernmental by approximately \$232k.

Total General Fund expenditures decreased \$986,791 or 2.5% above the prior year amount. The costs for general government increased \$121,350 or 2.4%. Judicial expenditures increased \$315,604 or 5.6% over fiscal year 2017.

Public safety costs decreased \$2,888,058 or 13.4% below last year. This decrease relates primarily due to the correctional institute closing July 2017. Highways and streets costs increased \$1,026,535 or 40.3% above fiscal 2017 due to equipment purchases. The general fund also transferred \$1,894,346 to nonmajor governmental funds to provide funds for park and recreation facilities, supplement E-911 costs, cover matching costs of grants and provide funds for debt service.

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 2018, the fair market value of fund investments continued to rebound and reported investment earnings of \$753,088. The fund balance is \$8,426,360 at June 30, 2018.

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 the \$7,880,000 is providing the financing of many of these projects. The bonds are being retired with sales tax proceeds.

In fiscal year 2018, over \$11.2 million of SPLOST taxes were recognized as revenue and approximately \$3.5 million was expended on capital projects and about \$4.5 payments to the cities within the County. The County recognized contributions of \$2.2 million (\$2 million from Callaway Foundation for the Vernon Woods extension and \$175,000 from the City of LaGrange as reimbursement for the Tom Hall Parkway extension). In addition, this fund transferred \$4,693,646 to the County-Specific IV fund. At June 30, 2018, the ending fund balance was approximately \$3 million.

SPLOST IV Fund - County-Specific – This fund reported \$722,567 from intergovernmental revenue from the Georgia Department of Transportation (LMIG highway funds) and spent \$3 million on capital outlay. In addition, SPLOST IV – County-Wide Fund transferred approximately \$4.7 million to this fund. The fund balance in this fund at June 30, 2018 is \$10,816,516.

SPLOST V Fund - County-Wide – This fund recognized revenue of \$93,610 and expended \$213,737. Fund balance at June 30, 2018 was \$10,234,291.

BUDGETARY HIGHLIGHTS – GENERAL FUND

Revenues

The final revenue budget was increased \$1,017,241 or 2.7% over the original budget. In total, revenues realized of \$40,859,499 were \$1,842,584 or 4.7% above the final amended budget of \$39,016,915.

Property taxes were \$146,050 over the final budget. Sales taxes and other were over the budget by \$557,477. Charges for services were \$281,262 over the final budget.

Fines were \$437,814 above the budget because of increased violations as explained above. In addition, the budget was amended upward \$933,000, which relates to seized drug funds.

Expenditures

The expenditure budget was amended upward by \$1,876,560 or more than 5% above the original budget. In total, expenditures were 97.2% spent of the final budget.

The general government costs were \$478,548 under budget due to under-spending, contingencies (\$274,000), and repairs and maintenance (\$92,000).

The judicial function was underspent by \$195,989. Public safety costs were underspent \$220,438. The public safety budget was amended upward \$1,438,188 due to changes in various line items, payroll costs and benefits (\$532,000), vehicles (\$225,000) and utilities (\$318,000).

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets (net of accumulated depreciation) was approximately \$112 million for governmental activities and \$9.5 million for business-type activities as of June 30, 2018. The total increase in net capital assets was \$2,394,919 or 2% over fiscal year 2017. 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 | |
| | 2018 | 2017 | 2018 | 2017 | 2018 | 2017 |
| Non-depreciable assets: | | | | | | |
| Land | \$ 16,048,657 | \$ 16,151,411 | \$ 3,347,668 | \$ 3,347,668 | \$ 19,396,325 | \$ 19,499,079 |
| Construction in progress | 3,316,816 | 459,872 | 2,133,324 | 1,748,016 | 5,450,140 | 2,207,888 |
| Total non-depreciable assets | 19,365,473 | 16,611,283 | 5,480,992 | 5,095,684 | 24,846,465 | 21,706,967 |
| Depreciable assets: | | | | | | |
| Buildings | 73,345,311 | 73,158,379 | 3,900,786 | 3,105,081 | 77,246,097 | 76,263,460 |
| Machinery and equipment | 24,429,850 | 24,544,468 | 3,624,624 | 3,430,398 | 28,054,474 | 27,974,866 |
| Infrastructure | 48,771,595 | 48,494,786 | - | - | 48,771,595 | 48,494,786 |
| Total depreciable assets | 146,546,756 | 146,197,633 | 7,525,410 | 6,535,479 | 154,072,166 | 152,733,112 |
| Less accumulated depreciation | 54,311,174 | 51,829,860 | 3,554,422 | 3,952,103 | 57,865,596 | 55,781,963 |
| Book value - depreciable assets | 92,235,582 | 94,367,773 | 3,970,988 | 2,583,376 | 96,206,570 | 96,951,149 |
| Percentage depreciated | 37% | 35% | 47% | 60% | 38% | 37% |
| Book value - all assets | \$ 111,601,055 | \$ 110,979,056 | \$ 9,451,980 | \$ 7,679,060 | \$ 121,053,035 | \$ 118,658,116 |

At June 30, 2018, the depreciable capital assets for governmental activities were 37% depreciated. This compares similarly with the 35% at June 30, 2017. The comparison indicates that the County is replacing its assets at the same rate they are depreciating - a positive financial indicator.

Governmental Activities

The \$2,856,944 additions to the construction in progress at June 30, 2018 includes:

- Vernon Road extension - \$350,000
- Three bridges - \$2.5 million

Machinery and equipment increased approximately \$1.7 million over the June 30, 2017 balance. These additions included:

- Vehicles in public safety, parks and recreation (2 buses), roads - \$328,000
- Heavy Equipment (highways and streets) - \$1.2 million
- Computer and video equipment - \$100,000
- Other Equipment - \$46,000

Business-type Activities

The additions to construction in progress of \$1,181,013 relate to the construction and rehabilitation of Runway 13/31. This project is funded, Federal 90%, state 5%, and local 5%.

The changes in long-term debt are as follows:

| | Governmental Activities | | Business-type Activities | | Totals | | % Change |
|--|----------------------------|---------------------|-----------------------------|---------------------|----------------------|---------------------|-------------|
| | 2018 | 2017 | 2018 | 2017 | 2018 | 2017 | |
| Capital leases | \$ 965,550 | \$ 827,140 | \$ 1,361,777 | \$ 639,627 | \$ 2,327,327 | \$ 1,466,767 | 59% |
| Intergovernmental agreement | 13,321,744 | 3,238,858 | - | - | 13,321,744 | 3,238,858 | 311% |
| Landfill closure and postclosure care | - | - | 470,840 | 475,182 | 470,840 | 475,182 | -1% |
| Compensated absences | 963,365 | 945,081 | 35,113 | 21,362 | 998,478 | 966,443 | 3% |
| Total | <u>\$ 15,250,659</u> | <u>\$ 5,011,079</u> | <u>\$ 1,867,730</u> | <u>\$ 1,136,171</u> | <u>\$ 17,118,389</u> | <u>\$ 6,147,250</u> | 178% |

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

The SPLOST V referendum passed in November 2017. The bonds were issued to advance funds to start projects ahead of sales taxes related to new the SPLOST. The authorized projects include roads and bridges, parks and recreation, including multi-use trail known as “The Thread”, E911 upgrades, renovations to facilities, vehicle replacements, energy efficiency and sustainability projects – the total budget is \$70 million.

The new capital lease with Caterpillar is for equipment in highways and streets – dozers, backhoes, excavators, rollers. The Waste Management fund is also part of the lease with Caterpillar and equipment includes a landfill compactor, excavator, loaders, tractor and backhoe loader.

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 2018, the County’s unemployment rate was 4.0%, which is a decrease from 5.1% in June of 2017. During the same timeframe, Georgia rates were 4.0% and 5.0% respectively. There is a County workforce development initiative underway involving various local agencies to attack this problem. One initiative was the 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 provide a proven foundation for advocates to seek additional funding. The THINC College and Career Academy opened August of 2017. Career pathways include: Health Science, Mechatronics/Manufacturing, Energy Systems, Marketing & Communications and STEM (Science, Technology, Engineering, Mathematics).

In 2018, it was announced that Caterpillar would be expanding and increasing its workforce by 150. Badcock Home Furnishings built a distribution center in 2018, which will employ 125. In addition, in December 2017 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, has begun operation of a 541,000-square foot waterpark and 457 room resort just off I-85. Their investment was \$170,000,000. In addition, the City of LaGrange built a 30,000-square foot convention center on the site that is owned and operated by the City. The plans for the site include retail development. Great Wolf open in May 2018.

Governor Deal announced in September of 2017 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 \$530,000,000 investment planned to break ground on the facility during the spring of 2019. It will create 1,000 jobs and will produce 12,000,000 passenger and light truck tires annually.

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.

BASIC FINANCIAL STATEMENTS

Troup County, Georgia
Statement of Net Position
June 30, 2018

| | Primary Government | | | Component Units |
|---|----------------------------|-----------------------------|-----------------------|-----------------------|
| | Governmental Activities | Business-type Activities | Total | |
| Assets | | | | |
| Current Assets: | | | | |
| Cash and cash equivalents | \$ 38,929,546 | \$ 1,907,114 | \$ 40,836,660 | \$ 2,581,369 |
| Investments | 8,426,690 | - | 8,426,690 | - |
| Receivables: | | | | |
| Accounts | 1,226,458 | 308,009 | 1,534,467 | 36,353 |
| Sales taxes | 1,475,077 | - | 1,475,077 | - |
| Other taxes | 217,134 | - | 217,134 | - |
| Intergovernmental | 939,411 | - | 939,411 | 1,054,466 |
| Internal balance | 723,367 | (723,367) | - | - |
| Inventory | 51,897 | 50,872 | 102,769 | - |
| Prepaid items | 255,798 | - | 255,798 | - |
| Total Current Assets | 52,245,378 | 1,542,628 | 53,788,006 | 3,672,188 |
| Capital Assets: | | | | |
| Nondepreciable | 19,365,473 | 5,480,992 | 24,846,465 | - |
| Depreciable, net | 92,235,582 | 3,970,988 | 96,206,570 | 677,286 |
| Total Capital Assets | 111,601,055 | 9,451,980 | 121,053,035 | 677,286 |
| Total Assets | 163,846,433 | 10,994,608 | 174,841,041 | 4,349,474 |
| Deferred Outflows of Resources: | | | | |
| Related to OPEB | 434,425 | 6,573 | 440,998 | 1,321,034 |
| Related to pensions | 2,953,937 | 31,549 | 2,985,486 | 1,629,116 |
| Total Deferred Outflows of Resources | 3,388,362 | 38,122 | 3,426,484 | 2,950,150 |
| Liabilities | | | | |
| Current Liabilities: | | | | |
| Accounts payable | 1,342,210 | 73,427 | 1,415,637 | 126,088 |
| Accrued expenses | 539,963 | 71,213 | 611,176 | - |
| Accrued interest | 55,560 | - | 55,560 | - |
| Unearned income | 165,193 | 33,444 | 198,637 | - |
| Compensated absences | 402,605 | 14,674 | 417,279 | 328,543 |
| Claims payable | 363,982 | - | 363,982 | - |
| Capital lease obligations | 93,944 | 125,705 | 219,649 | - |
| Intergovernmental | 1,812,297 | - | 1,812,297 | 603,061 |
| Total Current Liabilities | 4,775,754 | 318,463 | 5,094,217 | 1,057,692 |
| Long-Term Liabilities: | | | | |
| Compensated absences payable (net of current portion) | 560,760 | 20,439 | 581,199 | 610,996 |
| Capital lease obligations (net of current portion) | 871,606 | 1,236,072 | 2,107,678 | - |
| Intergovernmental (net of current portion) | 11,509,447 | - | 11,509,447 | - |
| Landfill closure and postclosure care costs payable | - | 470,840 | 470,840 | - |
| Net pension liability | 20,077,417 | 279,384 | 20,356,801 | 7,475,050 |
| Total/Net OPEB liability | 8,948,065 | 60,899 | 9,008,964 | 6,256,915 |
| Total Long-Term Liabilities | 41,967,295 | 2,067,634 | 44,034,929 | 14,342,961 |
| Total Liabilities | 46,743,049 | 2,386,097 | 49,129,146 | 15,400,653 |
| Deferred Inflows of Resources | | | | |
| Related to OPEB | 611,694 | 18,334 | 630,028 | 598,087 |
| Related to pensions | - | - | - | 18,672 |
| Total Deferred Inflows of Resources | 611,694 | 18,334 | 630,028 | 616,759 |
| Net Position | | | | |
| Net investment in capital assets | 109,814,349 | 8,090,203 | 117,904,552 | 677,286 |
| Restricted for: | | | | |
| Endowment - expendable | 8,426,690 | - | 8,426,690 | - |
| Capital outlay | 24,148,193 | - | 24,148,193 | - |
| Program purposes | 1,115,953 | - | 1,115,953 | - |
| Public safety | 791,768 | - | 791,768 | - |
| Prior year program income | - | - | - | 1,000,541 |
| Unrestricted (deficits) | (24,416,901) | 538,096 | (23,878,805) | (10,395,615) |
| Total Net Position | \$ 119,880,052 | \$ 8,628,299 | \$ 128,508,351 | \$ (8,717,788) |

See accompanying notes to the basic financial statements.

Troup County, Georgia
Statement of Activities
For the Year Ended June 30, 2018

| 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 | | Business - type Activities | Component Units |
| | | | | | Governmental Activities | Total | | |
| Primary Government: | | | | | | | | |
| Government Activities | | | | | | | | |
| General government | \$ 10,843,335 | \$ 1,646,147 | \$ 1,189,330 | \$ - | \$ (8,007,858) | \$ - | \$ (8,007,858) | \$ - |
| Judicial | 7,540,523 | 3,101,647 | 925,669 | - | (3,513,207) | - | (3,513,207) | - |
| Public safety | 22,317,191 | 2,830,137 | 411,173 | - | (19,075,881) | - | (19,075,881) | - |
| Highways and streets | 6,941,500 | - | 722,567 | 2,174,627 | (4,044,306) | - | (4,044,306) | - |
| Health and welfare | 476,700 | - | - | - | (476,700) | - | (476,700) | - |
| Culture and recreation | 6,323,749 | 504,258 | 895,869 | 163,058 | (4,760,564) | - | (4,760,564) | - |
| Housing and development | 867,436 | 473,933 | 107,102 | 73,935 | (212,466) | - | (212,466) | - |
| Interest on long term debt | 122,130 | - | - | - | (122,130) | - | (122,130) | - |
| Total Governmental Activities | 55,432,564 | 8,556,122 | 4,251,710 | 2,411,620 | (40,213,112) | - | (40,213,112) | - |
| Business-type Activities | | | | | | | | |
| Waste Management | 1,508,597 | 780,361 | 42,901 | - | - | (685,335) | (685,335) | - |
| LaGrange Callaway Airport | 968,097 | 774,303 | - | 1,075,190 | - | 881,396 | 881,396 | - |
| Total Business-type Activities | 2,476,694 | 1,554,664 | 42,901 | 1,075,190 | - | 196,061 | 196,061 | - |
| Total Primary Government | \$ 57,909,258 | \$ 10,110,786 | \$ 4,294,611 | \$ 3,486,810 | \$ (40,213,112) | \$ 196,061 | \$ (40,017,051) | \$ - |
| Component Units: | | | | | | | | |
| Troup County Development Authority | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Troup County Board of Health | 14,595,175 | 4,390,089 | 11,148,739 | - | - | - | - | 927,180 |
| Total Component Units | \$ 14,595,175 | \$ 4,390,089 | \$ 11,148,739 | \$ - | \$ - | \$ - | \$ - | \$ 927,180 |
| General Revenues: | | | | | | | | |
| Property taxes levies for general purposes | | | | | \$ 23,728,934 | \$ 959,478 | \$ 24,688,412 | \$ - |
| Sales taxes | | | | | 16,337,983 | - | 16,337,983 | - |
| Selective taxes | | | | | 3,418,150 | - | 3,418,150 | - |
| Interest and investment earnings | | | | | 1,047,462 | - | 1,047,462 | 1,812 |
| Rental Income | | | | | 79,119 | - | 79,119 | - |
| Miscellaneous | | | | | 607,948 | - | 607,948 | - |
| Gain on disposal of capital assets | | | | | 228,697 | - | 228,697 | - |
| Total General Revenues | | | | | 45,448,293 | 959,478 | 46,407,771 | 1,812 |
| Change in Net Position | | | | | 5,235,181 | 1,155,539 | 6,390,720 | 928,992 |
| Net Position Beginning of Year, As Restated | | | | | 114,644,871 | 7,472,760 | 122,117,631 | (9,646,780) |
| Net Position End of Year | | | | | \$ 119,880,052 | \$ 8,628,299 | \$ 128,508,351 | \$(8,717,788) |

See accompanying notes to the basic financial statements.

Troup County, Georgia
Balance Sheet
Governmental Funds
June 30, 2018

| | General | Parks and Recreation Endowment | SPLOST IV - County-Wide | SPLOST IV - County-Specific | SPLOST V County-Wide | Other Governmental Funds | Total Governmental Funds |
|--|----------------------|--------------------------------------|----------------------------|--------------------------------|-------------------------|--------------------------------|--------------------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | \$ 14,566,582 | - | \$ 12,685,582 | - | \$ 10,163,434 | \$ 1,128,634 | \$ 38,544,232 |
| Investments | - | 8,426,690 | - | - | - | - | 8,426,690 |
| Receivables: | | | | | | | |
| Accounts | 103,193 | - | 26,559 | 722,567 | - | 360,356 | 1,212,675 |
| Sales taxes | 457,783 | - | 1,017,294 | - | - | - | 1,475,077 |
| Other taxes | 192,459 | - | - | - | - | - | 192,459 |
| Intergovernmental | 567,140 | - | - | - | - | 372,271 | 939,411 |
| Due from other funds | 1,287,820 | - | 130,813 | 10,097,933 | 71,864 | - | 11,588,430 |
| Inventory | 17,641 | - | - | - | - | - | 17,641 |
| Prepaid items | 228,316 | - | - | - | - | - | 228,316 |
| Total Assets | \$ 17,420,934 | \$ 8,426,690 | \$ 13,860,248 | \$ 10,820,500 | \$ 10,235,298 | \$ 1,861,261 | \$ 62,624,931 |
| Liabilities and Fund Balances | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable | \$ 428,346 | - | \$ 718,467 | \$ 3,984 | \$ 1,007 | \$ 126,661 | \$ 1,278,465 |
| Accrued expenditures | 539,900 | - | - | - | - | - | 539,900 |
| Due to other funds | 176,056 | - | 10,097,933 | - | - | 684,387 | 10,958,376 |
| Total Liabilities | 1,144,302 | - | 10,816,400 | 3,984 | 1,007 | 811,048 | 12,776,741 |
| Deferred Inflows of Resources | | | | | | | |
| Unavailable revenue - property taxes | 230,654 | - | - | - | - | - | 230,654 |
| Fund Balances | | | | | | | |
| Nonspendable: | | | | | | | |
| Inventory | 17,641 | - | - | - | - | - | 17,641 |
| Prepaid items | 228,316 | - | - | - | - | - | 228,316 |
| Restricted for: | | | | | | | |
| Endowment | - | 8,426,690 | - | - | - | - | 8,426,690 |
| Capital outlay | - | - | 3,043,848 | 10,816,516 | 10,234,291 | 53,538 | 24,148,193 |
| Program purposes | 10,954 | - | - | - | - | 1,104,999 | 1,115,953 |
| Public safety | 791,768 | - | - | - | - | - | 791,768 |
| Unassigned | 14,997,299 | - | - | - | - | (108,324) | 14,888,975 |
| Total Fund Balances | 16,045,978 | 8,426,690 | 3,043,848 | 10,816,516 | 10,234,291 | 1,050,213 | 49,617,536 |
| Total Liabilities and Fund Balances | \$ 17,420,934 | \$ 8,426,690 | \$ 13,860,248 | \$ 10,820,500 | \$ 10,235,298 | \$ 1,861,261 | \$ 62,624,931 |

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, 2018

| | | | |
|--|--------------|---------------|------------------------|
| Total Governmental Fund Balances | | \$ | 49,617,536 |
| 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 | 165,912,229 | | |
| Less accumulated depreciation | (54,311,174) | | 111,601,055 |
| Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds: | | | |
| Property taxes | | | 65,461 |
| Deferred outflows of resources are not available to pay for current-period expenditures and, therefore, are not reported in the funds. | | | |
| | | | 3,388,362 |
| 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 has been increased by the effect of the internal service funds net position. | | | |
| | | | 161,594 |
| Interfund payable to Enterprise funds from eliminating entries of the Internal Service Funds | | | |
| | | | (10,561) |
| Liabilities and deferred inflows of resources not due and payable in the current period and therefore are not reported in the funds: | | | |
| Compensated absences payable | (963,365) | | |
| Accrued interest | (55,560) | | |
| Capital lease obligations | (965,550) | | |
| Intergovernmental agreement payable | (13,321,744) | | |
| Net pension liability | (20,077,417) | | |
| Total OPEB liability | (8,948,065) | | |
| Deferred inflows of resources related to OPEB | (611,694) | | (44,943,395) |
| Net Position of Governmental Activities | | \$ | 119,880,052 |

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, 2018

| | General | Parks and Recreation Endowment | SPLOST IV - County-Wide | SPLOST IV - County-Specific | SPLOST V County-Wide | Other Governmental Funds | Total Governmental Funds |
|--|----------------------|--------------------------------|-------------------------|-----------------------------|----------------------|--------------------------|--------------------------|
| Revenues | | | | | | | |
| Property taxes | \$ 23,305,776 | \$ - | \$ - | \$ - | \$ - | \$ 393,087 | \$ 23,698,863 |
| Sales taxes | 5,070,408 | - | 11,267,575 | - | - | - | 16,337,983 |
| Other taxes | 3,348,069 | - | - | - | - | 70,081 | 3,418,150 |
| Intergovernmental | 1,786,705 | - | - | 722,567 | - | 1,657,940 | 4,167,212 |
| Licenses and permits | 544,385 | - | - | - | - | - | 544,385 |
| Charges for services | 3,565,223 | - | - | - | - | 1,735,415 | 5,300,638 |
| Fines and forfeitures | 2,416,481 | - | - | - | - | 294,618 | 2,711,099 |
| Investment earnings | 152,892 | 753,088 | 131,875 | - | 8,644 | 963 | 1,047,462 |
| Contributions | 107,954 | - | 2,174,627 | - | 84,966 | 128,571 | 2,496,118 |
| Other | 561,606 | - | - | - | - | 76,561 | 638,167 |
| Total Revenues | 40,859,499 | 753,088 | 13,574,077 | 722,567 | 93,610 | 4,357,236 | 60,360,077 |
| Expenditures | | | | | | | |
| Current: | | | | | | | |
| General government | \$ 5,105,119 | - | \$ 111,982 | \$ - | \$ - | \$ - | \$ 5,217,101 |
| Judicial | 5,971,701 | - | - | - | - | 1,362,895 | 7,334,596 |
| Public safety | 18,681,294 | - | - | - | - | 2,023,731 | 20,705,025 |
| Highways and streets | 3,574,513 | - | - | - | - | - | 3,574,513 |
| Health and welfare | 466,732 | - | - | - | - | - | 466,732 |
| Culture and recreation | 3,730,600 | - | - | - | - | 1,837,610 | 5,568,210 |
| Housing and development | 708,525 | - | 4,491,130 | - | - | 118,277 | 826,802 |
| Intergovernmental | - | - | 3,480,489 | 2,988,183 | - | - | 4,491,130 |
| Capital Outlay | - | - | - | - | 9,785 | 110,799 | 6,589,256 |
| Principal | - | - | - | - | - | 994,541 | 994,541 |
| Interest | - | - | - | - | - | 111,809 | 111,809 |
| Bond issuance costs | - | - | - | - | 203,952 | - | 203,952 |
| Total Expenditures | 38,238,484 | - | 8,083,601 | 2,988,183 | 213,737 | 6,559,662 | 56,083,667 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 2,621,015 | 753,088 | 5,490,476 | (2,265,616) | (120,127) | (2,202,426) | 4,276,410 |
| Other Financing Sources (Uses): | | | | | | | |
| Issuance of bonds | - | - | - | - | 9,905,000 | - | 9,905,000 |
| Premium on bonds | - | - | - | - | 449,418 | - | 449,418 |
| Sale of capital assets | 685,520 | - | - | - | - | - | 685,520 |
| Inception of capital lease | 916,650 | - | - | - | - | - | 916,650 |
| Transfers in | 98,364 | - | - | 4,693,646 | - | 2,270,797 | 7,062,807 |
| Transfers (out) | (1,894,346) | (376,451) | (4,693,646) | - | - | (98,364) | (7,062,807) |
| Total Other Financing Sources (Uses) | (193,812) | (376,451) | (4,693,646) | 4,693,646 | 10,354,418 | 2,172,433 | 11,956,588 |
| Net change in fund balances | 2,427,203 | 376,637 | 796,830 | 2,428,030 | 10,234,291 | (29,993) | 16,232,998 |
| Fund Balances | | | | | | | |
| Beginning of Year | 13,994,121 | 8,050,053 | 2,247,018 | 8,388,486 | - | 1,080,206 | 33,759,884 |
| Decrease in Nonspendable for Inventory and Prepaid Items | (375,346) | - | - | - | - | - | (375,346) |
| Fund Balances End of Year | \$ 16,045,978 | \$ 8,426,690 | \$ 3,043,848 | \$ 10,816,516 | \$ 10,234,291 | \$ 1,050,213 | \$ 49,617,536 |

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, 2018

| | |
|--|------------------------------|
| Net Changes In Fund Balances - Total Governmental Funds | \$ 16,232,998 |
| 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. | |
| Capital outlay | \$ 4,909,476 |
| Credit for trade in on capital lease | (266,261) |
| Depreciation expense | <u>(3,564,393)</u> 1,078,822 |
| Governmental funds report proceeds from the disposal of capital assets. Proceeds must be adjusted to reflect gain/loss on the transactions. | (456,823) |
| Property tax revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. | 30,071 |
| 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. (Includes a portion forgiven each year - \$48,900 - per agreement.) | 870,943 |
| 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. | 172,500 |
| Bond proceeds, including premium on bonds, are reported as a financing source in governmental funds and thus contribute to the change in fund balance. In the Statement of Net Position, issuing debt increases long-term liabilities and does not affect the Statement of Net Position. | (10,354,418) |
| Inception of capital lease is reported as a financing source in governmental funds and thus contributes to the change in fund balance. In the Statement of Net Position, issuing debt increases long term liabilities and does not affect the Statement of Net Position. | (916,650) |
| 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 | (18,284) |
| Interest expense | (10,321) |
| Pension obligation | (1,239,429) |
| OPEB obligation | <u>114,897</u> (1,153,137) |
| The decrease in nonspendable fund balance for prepaid items and inventory are deducted directly from the fund balances at the fund level but expenses are decreased at the government-wide level. | (375,346) |
| The net revenue of the internal service fund is included in the government-wide statement of activities and changes in net position | 120,000 |
| Decrease in internal balances due to elimination of internal service fund that was generated in business-type activities. | <u>(13,779)</u> |
| Change In Net Position of Governmental Activities | <u>\$ 5,235,181</u> |

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, 2018

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|----------------------------|-------------------------|----------------------|---|
| Revenues | | | | |
| Property taxes | \$ 23,159,726 | \$ 23,159,726 | \$ 23,305,776 | \$ 146,050 |
| Sales taxes and other | 7,861,000 | 7,861,000 | 8,418,477 | 557,477 |
| Intergovernmental | 1,625,693 | 1,664,066 | 1,786,705 | 122,639 |
| Licenses and permits | 478,400 | 478,400 | 544,385 | 65,985 |
| Charges for services | 3,238,093 | 3,283,961 | 3,565,223 | 281,262 |
| Fines and forfeitures | 1,045,667 | 1,978,667 | 2,416,481 | 437,814 |
| Investment earnings | 27,000 | 27,000 | 152,892 | 125,892 |
| Contributions | 114,603 | 114,603 | 107,954 | (6,649) |
| Other | 449,492 | 449,492 | 561,606 | 112,114 |
| Total Revenues | <u>37,999,674</u> | <u>39,016,915</u> | <u>40,859,499</u> | <u>1,842,584</u> |
| Expenditures | | | | |
| Current: | | | | |
| General government | 5,915,773 | 5,583,667 | 5,105,119 | 478,548 |
| Judicial | 6,107,994 | 6,167,690 | 5,971,701 | 195,989 |
| Public safety | 17,463,544 | 18,901,732 | 18,681,294 | 220,438 |
| Highways and streets | 3,159,364 | 3,660,279 | 3,574,513 | 85,766 |
| Health and welfare | 536,415 | 550,415 | 466,732 | 83,683 |
| Culture and recreation | 3,599,017 | 3,735,939 | 3,730,600 | 5,339 |
| Housing and development | 669,972 | 728,917 | 708,525 | 20,392 |
| Total Expenditures | <u>37,452,079</u> | <u>39,328,639</u> | <u>38,238,484</u> | <u>1,090,155</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>547,595</u> | <u>(311,724)</u> | <u>2,621,015</u> | <u>2,932,739</u> |
| Other Financing Sources (Uses): | | | | |
| Sale of capital assets | 23,000 | 950,070 | 685,520 | (264,550) |
| Inception of capital lease | - | 927,070 | 916,650 | (10,420) |
| Transfers in | 322,500 | 322,500 | 98,364 | (224,136) |
| Transfers (out) | (893,095) | (1,054,801) | (1,894,346) | (839,545) |
| Total Other Financing Sources (Uses) | <u>(547,595)</u> | <u>1,144,839</u> | <u>(193,812)</u> | <u>(1,338,651)</u> |
| Net Change in Fund Balances | - | 833,115 | 2,427,203 | 1,594,088 |
| Fund Balances Beginning of Year | - | 93,955 | 13,994,121 | 13,900,166 |
| Decrease in Reserves for Inventory and Prepaid Items | - | - | (375,346) | (375,346) |
| Fund Balances End of Year | <u>\$ -</u> | <u>\$ 927,070</u> | <u>\$ 16,045,978</u> | <u>\$ 15,118,908</u> |

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, 2018

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|---|----------------------------|-------------------------|----------------------------|---|
| Revenues | | | | |
| Investment earnings, net | \$ - | \$ 377,000 | \$ 753,088 | \$ 376,088 |
| Expenditures | - | - | - | - |
| Excess of Revenues Over Expenditures | - | 377,000 | 753,088 | 376,088 |
| Other Financing Sources (Uses): | | | | |
| Transfers (out) | - | (377,000) | (376,451) | 549 |
| Net change in fund balance | \$ - | \$ - | 376,637 | \$ 376,637 |
| Fund Balances Beginning of Year | | | <u>8,050,053</u> | |
| Fund Balances End of Year | | | <u><u>\$ 8,426,690</u></u> | |

See accompanying notes to the basic financial statements.

Troup County, Georgia
Statement of Net Position
Proprietary Funds
June 30, 2018

| | Business-type Activities - Enterprise Funds | | | Governmental Activities - Internal Service Funds |
|---|--|--|---------------------|---|
| | Waste Management | LaGrange Callaway Airport | Totals | |
| Assets | | | | |
| Current assets: | | | | |
| Cash and cash equivalents | \$ 1,620,194 | \$ 286,920 | \$ 1,907,114 | \$ 385,314 |
| Accounts receivable, net | 307,370 | 639 | 308,009 | 20,166 |
| Due from other funds | - | - | - | 301,667 |
| Prepaid items | - | - | - | 27,482 |
| Deposits | - | - | - | 18,292 |
| Inventories | - | 50,872 | 50,872 | 34,256 |
| Total current assets | 1,927,564 | 338,431 | 2,265,995 | 787,177 |
| Non-current assets: | | | | |
| Capital assets: | | | | |
| Nondepreciable | 1,833,560 | 3,647,432 | 5,480,992 | - |
| Depreciable, net | 1,734,205 | 2,236,783 | 3,970,988 | - |
| Total non-current assets | 3,567,765 | 5,884,215 | 9,451,980 | - |
| Total assets | 5,495,329 | 6,222,646 | 11,717,975 | 787,177 |
| Deferred Outflows of Resources: | | | | |
| Related to OPEB | 5,228 | 1,345 | 6,573 | - |
| Related to pensions | 29,102 | 2,447 | 31,549 | - |
| Total deferred outflow of resources | 34,330 | 3,792 | 38,122 | - |
| Liabilities | | | | |
| Current liabilities: | | | | |
| Accounts payable | 54,639 | 18,788 | 73,427 | 63,745 |
| Accrued expenses | - | 71,213 | 71,213 | 63 |
| Unearned rental income | - | 33,444 | 33,444 | - |
| Due to other funds | 140,625 | 593,303 | 733,928 | 197,793 |
| Compensated absences | 9,536 | 5,138 | 14,674 | - |
| Claims payable | - | - | - | 363,982 |
| Capital lease obligations | 125,705 | - | 125,705 | - |
| Total current liabilities | 330,505 | 721,886 | 1,052,391 | 625,583 |
| Non-current liabilities: | | | | |
| Compensated absences | 13,282 | 7,157 | 20,439 | - |
| Capital lease obligations - net of current portion | 1,236,072 | - | 1,236,072 | - |
| Landfill closure and post closure costs payable | 470,840 | - | 470,840 | - |
| Net pension liability | 257,345 | 22,039 | 279,384 | - |
| Total OPEB liability | 57,383 | 3,516 | 60,899 | - |
| Total non-current liabilities | 2,034,922 | 32,712 | 2,067,634 | - |
| Total liabilities | 2,365,427 | 754,598 | 3,120,025 | 625,583 |
| Deferred Inflows of Resources | | | | |
| Related to OPEB | 13,546 | 4,788 | 18,334 | - |
| Net position | | | | |
| Net investment in capital assets | 2,205,988 | 5,884,215 | 8,090,203 | - |
| Unrestricted | 944,698 | (417,163) | 527,535 | 161,594 |
| Total net position | \$ 3,150,686 | \$ 5,467,052 | \$ 8,617,738 | \$ 161,594 |
| Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds | | | 10,561 | |
| Net position of business-type activities | | | \$ 8,628,299 | |

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, 2018

| | Business-type Activities - Enterprise Funds | | | Governmental Activities - Internal Service Funds |
|---|--|--|------------------|---|
| | Waste Management | LaGrange Callaway Airport | Totals | |
| Operating revenues | | | | |
| Sales - fuel | \$ - | \$ 527,698 | \$ 527,698 | \$ - |
| Rental income from individual hangers | - | 246,249 | 246,249 | - |
| Charges for services | 779,262 | - | 779,262 | - |
| Charges to other funds | - | - | - | 8,009,963 |
| Other | 1,099 | 356 | 1,455 | - |
| Total operating revenues | 780,361 | 774,303 | 1,554,664 | 8,009,963 |
| Operating expenses | | | | |
| Purchases - fuel | - | 413,050 | 413,050 | - |
| Personnel services | 639,332 | 269,168 | 908,500 | - |
| Contractual services | 391,102 | 3,501 | 394,603 | 1,208,844 |
| Benefit claims and expenses | - | - | - | 5,852,544 |
| Insurance expense | 3,406 | 15,938 | 19,344 | 27,483 |
| Other fuel | 62,460 | 5,298 | 67,758 | - |
| Utilities | 20,364 | 38,770 | 59,134 | - |
| Communications | 7,100 | 5,595 | 12,695 | 38,272 |
| Repairs and maintenance | 160,953 | 63,990 | 224,943 | 155,690 |
| Equipment rental and other | - | 7,548 | 7,548 | - |
| Supplies and expenses | 2,268 | 5,462 | 7,730 | 607,130 |
| Bad Debt | 30,655 | 2,456 | 33,111 | - |
| Depreciation | 130,493 | 123,514 | 254,007 | - |
| Miscellaneous expenses | 52,542 | 15,634 | 68,176 | - |
| Total operating expenses | 1,500,675 | 969,924 | 2,470,599 | 7,889,963 |
| Operating income (loss) | (720,314) | (195,621) | (915,935) | 120,000 |
| Non-operating revenues (expenses) | | | | |
| Taxes - property | 959,478 | - | 959,478 | - |
| Intergovernmental | 42,901 | - | 42,901 | - |
| Contribution - Keep Troup Beautiful | (10,800) | - | (10,800) | - |
| Gain (loss) on disposal of capital assets | (3,498) | - | (3,498) | - |
| Interest revenue (expense) | (5,576) | - | (5,576) | - |
| Total non-operating revenues (expenses) | 982,505 | - | 982,505 | - |
| Income (loss) before contributions and transfers | 262,191 | (195,621) | 66,570 | 120,000 |
| Capital contributions and grants | - | 1,075,190 | 1,075,190 | - |
| Change in net position | 262,191 | 879,569 | 1,141,760 | 120,000 |
| Net position - beginning before restatement | 2,924,162 | 4,591,582 | | 41,594 |
| Restatement | (35,667) | (4,099) | | - |
| Net position - beginning | 2,888,495 | 4,587,483 | | 41,594 |
| Net position - ending | \$ 3,150,686 | \$ 5,467,052 | | \$ 161,594 |

Adjustment to reflect the consolidation of internal service fund activities related to enterprise fund

13,779

Change in net position of business-type activities

\$ 1,155,539

See accompanying notes to the basic financial statements.

Troup County, Georgia
Statement of Cash Flows - Proprietary Funds
For the Year Ended June 30, 2018

| | 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 | \$ 657,296 | \$ 951,424 | \$ 1,608,720 | \$ 8,129,308 |
| Cash paid to suppliers | (685,682) | (598,244) | (1,283,926) | (8,992,164) |
| Cash paid to employees | (608,446) | (249,352) | (857,798) | - |
| Net Cash Provided by (Used in) Operating Activities | (636,832) | 103,828 | (533,004) | (862,856) |
| Cash Flows From Non-Capital and Related Financing Activities: | | | | |
| Property taxes | 959,478 | - | 959,478 | - |
| Receipts from other governments | 42,901 | - | 42,901 | - |
| Contribution - Keep Troup Beautiful | (10,800) | - | (10,800) | - |
| Net Cash Provided by Non-Capital and Related Financing Activities | 991,579 | - | 991,579 | - |
| Cash Flows From Capital and Related Financing Activities: | | | | |
| Contributed capital | - | 1,075,190 | 1,075,190 | - |
| Repayment of long-term borrowings | - | - | - | - |
| Repayment on capital leases | (639,627) | - | (639,627) | - |
| Acquisition of capital assets/construction in process | (36,737) | (1,117,639) | (1,154,376) | - |
| Proceeds from sale of equipment | 549,100 | - | - | - |
| Interest paid | (13,381) | - | (13,381) | - |
| Net Cash Used in Financing Activities | (140,645) | (42,449) | (732,194) | - |
| Net Increase (Decrease) in Cash and Cash Equivalents | 214,102 | 61,379 | 275,481 | (862,856) |
| Cash and Cash Equivalents at Beginning of Year | 1,406,092 | 225,541 | 1,631,633 | 1,248,170 |
| Cash and Cash Equivalents at End of Year | \$ 1,620,194 | \$ 286,920 | \$ 1,907,114 | \$ 385,314 |

(Continued)

See accompanying notes to the basic financial statements.

Troup County, Georgia
Statement of Cash Flows - Proprietary Funds
For the Year Ended June 30, 2018

(Continued)

| | Business-type Activities - Enterprise Funds | | | Governmental Activities - Internal Service Fund |
|--|--|--|---------------------|--|
| | Waste Management | LaGrange Callaway Airport | Totals | |
| Reconciliation of Net Operations | | | | |
| Income to Net Cash (Used in) | | | | |
| Provided By Operating Activities: | | | | |
| Operating income (loss) | \$ (720,314) | \$ (195,621) | \$ (915,935) | \$ 120,000 |
| Adjustments to reconcile net income to net cash provided by operating activities: | | | | |
| Depreciation | 130,493 | 123,514 | 254,007 | - |
| Decrease in landfill closure and postclosure costs | (4,342) | - | (4,342) | - |
| Decrease in Net OPEB obligation | (10,862) | (4,343) | (15,205) | - |
| Decrease (increase) in: | | | | |
| Accounts receivable | (153,720) | 145,357 | (8,363) | (9,340) |
| Due from other funds | - | - | - | 128,685 |
| Prepaid items | | | | (27,482) |
| Deposits | | | | (18,292) |
| Inventory | - | (899) | (899) | (34,256) |
| Deferred outflow of resources | (16,584) | (3,792) | (20,376) | - |
| (Decrease) increase in: | | | | |
| Accounts payable | 27,222 | (3,632) | 23,590 | (24,106) |
| Accrued expenses | - | 696 | 696 | 63 |
| Due to other funds | 52,943 | (17,167) | 35,776 | (940,981) |
| Deferred revenue | - | 31,764 | 31,764 | - |
| Claims payable | - | - | - | (57,147) |
| Accrued compensated absences | 10,893 | 2,858 | 13,751 | - |
| Total pension liability | 33,893 | 17,042 | 50,935 | - |
| Deferred inflow of resources | 13,546 | 8,051 | 21,597 | - |
| | <u>\$ (636,832)</u> | <u>\$ 103,828</u> | <u>\$ (533,004)</u> | <u>\$ (862,856)</u> |
| Net Cash Flows Provided By (Used in) | | | | |
| Operating Activities | | | | |
| | <u>\$ (636,832)</u> | <u>\$ 103,828</u> | <u>\$ (533,004)</u> | <u>\$ (862,856)</u> |
| Schedule of noncash capital and related financing activity: | | | | |
| Acquisition of capital assets with capital lease | \$ (1,361,777) | \$ - | \$ (1,361,777) | \$ - |
| Retainage payable | - | 69,899 | 69,899 | - |

See accompanying notes to the basic financial statements.

Troup County, Georgia
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2018

| | Employee Pension Trust Fund | Agency Funds |
|---|--|---------------------|
| Assets | | |
| Cash and cash equivalents | \$ 861,966 | \$ 2,651,159 |
| Receivables: | | |
| Taxes | - | 198,029 |
| Investments, at fair value | | |
| Mutual funds | <u>38,338,017</u> | <u>-</u> |
| Total Assets | <u>39,199,983</u> | <u>2,849,188</u> |
| Liabilities | | |
| Taxes payable to others upon collection | - | 198,029 |
| Due to other entities | - | 1,921,424 |
| Escrow bond deposits | - | 247,993 |
| Federal forfeiture funds | - | 26,979 |
| Confiscated funds | - | 36,116 |
| Inmate funds | - | 289,189 |
| Deferred liabilities | <u>-</u> | <u>129,458</u> |
| Total Liabilities | <u>-</u> | <u>2,849,188</u> |
| Net Position | | |
| Restricted for pensions | <u>\$ 39,199,983</u> | <u>\$ -</u> |

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, 2018

| | Employee Pension Trust Fund |
|---|--|
| Additions | |
| Contributions | |
| Employer contributions | \$ 2,766,788 |
| Investment income | |
| Dividends | 1,484,616 |
| Net increase in fair value of investments | 1,443,354 |
| Investment expense | (138,720) |
| Net investment income (loss) | 2,789,250 |
| Total additions | 5,556,038 |
| Deductions | |
| Benefits paid | 2,462,646 |
| Life insurance premiums | 68,252 |
| Administrative expenses | 17,264 |
| Total deductions | 2,548,162 |
| Change in net position | 3,007,876 |
| Net position beginning of year | 36,192,107 |
| Net position end of year | \$ 39,199,983 |

See accompanying notes to the basic financial statements.

Troup County, Georgia
Combining Statement of Net Position
Component Units
June 30, 2018

| | Troup County Development Authority | Troup County Health Department | Totals |
|---|---|---|-----------------------|
| Assets | | | |
| Current Assets: | | | |
| Cash and cash equivalents | \$ 121,742 | \$ 2,459,627 | \$ 2,581,369 |
| Receivables: | | | |
| Accounts | - | 36,353 | 36,353 |
| Intergovernmental | - | 1,054,466 | 1,054,466 |
| Total Current Assets | 121,742 | 3,550,446 | 3,672,188 |
| Capital Assets: | | | |
| Depreciable, net | - | 677,286 | 677,286 |
| Total Assets | 121,742 | 4,227,732 | 4,349,474 |
| Deferred Outflows of Resources: | | | |
| Related to OPEB | - | 1,321,034 | 1,321,034 |
| Related to pensions | - | 1,629,116 | 1,629,116 |
| Total Deferred Outflows of Resources | - | 2,950,150 | 2,950,150 |
| Liabilities | | | |
| Current Liabilities: | | | |
| Accounts payable | - | 126,088 | 126,088 |
| Compensated absences | - | 328,543 | 328,543 |
| Intergovernmental | - | 603,061 | 603,061 |
| Total Current Liabilities | - | 1,057,692 | 1,057,692 |
| Long-Term Liabilities: | | | |
| Compensated absences payable (net of current portion) | - | 610,996 | 610,996 |
| Net pension liability | - | 7,475,050 | 7,475,050 |
| Net OPEB liability | - | 6,256,915 | 6,256,915 |
| Total Long-Term Liabilities | - | 14,342,961 | 14,342,961 |
| Total Liabilities | | 15,400,653 | 15,400,653 |
| Deferred Inflows of Resources | | | |
| Related to OPEB | - | 598,087 | 598,087 |
| Related to pensions | - | 18,672 | 18,672 |
| Total Deferred Inflows of Resources | - | 616,759 | 616,759 |
| Net Position | | | |
| Net investment in capital assets | - | 677,286 | 677,286 |
| Restricted for: | | | |
| Prior year program income | - | 1,000,541 | 1,000,541 |
| Unrestricted (deficits) | 121,742 | (10,517,357) | (10,395,615) |
| Total Net Position | \$ 121,742 | \$ (8,839,530) | \$ (8,717,788) |

See accompanying notes to the basic financial statements.

Troup County, Georgia
Combining Statement of Activities
Component Units
For the Year Ended June 30, 2018

| | Troup County Development Authority | Troup County Health Department | Totals |
|---|---|---|----------------|
| Expenses | | | |
| Health and Welfare | \$ - | \$ 15,410,789 | \$15,410,789 |
| Program Revenues | | | |
| Charges for Services | - | 4,616,305 | 4,616,305 |
| Operating Grants, Contributions and Interest | - | 11,721,664 | 11,721,664 |
| Total program revenues | - | 16,337,969 | 16,337,969 |
| Net (expense) revenue | - | 927,180 | 927,180 |
| General Revenues | | | |
| Interest and investment earnings | 538 | 1,274 | 1,812 |
| Change in net position | 538 | 928,454 | 928,992 |
| Net Position Beginning of Year | 121,204 | (3,660,161) | (3,538,957) |
| Restatement | - | (6,107,823) | (6,107,823) |
| Net Position Beginning of Year, Restated | 121,204 | (9,767,984) | (9,646,780) |
| Net Position End of Year | \$ 121,742 | \$ (8,839,530) | \$ (8,717,788) |

See accompanying notes to the basic financial statements.

(This page is intentionally left blank.)

NOTES TO THE BASIC FINANCIAL STATEMENTS

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2018

Index

| | |
|---|--------------|
| Summary of Significant Accounting Policies | 1 |
| Reporting Entity | 1-A |
| Basis of Presentation | 1-B |
| Measurement Focus..... | 1-C |
| Basis of Accounting | 1-D |
| Assets, Liabilities and Fund Equity..... | 1-E |
| Cash, Cash Equivalents and Investments | 1-E-1 |
| Receivables..... | 1-E-2 |
| Interfund Activity..... | 1-E-3 |
| Consumable Inventories | 1-E-4 |
| Prepaid Items | 1-E-5 |
| Capital Assets | 1-E-6 |
| Compensated Absences | 1-E-7 |
| Accrued Liabilities and Long-term Obligations..... | 1-E-8 |
| Deferred Outflows/Inflows of Resources..... | 1-E-9 |
| Fund Equity | 1-E-10 |
| Estimates | 1-E-11 |
| Stewardship, Compliance and Accountability | 2 |
| Budgetary Information | 2-A |
| Revenue Restrictions..... | 2-B |
| Debt Restrictions..... | 2-C |
| Detailed Notes on All Funds..... | 3 |
| Deposits and Investments..... | 3-A |
| Receivables..... | 3-B |
| Property Taxes..... | 3-C |
| Capital Assets | 3-D |
| Interfund Balances and Transfers | 3-E |
| Long-term Debt | 3-F |
| Landfill Closure and Post-closure Care Costs..... | 3-G |
| Retirement Plans | 3-H |
| Other Post-Employment Benefits (OPEB)..... | 3-I |
| Net Position | 3-J |
| Other Notes..... | 4 |
| Risk Management..... | 4-A |
| Commitments and Contingencies..... | 4-B |
| Tax Abatements..... | 4-C |
| Joint Ventures..... | 4-D |
| Hotel/Motel Taxes..... | 4-E |
| Restatements..... | 4-F |

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2018

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 Development Authority exists to promote business development in Troup County. The Troup County Board of Commissioners appoints the governing board and can impose its will by influencing the program, projects, activities or level of service performed. Separate financial statements are not issued for the Authority.

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, 2018

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 units at year-end.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities and 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, 2018

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 expenditures 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.

SPLOST V – 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 roads and bridges, parks and recreation including a multi-use trail, E911 upgrades and renovations to facilities.

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 non major fund types:

Capital Projects Funds – This fund type accounts for the financial resources to be used for the acquisition or construction of major general government capital facilities and 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 Fund – 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, 2018

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 measurable and become available. Available means that the resources will be collected within the current fiscal year

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2018

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.

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

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2018

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, 2018, 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 acquisition 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, 2018

| Asset Class | Governmental Activities Estimated Lives |
|-------------------------|---|
| Buildings | 50 years |
| Machinery and equipment | 3 - 7 years |
| Infrastructure | 15 - 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 two items that qualifies for reporting in this category – deferred outflows related to pensions and OPEB 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 two items that qualify 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

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2018

of resources in the period that the amounts become available. On the government wide statement of net position, deferred inflows related to OPEB are reported in the government wide statement of net position.

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, 2018

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 the debt service fund. 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 and Fines | 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 Endowment Fund | Operation and Maintenance of Public Recreational Facilities |
| E-911 Revenue | E-911 Emergency Services Purposes |
| Hotel/Motel Tax | Trade and Tourism |

For the year ended June 30, 2018, 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, 2018, 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, 2018

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, 2018, 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, 2018 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. 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, 2018, the mix was approximately 71.7% equity and 24.8% fixed and 3.5% other. The return on investment for the year ended June 30, 2018 was approximately 9.9%. 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 7.5%. Strategic allocations range from an average low of 5% to an upper average limit of 20% among 18 different peer groups. At June 30, 2018, 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.

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.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2018

Cash and investments are summarized as follows at June 30, 2018:

As reported in the financial statements:

| | |
|--|----------------------|
| Cash and cash equivalents | \$ 40,836,660 |
| Investments | 8,426,690 |
| Cash and cash equivalents - Pension Trust Fund | 861,966 |
| Investments - Pension Trust Fund | 38,338,017 |
| Cash - Agency funds | 2,651,160 |
| Cash and cash equivalents - component units | <u>2,581,369</u> |
| | <u>\$ 93,695,862</u> |
| | |
| Cash deposited with financial institutions | \$ 23,629,493 |
| Petty cash | 1,950 |
| Georgia Fund 1 | 22,437,746 |
| Money market fund | 861,966 |
| Mutual funds | <u>46,764,707</u> |
| | <u>\$ 93,695,862</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, 2018, accounts receivable for the business-type activities consisted of taxes and 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, 2018

3-D. Capital Assets

Capital asset activity for the year ended June 30, 2018 for the primary government was as follows:

| | Balance July 1, 2017 | Additions | Deductions | Transfer in/ Transfer (out) | Balance June 30, 2018 |
|--|-------------------------|---------------------|-------------------|--------------------------------|--------------------------|
| Governmental activities: | | | | | |
| Capital assets not being depreciated: | | | | | |
| Land | \$ 16,151,411 | \$ - | \$ - | \$ (102,754) | \$ 16,048,657 |
| Construction in progress | 459,872 | 2,891,029 | - | (34,085) | 3,316,816 |
| Total non-depreciable assets | <u>16,611,283</u> | <u>2,891,029</u> | <u>-</u> | <u>(136,839)</u> | <u>19,365,473</u> |
| Other capital assets: | | | | | |
| Buildings | 73,158,379 | 84,178 | - | 102,754 | 73,345,311 |
| Machinery and equipment | 24,544,468 | 1,657,460 | 1,725,562 | (46,516) | 24,429,850 |
| Infrastructure | 48,494,786 | 276,809 | - | - | 48,771,595 |
| Total other capital assets | <u>146,197,633</u> | <u>2,018,447</u> | <u>1,725,562</u> | <u>56,238</u> | <u>146,546,756</u> |
| Total cost | <u>162,808,916</u> | <u>4,909,476</u> | <u>1,725,562</u> | <u>(80,601)</u> | <u>165,912,229</u> |
| Accumulated depreciation: | | | | | |
| Buildings | 18,551,868 | 1,471,779 | - | - | 20,023,647 |
| Machinery and equipment | 18,901,692 | 1,167,006 | 1,002,478 | (80,601) | 18,985,619 |
| Infrastructure | 14,376,300 | 925,608 | - | - | 15,301,908 |
| Total accumulated depreciation | <u>51,829,860</u> | <u>3,564,393</u> | <u>1,002,478</u> | <u>(80,601)</u> | <u>54,311,174</u> |
| Governmental activities capital assets, net | <u>\$ 110,979,056</u> | <u>\$ 1,345,083</u> | <u>\$ 723,084</u> | <u>\$ -</u> | <u>\$ 111,601,055</u> |
| Business-type activities: | | | | | |
| Capital assets not being depreciated: | | | | | |
| Land | \$ 3,347,668 | \$ - | \$ - | \$ - | \$ 3,347,668 |
| Construction in progress | 1,748,016 | 1,181,013 | - | (795,705) | 2,133,324 |
| Total non-depreciable assets | <u>5,095,684</u> | <u>1,181,013</u> | <u>-</u> | <u>(795,705)</u> | <u>5,480,992</u> |
| Other capital assets: | | | | | |
| Buildings | 3,105,081 | - | - | 795,705 | 3,900,786 |
| Heavy equipment | 1,392,665 | 1,460,495 | 1,350,639 | (30,821) | 1,471,700 |
| Convenience centers | 785,032 | - | - | (3,417) | 781,615 |
| Vehicles | 483,010 | 11,682 | 34,086 | 45,054 | 505,660 |
| Other equipment and furniture | 769,691 | 26,173 | - | 69,785 | 865,649 |
| Total other capital assets | <u>6,535,479</u> | <u>1,498,350</u> | <u>1,384,725</u> | <u>876,306</u> | <u>7,525,410</u> |
| Total cost | <u>11,631,163</u> | <u>2,679,363</u> | <u>1,384,725</u> | <u>80,601</u> | <u>13,006,402</u> |
| Accumulated depreciation: | | | | | |
| Buildings | 1,672,674 | 92,068 | - | - | 1,764,742 |
| Heavy equipment | 649,876 | 97,817 | 726,393 | (10,095) | 11,205 |
| Convenience centers | 557,902 | 18,190 | - | - | 576,092 |
| Vehicles | 457,396 | 1,391 | 5,895 | 41,637 | 494,529 |
| Other equipment and furniture | 614,255 | 44,540 | - | 49,059 | 707,854 |
| Total accumulated depreciation | <u>3,952,103</u> | <u>254,006</u> | <u>732,288</u> | <u>80,601</u> | <u>3,554,422</u> |
| Business-type activities capital assets, net | <u>\$ 7,679,060</u> | <u>\$ 2,425,357</u> | <u>\$ 652,437</u> | <u>\$ -</u> | <u>\$ 9,451,980</u> |

Capital asset activity for the year ended June 30, 2018 for the Troup County Board of Health component unit was as follows:

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2018

| | Balance July 1, 2017 | Additions | Deductions | Balance June 30, 2018 |
|---|-------------------------|------------------|-------------|--------------------------|
| Component unit | | | | |
| Depreciable capital assets: | | | | |
| Machinery and equipment | \$ 1,398,773 | \$ 212,714 | \$ - | \$ 1,611,487 |
| Less accumulated depreciation | 764,893 | 169,308 | - | 934,201 |
| Component unit capital assets, net | \$ 633,880 | \$ 43,406 | \$ - | \$ 677,286 |

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

Governmental activities depreciation expense

| | |
|-------------------------|------------|
| General government | \$ 839,917 |
| Judicial | 68,703 |
| Public safety | 1,115,120 |
| Highway and streets | 1,151,170 |
| Culture and recreation | 364,169 |
| Health and welfare | 9,968 |
| Housing and development | 15,346 |

| | |
|--|-----------|
| Total governmental activities depreciation expense | 3,564,393 |
|--|-----------|

Business-type activities depreciation expense

| | |
|---------------------------|---------|
| LaGrange Callaway Airport | 123,513 |
| Waste Management | 130,493 |

| | |
|---|---------|
| Total business-type activities depreciation expense | 254,006 |
|---|---------|

| | |
|--|---------------------|
| Total Primary Government depreciation expense | \$ 3,818,399 |
|--|---------------------|

Depreciation expense was charged to functions of the component unit as follows:

Component unit activities depreciation expense

| | |
|--------|------------|
| Health | \$ 169,308 |
|--------|------------|

(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, 2018

3-E. Interfund Receivables, Payables and Transfers

Interfund loans receivable are considered “available spendable resources”. Such balances at June 30, 2018 include due from (to) and are summarized as follows:

| <u>Receivable Fund</u> | <u>Payable Fund</u> | <u>Amount</u> |
|--------------------------------|----------------------------------|----------------------|
| General Fund | Waste Management Fund | \$ 47,780 |
| General Fund | LaGrange Callaway Airport Fund | 579,159 |
| General Fund | Park & Recreation Endowment Fund | 43,373 |
| General Fund | Internal Service Funds | 196,950 |
| General Fund | Nonmajor Governmental Funds | 420,558 |
| SPLOST IV - County-Wide Fund | General Fund | 130,813 |
| SPLOST IV County-Specific Fund | SPLOST IV - County-Wide Fund | 10,097,933 |
| SPLOST V - County-Wide Fund | General Fund | 45,243 |
| SPLOST V - County-Wide Fund | SPLOST V - County-Specific | 26,621 |
| Internal Service Funds | Nonmajor Governmental Funds | 193,835 |
| Internal Service Funds | Internal Service Funds | 843 |
| Internal Service Funds | Waste Management Fund | 92,845 |
| Internal Service Funds | LaGrange Callaway Airport Fund | 14,144 |
| | | <u>\$ 11,890,097</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, 2018, consisted of the following:

| <u>Transfers to</u> | <u>Transfers from</u> | <u>Amount</u> |
|---------------------------------|-------------------------------------|---------------------|
| General Fund | Nonmajor Governmental Funds | \$ 98,364 |
| SPLOST IV- County-Specific Fund | SPLOST IV - County-Wide Fund | 4,693,646 |
| Nonmajor Governmental Funds | General Fund | 1,894,346 |
| Nonmajor Governmental Funds | Parks and Recreation Endowment Fund | 376,451 |
| | | <u>\$ 7,062,807</u> |

Transfers are substantially for the purpose of funding capital projects or in accordance with budgetary authorizations.

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

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2018

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. On October 20, 2015, Troup County entered into an agreement with City of LaGrange, Georgia (“LaGrange”) regarding upgrading the City’s 800 MHZ trunk radio system. Through a separate agreement, Troup County and LaGrange agreed that the radio communications system of Troup County would be incorporated with the LaGrange system to allow for more dynamic radio communications for both LaGrange and Troup County. The October agreement includes a formula for the sharing of costs associated with the LaGrange system upgrade. LaGrange is financing the Motorola contract price of \$2,545,000 over ten (10) years. Annual payments are \$298,511, including interest at 2.26%, with the first payment due on September 1, 2016. Troup County’s share of the upgrade cost is 39.47% for a total of \$1,004,511, with annual payments of \$113,355, including interest.

3. 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 911 upgrades, recreation facilities and equipment including a multi-use trail, road and bridges, renovations to facilities, vehicle and equipment replacement and fire department needs. The Issuer issued one or more series of revenue bonds in an aggregate amount not to exceed \$9,905,000. The revenue bond is secured by the Intergovernmental Agreement for the Use and Distribution of Proceeds from Troup County SPLOST V (the SPLOST Intergovernmental Agreement) effective May 2018.

Intergovernmental debt requirements on agreements above to maturity are as follows:

| Year Ending | Principal | Interest | Total |
|-------------|----------------------|---------------------|----------------------|
| June 30, | | | |
| 2019 | \$ 1,812,297 | \$ 425,996 | \$ 2,238,293 |
| 2020 | 1,834,440 | 402,414 | 2,236,854 |
| 2021 | 1,904,131 | 333,278 | 2,237,409 |
| 2022 | 1,961,371 | 277,648 | 2,239,019 |
| 2023 | 2,036,162 | 203,687 | 2,239,849 |
| 2024-2026 | <u>3,330,255</u> | <u>250,608</u> | <u>3,580,863</u> |
| Total | <u>\$ 12,878,656</u> | <u>\$ 1,893,631</u> | <u>\$ 14,772,287</u> |

Capital Leases - During 2018, the County entered into a capital lease obligation for machinery and equipment. The machinery and equipment held under the capital lease at June 30, 2018 had a cost of \$2,848,286 (governmental activities - \$1,182,911 and business-type activities - \$1,460,495) which the County received an equity allowance from the trade in of the previous 2013 equipment lease. The County’s capital lease obligation is \$2,278,427 (governmental activities - \$916,650 and business-type activities - \$1,361,777). The capital lease requires a balloon payment of \$1,372,442 (governmental activities - \$677,652 and business-type activities - \$694,790) during year ended 2023, including an interest rate of 2.97% 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, 2018 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. The following is an analysis of equipment leased under capital leases as of June 30, 2018.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2018

| | Governmental Activities | Business-type Activities | Amount |
|-------------------------------|----------------------------|-----------------------------|--------------|
| Heavy equipment | \$ 1,182,911 | \$ 1,460,495 | \$ 2,643,406 |
| Other equipment and furniture | 358,155 | - | 358,155 |
| Less accumulated depreciation | (358,155) | - | (358,155) |
| Carrying value | \$ 1,182,911 | \$ 1,460,495 | \$ 2,643,406 |

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 |
|---|----------------------------|-----------------------------|--------------|
| 2019 | \$ 93,944 | \$ 125,705 | \$ 219,649 |
| 2020 | 46,381 | 129,439 | 175,820 |
| 2021 | 47,759 | 133,283 | 181,042 |
| 2022 | 49,177 | 137,242 | 186,419 |
| 2023 | 728,289 | 836,108 | 1,564,397 |
| Total | 965,550 | 1,361,777 | 2,327,327 |
| Less: amount representing interest | (122,342) | (163,764) | (286,106) |
| Present value of minimum lease payments | \$ 843,208 | \$ 1,198,013 | \$ 2,041,221 |

(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, 2018

Changes in Long-term Debt - Changes in the County's long-term obligations consisted of the following for the year ended June 30, 2018:

| | <u>Outstanding</u> <u>July 1, 2017</u> | <u>Additions</u> | <u>Reductions</u> | <u>Outstanding</u> <u>June 30, 2018</u> | <u>Amount Due</u> <u>in One Year</u> |
|---|---|----------------------|---------------------|--|---|
| Governmental Activities | | | | | |
| Compensated absences | \$ 945,081 | \$ 831,336 | \$ 813,052 | \$ 963,365 | \$ 402,605 |
| Capital lease - Caterpillar | 729,340 | 916,650 | 729,340 | 916,650 | 45,044 |
| Capital lease (Sheriff) | 97,800 | - | 48,900 | 48,900 | 48,900 |
| Intergovernmental contract (2007A) | 782,500 | - | - | 782,500 | - |
| Intergovernmental contract (2007B) | 1,542,500 | - | 172,500 | 1,370,000 | 177,500 |
| Intergovernmental contract/ SPLOST V bond | - | 9,905,000 | - | 9,905,000 | 1,540,000 |
| Bond premium | - | 449,418 | 6,330 | 443,088 | - |
| Intergovernmental contract/ City of LaGrange | 913,858 | - | 92,702 | 821,156 | 94,797 |
| Total Governmental Activities | <u>\$ 5,011,079</u> | <u>\$ 12,102,404</u> | <u>\$ 1,862,824</u> | <u>\$ 15,250,659</u> | <u>\$ 2,308,846</u> |
| Business-type Activities | | | | | |
| Compensated absences | \$ 21,362 | \$ 36,050 | \$ 22,299 | \$ 35,113 | \$ 14,674 |
| Capital lease - Caterpillar | 639,627 | 1,361,777 | 639,627 | 1,361,777 | 125,705 |
| Landfill closure and post closure care | 475,182 | - | 4,342 | 470,840 | - |
| Total Business-type Activities | <u>\$ 1,136,171</u> | <u>\$ 1,397,827</u> | <u>\$ 666,268</u> | <u>\$ 1,867,730</u> | <u>\$ 140,379</u> |
| Component Unit Activities | | | | | |
| Compensated absences | <u>\$ 860,043</u> | <u>\$ 369,685</u> | <u>\$ 290,189</u> | <u>\$ 939,539</u> | <u>\$ 328,543</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, 2018

3-G. Landfill Closure and Post-closure 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 thirty years after closure. In addition to operating expenses related to current year activity of the landfill, the County recognizes a portion of the closure and post-closure care costs in each operating period even though actual payouts will not occur until the landfill is closed. The closure and post-closure care costs are recorded as a liability in the Waste Management Fund. The amount recognized each year is based on the estimated landfill capacity used as of June 30. The County has determined that approximately 231,204 cubic yards out of a total available capacity of approximately 251,500 cubic yards, which approximates 92% capacity, has been used. The current estimated closure and post-closure care liability and remaining balance is:

Estimated remaining liability:

| Total liability estimates: | <u>Amount</u> |
|---|-------------------------|
| Closure | \$ 58,330 |
| Post-closure care | <u>453,341</u> |
| Total liability | 511,671 |
| Less: closure and post-closure care liability accrued to date | <u>470,840</u> |
| Balance of future liability | <u><u>\$ 40,831</u></u> |

The remaining balance of the estimated future liability of \$40,831 will be recognized as the remaining capacity of the C&D landfill is used. The estimated costs of closure and post closure care are subject to changes such as the effects of inflation, revision of laws and other variables. The estimated remaining life is less than one year.

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.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2018

Plan Membership

At January 1, 2018, the date of the most recent actuarial valuation, there were 669 participants consisting of the following:

| | |
|--|-------------------|
| Active employees participating in the plan | 255 |
| Retirees, beneficiaries and disables currently receiving benefits | 171 |
| Terminated plan participants entitled to, but not yet receiving benefits | <u>243</u> |
| Total | <u><u>669</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 \$2,766,788 for the year ended June 30, 2018.

Net Pension Liability

The County's net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2018.

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 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, 2018

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% | 0.34% |
| Core Bonds | 5.00% | 1.95% |
| Short-Term Bonds | 5.00% | 1.31% |
| Intermediate-Term Bonds | 12.00% | 1.77% |
| Broad US Equities | 15.00% | 4.84% |
| Large Cap US Equities | 20.00% | 4.55% |
| Mid Cap US Equities | 10.00% | 5.10% |
| Small Cap US Equities | 10.00% | 5.80% |
| Developed Foreign Equities | 13.00% | 5.80% |
| Emerging Market Equities | 1.00% | 8.12% |
| Real Estate (REITS) | 7.00% | 5.03% |
| | <u>100.00%</u> | |

Discount Rate

| | <u>June 30, 2018</u> | <u>June 30, 2017</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.

(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, 2018

Changes in the Net Pension Liability

| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability (a)-(b) |
|---|-----------------------------------|---------------------------------------|-------------------------------------|
| Balances at June 30, 2017 | \$ 54,634,030 | \$ 36,192,107 | \$ 18,441,923 |
| Changes for the year: | | | |
| Service Cost | 393,007 | - | 393,007 |
| Interest | 4,036,348 | - | 4,036,348 |
| Effect of economic/demographic gains or losses | 2,956,046 | - | 2,956,046 |
| Contributions - employer | - | 2,766,788 | (2,766,788) |
| Net Investment Income | - | 2,789,250 | (2,789,250) |
| Benefit Payments | (2,462,646) | (2,462,646) | - |
| Administrative expenses | - | (85,515) | 85,515 |
| Balance at June 30, 2018 | <u>\$ 59,556,785</u> | <u>\$ 39,199,984</u> | <u>\$ 20,356,801</u> |

Changes in Assumptions

The actuarial methods and assumptions used in the valuation are the same as those used in the prior valuation.

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 | \$ 67,539,559 | \$ 59,556,785 | \$ 52,927,009 |
| Fiduciary net position | <u>39,199,984</u> | <u>39,199,984</u> | <u>39,199,984</u> |
| Net pension liability | <u>\$ 28,339,575</u> | <u>\$ 20,356,801</u> | <u>\$ 13,727,025</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, 2018

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

For the year ended June 30, 2018, the County recognized pension expense of \$3,461,310. At June 30, 2018, 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 | \$ 2,506,559 | \$ - |
| Changes of assumptions | 196,878 | - |
| Net difference between projected and actual earnings | 282,049 | - |
| Total | \$ 2,985,486 | \$ - |

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: | |
| 2019 | \$ 1,782,141 |
| 2020 | 1,085,305 |
| 2021 | 131,400 |
| 2022 | (13,360) |
| | \$ 2,985,486 |

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, 2018, employees contributed \$285,955 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, 2018 were \$75,468.

Troup County Board of Health Retirement Plan

Eligible employees of Troup County Board of Health participate in the Georgia State Employees' Retirement System (ERS), a statewide multiple-employer public employee retirement system. During the fiscal year ended June 30, 2018, the Board of Health contributed \$1,252,929. As of June 30, 2018, the Board of Health reported a liability in the amount of \$7,475,050 for its proportionate share (.18%) of the net pension liability. The Board of Health recognized pension expense of \$785,210 for the fiscal year ended June 30, 2018. Further information regarding the

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2018

plan can be obtained from the Troup County Board of Health annual audit report by contacting Troup County, Georgia, Office of the Finance Director, 100 Ridley Avenue, LaGrange, GA 30240.

3-1. Other Post-Employment Benefits (OPEB)

Plan Description

Troup County, Georgia Other Post-Employment Benefits Plan (OPEB) is a single-employer defined benefit healthcare plan administered by Troup County. The plan provides medical and prescription drug benefits to eligible retirees and spouses. Troup County Board of Commissioners has the authority to establish or amend all Plan provisions.

Retirees eligible for medical coverage are those employees of Troup County who retired from active service of the employer on or after August 1, 1990, and on the date of retirement have a minimum of 15 year continuous active service with the employer; and on the date of retirement have attained at least 55 years of age; and elect to contribute to the Plan the contribution required from retired employees. Employees not eligible for retiree medical coverage at the time of their termination are not eligible for future benefits from the OPEB arrangement.

Retirees are offered the opportunity to continue enrollment in the group health plan maintained by the County. Retirees and their dependents are charged a portion of the monthly premium for coverage based on years of service at retirement. Coverage is provided until Medicare eligibility for a retiree (age 65). If a covered spouse is younger than the covered retiree, the spouse may continue coverage until the spouse's eligibility for Medicare.

Plan Membership

At January 1, 2017, the date of the most recent actuarial valuation, there were 42 retirees and spouses receiving benefits and 417 current and active employees.

Contributions

The employer does not pre-fund benefits. The current funding policy is to pay benefits directly from general assets on a pay-as-you-go basis. There are no assets accumulated in a trust. During the year ended June 30, 2017, the County paid \$299,561 in benefits as they came due.

Total OPEB Liability

The County's total OPEB liability was measured as of June 30, 2017 by and actuarial valuation as of January 1, 2017.

Actuarial Assumptions

The total OPEB liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

| | |
|-----------------------------|--|
| Inflation | 2.30% |
| Salary increases | 3.00% |
| Investment rate of return | 3.58% |
| Healthcare cost trend rates | 4.80%- 4.00% over 71 years |
| Healthy mortality rates | RP-2000 system table with floating Scale AA projections separate tables for males and females Employee mortality is projected to valuation year plus 15 years Annuitant mortality is projected to valuation year plus 7 years |

Claim costs were calculated using Plan Sponsor retiree claims experience provide over the 35 months ending December 2016.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2018

Discount Rate

The discount rate for the total pension liability for the year ending June 30, 2018 is 3.58%. The selected discount rate reflects a snapshot as of the measurement date (June 30, 2017) of the 20 year bond Governmental Obligation Index published by Bond Buyer.

Changes in Total OPEB Liability

| | Increase (Decrease) Total OPEB Liability |
|--|---|
| Changes in Total OPEB Liability | |
| Balance at June 30, 2017 | \$ 9,615,896 |
| Changes for the year: | |
| Service Cost | 193,837 |
| Interest on total OPEB liability | 275,338 |
| Effect of economic/demographic gains or losses | (152,042) |
| Effect of assumptions, changes or inputs | (624,504) |
| Benefit Payments | (299,561) |
| Balance at June 30, 2018 | \$ 9,008,964 |

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following table presents the total OPEB liability of the County, calculated using the discount rate of 3.58%, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.58%) or 1 percentage point higher (4.58%) than the current rate.

| | 1% Decrease 2.58% | Current Discount Rate 3.58% | 1% Increase 4.58% |
|----------------------|-------------------------|-----------------------------------|-------------------------|
| Total OPEB liability | \$ 9,879,175 | \$ 9,008,964 | \$ 8,240,038 |

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following table presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates.

| | 1% Decrease | Current Trend Rate | 1% Increase |
|----------------------|--------------|-----------------------|---------------|
| Total OPEB liability | \$ 8,121,949 | \$ 9,008,964 | \$ 10,025,195 |

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2018

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2018, the County recognized pension expense of \$322,657. At June 30, 2018, 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 | \$ - | \$ (123,355) |
| Changes of assumptions | - | (506,673) |
| Contributions subsequent to the measurement date | 440,998 | - |
| Total | \$ 440,998 | \$ (630,028) |

\$440,998 reported as deferred outflows of resources related to OPEB resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ended June 30, 2019. Other amounts reported as deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

| Year Ended June 30: | |
|---------------------|--------------|
| 2019 | \$ (146,518) |
| 2020 | (146,518) |
| 2021 | (146,518) |
| 2022 | (146,518) |
| 2023 | (43,956) |
| | \$ (630,028) |

Troup County Board of Health OPEB Plan

Eligible employees of Troup County Board of Health are provided OPEB through the State OPEB Fund – a cost-sharing multiple-employer defined benefit postemployment healthcare plan, reported as an employee trust fund and administered by a Board of Community Health. During the current fiscal year, the Board of Health contributed \$909,672. At the end of the current fiscal year, the Board of Health reported a net liability in the amount of \$6,806,653 for its proportionate share (.167%) of the net OPEB liability. The Board of Health recognized OPEB expense of \$397,194 for the current fiscal year. Further information regarding the plan can be obtained from the Troup County Board of Health annual audit report by contacting 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, 2018

3-J. Net Position

Net position invested in capital assets, net of related debt and net position restricted for program purposes on the Government-wide statement of net position as of June 30, 2018 are detailed as follows:

| | Governmental Activities | Business-type Activities | Total |
|-------------------------------------|----------------------------|-----------------------------|----------------|
| Net investment in capital assets | | | |
| Cost of capital assets | \$ 165,912,229 | \$ 13,006,402 | \$ 178,918,631 |
| Less capital lease related debt | (965,550) | (1,361,777) | (2,327,327) |
| Less intergovernmental related debt | (821,156) | - | (821,156) |
| Less accumulated depreciation | (54,311,174) | (3,554,422) | (57,865,596) |
| Net investments in capital assets | \$ 109,814,349 | \$ 8,090,203 | \$ 117,904,552 |
| Restricted for program purposes: | | | |
| Drug abuse treatment and education | \$ 689,191 | | |
| Law library | 103,014 | | |
| Alternative dispute resolution | 162,524 | | |
| Juvenile supervision | 91,860 | | |
| Victim/Witness assistance fund | 13,188 | | |
| Park improvements | 10,954 | | |
| Multi grant fund | 45,222 | | |
| Restricted for program purposes | \$ 1,115,953 | | |

Note 4 - Other Notes

4-A. Risk Management

Employee Health Insurance

The County accounts for the financial operations of a self-insured employee group health program in the Employee Benefit Internal Service Fund. Specific stop loss coverage in the amount of \$220,000 per covered individual is maintained to reduce the exposure from catastrophic claims. A third party administrator processes claims for the group health program and reimburses the fund for eligible claims exceeding the \$220,000. During fiscal year 2018, the County experienced 2 claims that exceeded the stop loss coverage amount of \$220,000.

The claims liability of \$363,982 as of June 30, 2018, is based on the requirements of GASB Statement No. 10, which require that a liability for claims be reported if information prior to the issuance of the financial statements indicated that it is probable that a liability has been incurred at the date of the statements and the amount of the loss can be reasonably estimated.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2018

Changes in the balances of claims liabilities for the past three years are as follows:

| <u>Date</u> | <u>Beginning of Fiscal Year Liability</u> | <u>Current Year Claims and Changes in Estimates</u> | <u>Claims Payments</u> | <u>End of Fiscal Year Liability</u> |
|-------------|---|---|----------------------------|---|
| 2016 | \$ 708,324 | \$ 6,898,221 | \$ 7,053,545 | \$ 553,000 |
| 2017 | 553,000 | 5,984,390 | 6,116,352 | 421,038 |
| 2018 | 421,038 | 5,769,349 | 5,826,405 | 363,982 |

Workers Compensation

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The County has joined together with other counties in the state as part of the Association of County Commissioners of Georgia (ACCG) 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, through December 31, 2017, the County was obligated to pay all contributions and assessments as prescribed by the pool. Effective January 1, 2018, the County added a premium to be self-insured for claims individual claims up to \$300,000 and purchases safety and claims handling services and excess insurance from ACCG. The County is required 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.

To manage workers compensation claims, effective January 1, 2018, the County added workers compensation funding and claims payments to the Employee Benefit Internal Service Fund. Currently, no claims are reported in excess of the deductible for the period January 1 – June 30, 2018.

The County continues to carry commercial insurance for all other risk of loss. Claims settled in the past three years have not exceeded the commercial coverage.

4-B. Commitments and Contingencies

Commitments – Governmental Funds

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, 2018, 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:

| | |
|--------------------------------|---------------------------------|
| SPLOST IV County-Wide Fund | <u>Restricted</u> \$ 791,465 |
| SPLOST IV County Specific Fund | 264,195 |
| | <u>\$ 1,055,660</u> |

Commitments – Enterprise Funds

For the year ended June 30, 2018, construction commitments on uncompleted contracts at the airport for the runway extension amounted to \$3,799,536, of which the majority will be funded with federal and state dollars. The County's commitment is 5% or approximately \$190,000.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2018

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-C. Tax Abatements

For the year ended June 30, 2018, the County's property tax revenues were reduced by approximately \$1,119,800 under agreements entered into by various development authorities within Troup County as follows:

| | |
|-----------------------------------|--------------------|
| Hogansville Development Authority | \$ 800 |
| LaGrange Development Authority | 615,000 |
| West Point Development Authority | <u>504,000</u> |
| | <u>\$1,119,800</u> |

These agreements qualify for disclosure under GASB Statement N. 77, *Tax Abatement Disclosures*. Under the agreements, taxes on real and/or personal property are reduced by between 12.5 and 80 percent based on investments made by the entities to whom the incentives were offered as long as the entities meet certain investment targets.

The following tax abatement agreements exceeded 10 percent of the total amount abated:

- A 50 percent property tax abatement by LaGrange Development Authority to a manufacturer for expanding plant facilities and increasing jobs. The abatement amounted to approximately \$338,000.
- A 50 percent property tax abatement by West Point Development Authority to a manufacturer for location of manufacturing facility in the City of West Point, Georgia and increasing jobs. The abatement amounted to approximately \$157,000.

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. 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, 2018, the County collected \$69,990 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.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2018

4-F. Restatement

The County and the component unit – Troup County Board of Health implemented GASB Statement No. 75 “Accounting and Financial Reporting for Postemployment Benefit Plans Other Than Pensions” during fiscal year 2018. Statement No. 75 requires governments providing defined postemployment benefit plans to recognize their long-term obligation for OPEB benefits as a liability. The effect of these restatements to beginning net position is as follows:

Primary Government

| | <u>Governmental Activities</u> | <u>Business-type Activities</u> |
|---|------------------------------------|-------------------------------------|
| Beginning Net Position before Restatement | \$ 119,473,633 | \$ 7,512,524 |
| Restatement: | | |
| Deferred Outflow of Resources | 297,104 | 2,457 |
| Total OPEB Liability | (9,537,335) | (78,561) |
| Previously reported net OPEB obligation | <u>4,411,439</u> | <u>36,338</u> |
| Beginning Net Position after Restatement | <u>\$ 114,644,841</u> | <u>\$ 7,472,758</u> |

Restatements above affecting beginning net position on the *Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds* is detailed as follows:

| | <u>Waste Management</u> | <u>LaGrange Callaway Airport</u> |
|---|-----------------------------|--|
| Beginning Net Position before Restatement | \$ 2,924,162 | \$ 4,591,582 |
| Restatement: | | |
| Deferred Outflow of Resources | 2,187 | 270 |
| Total OPEB Liability | (70,432) | (8,129) |
| Previously reported net OPEB obligation | <u>32,578</u> | <u>3,760</u> |
| Beginning Net Position after Restatement | <u>\$ 2,888,495</u> | <u>\$ 4,587,483</u> |

Component Unit – Troup County Board of Health

| | |
|---|-----------------------|
| Beginning Net Position before Restatement | \$ (3,660,161) |
| Restatement: | |
| Deferred Outflow of Resources | 832,330 |
| Net OPEB Liability | (6,940,153) |
| Previously reported net OPEB obligation | <u>-</u> |
| Beginning Net Position after Restatement | <u>\$ (9,767,984)</u> |

(This page intentionally left blank.)

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>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014*</u> |
|--|------------------|------------------|------------------|------------------|------------------|
| Total Pension Liability | | | | | |
| Service cost | \$ 393 | \$ 472 | \$ 534 | \$ 525 | \$ 253 |
| Interest on total pension liability | 4,036 | 3,872 | 3,609 | 3,372 | 1,649 |
| Effect of plan changes | - | - | - | - | - |
| Effect of economic/demographic gains or losses | 2,956 | 210 | 1,205 | 382 | - |
| Effect of assumption changes or inputs | - | - | 224 | 2,091 | - |
| Benefit payments | <u>(2,463)</u> | <u>(2,119)</u> | <u>(1,923)</u> | <u>(1,617)</u> | <u>(791)</u> |
| Net change in total pension liability | 4,922 | 2,435 | 3,649 | 4,753 | 1,110 |
| Total pension liability, beginning | <u>54,634</u> | <u>52,199</u> | <u>48,550</u> | <u>43,797</u> | <u>42,687</u> |
| Total pension liability, ending (a) | <u>59,556</u> | <u>54,634</u> | <u>52,199</u> | <u>48,550</u> | <u>43,797</u> |
| Fiduciary Net Position | | | | | |
| Contributions - employer | 2,767 | 2,711 | 2,384 | 2,137 | 2,054 |
| Net investment income | 2,789 | 3,898 | (228) | 1,229 | 926 |
| Benefit payments | (2,463) | (2,119) | (1,923) | (1,617) | (791) |
| Administrative expenses | <u>(86)</u> | <u>(96)</u> | <u>(13)</u> | <u>(241)</u> | <u>-</u> |
| Net change in plan fiduciary net position | 3,007 | 4,394 | 220 | 1,508 | 2,189 |
| Plan fiduciary net position, beginning | <u>36,192</u> | <u>31,798</u> | <u>31,578</u> | <u>30,070</u> | <u>27,881</u> |
| Plan fiduciary net position, ending (b) | <u>39,199</u> | <u>36,192</u> | <u>31,798</u> | <u>31,578</u> | <u>30,070</u> |
| Net pension liability, ending = (a) - (b) | <u>\$ 20,357</u> | <u>\$ 18,442</u> | <u>\$ 20,401</u> | <u>\$ 16,972</u> | <u>\$ 13,727</u> |
| Plan fiduciary net position as a percentage of total pension liability | 65.82% | 66.24% | 60.92% | 65.04% | 68.66% |
| Covered payroll | \$ 11,850 | \$ 12,360 | \$ 12,669 | \$ 13,851 | \$ 14,300 |
| Net pension liability as a percentage of covered payroll | 171.79% | 149.21% | 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 (in 1,000s)

| Fiscal Years Ending June 30 | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
|---|--------------|--------------|--------------|--------------|--------------|
| Actuarially determined contribution | \$ 2,767 | \$ 2,711 | \$ 2,384 | \$ 2,137 | \$ 2,054 |
| Contributions in relation to the actuarially determined contributions | <u>2,737</u> | <u>2,711</u> | <u>2,384</u> | <u>2,137</u> | <u>2,054</u> |
| Contribution deficiency (excess) | <u>\$ 30</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| | | | | | |
| Covered employee payroll | \$ 11,850 | \$ 12,360 | \$ 12,669 | \$ 13,851 | \$ 14,300 |
| Contributions as a percentage of covered payroll | 23.10% | 21.93% | 18.82% | 15.43% | 14.36% |

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 | Entry Age Normal |
| 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 - 2018; 7.75% for year end 2014 |
| Projected Salary Increases | 3.00% |
| Inflation | 2.3% for year ended June 30, 2018; 2.5% for all prior years |
| Cost-of-Living Adjustment | None |
| Amortization Method | |
| Level percent or level dollar | Level dollar |
| Closed, open, or layered periods | Layered |
| Amortization period: | |
| Initial Base - Fresh Start at 1/1/2013 and 1/1/2017 | 15 years |
| Amortization growth rate | 0.00% |
| Mortality | 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. |

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% | |
| 2017 | 12.29% | |
| 2018 | 7.80% | |

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. The resulting estimate of Rate of Return was calculated using quarterly Trust statements. A detailed calculation of the monthly results should be obtained by the Plan's financial advisor.

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

Troup County, Georgia
Required Supplementary Information
Schedule of Changes in Total OPEB Liability and Related Ratios (in 1,000s)

| Fiscal Years Ending June 30 | <u>2018</u> |
|---|-----------------|
| Total OPEB Liability | |
| Service cost | \$ 194 |
| Interest | 275 |
| Changes of benefit terms | - |
| Differences between expected and actual experience | (152) |
| Changes of assumptions | (624) |
| Benefit payments | <u>(300)</u> |
| Net change in total OPEB liability | (607) |
| Total OPEB liability, beginning | <u>9,616</u> |
| Total OPEB liability, ending (a) | <u>\$ 9,009</u> |
| | |
| Covered payroll | \$ 17,948 |
| Total OPEB liability as a percentage of covered payroll | 50.20% |

Note to the Schedule:

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

(This page intentionally left blank.)

SUPPLEMENTARY INFORMATION

(This page intentionally left blank.)

NONMAJOR GOVERNMENTAL FUNDS

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to the expenditures for specific purposes.

Drug Abuse Treatment and Education Fund is used to collect and spend monies associated with Drug Abuse Treatment add on fines.

Law Library Fund provides for the operation and maintenance of the County's law library.

Alternative Dispute Resolution Fund pays for expenses related to mediation services for the Coweta Judicial Circuit, which includes Heard, Coweta, Troup and Meriwether Counties.

Juvenile Supervision Fund provides certain supervision services to juveniles after adjudication to safely remain in the community.

Victim/Witness Assistance Fund assists crime victims, witnesses and significant others in reconstructing their lives through advocacy, support, information and referrals.

Parks and Recreation Facilities Fund accounts for costs associated with maintaining facilities built with SPLOST funds. The majority of revenues are received yearly from Parks and Recreation Endowment Fund and from rentals associated with these facilities.

Emergency 9-1-1 Fund accounts for fee collection and the operation of the Emergency 911 system within the County.

Hotel/Motel Tax Fund accounts for the collection of taxes from hotels in the County and the use of those funds for the purpose of promoting tourism, conventions and trade shows or for facilities used for these purposes.

Multi Grant Fund accounts for grant monies received from various federal and state agencies.

Capital Project Funds

Capital Projects Funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities and improvements – other than those financed by Proprietary Funds.

SPLOST III Fund accounts for expenditures related to infrastructure improvements from a 2006 Special Purpose Local Option Sales Tax.

SPLOST V – County Specific Fund accounts for expenditures related to infrastructure improvements from a 2018 Special Purpose Local Option Sales Tax.

Debt Service Fund

General Obligation Fund accounts for payments on all debt.

Troup County, Georgia
Combining Balance Sheet - By Fund Type
Nonmajor Governmental Funds
June 30, 2018

| | Nonmajor Special Revenue Funds | Nonmajor Capital Project Funds | Nonmajor Debt Service Fund | Total Nonmajor Governmental Funds |
|--|---|---|---|--|
| Assets | | | | |
| Cash and cash equivalents | \$ 1,075,096 | \$ 53,538 | \$ - | \$ 1,128,634 |
| Accounts Receivable | 360,356 | - | - | 360,356 |
| Intergovernmental receivable | 372,271 | - | - | 372,271 |
| Total Assets | \$ 1,807,723 | \$ 53,538 | \$ - | \$ 1,861,261 |
| Liabilities and Fund Balances | | | | |
| Liabilities | | | | |
| Accounts payable | \$ 126,661 | \$ - | \$ - | \$ 126,661 |
| Due to other funds | 657,766 | 26,621 | - | 684,387 |
| Total Liabilities | 784,427 | 26,621 | - | 811,048 |
| Fund Balances | | | | |
| Restricted for: | | | | |
| Capital outlay | - | 53,538 | - | 53,538 |
| Program purposes | 1,104,999 | - | - | 1,104,999 |
| Unassigned | (81,703) | (26,621) | - | (108,324) |
| Total Fund Balances | 1,023,296 | 26,917 | - | 1,050,213 |
| Total Liabilities and Fund Balances | \$ 1,807,723 | \$ 53,538 | \$ - | \$ 1,861,261 |

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, 2018

| | Nonmajor Special Revenue Funds | Nonmajor Capital Project Funds | Nonmajor Debt Service Fund | Total Nonmajor Governmental Funds |
|--|---|---|---|--|
| Revenues | | | | |
| Taxes: | | | | |
| Property | \$ - | \$ - | \$ 393,087 | \$ 393,087 |
| Other | 70,081 | - | - | 70,081 |
| Intergovernmental | 1,640,957 | - | 16,983 | 1,657,940 |
| Charges for services | 1,735,415 | - | - | 1,735,415 |
| Fines and forfeitures | 294,618 | - | - | 294,618 |
| Investment earnings | 628 | 335 | - | 963 |
| Contributions | 128,571 | - | - | 128,571 |
| Other | 76,561 | - | - | 76,561 |
| Total Revenues | 3,946,831 | 335 | 410,070 | 4,357,236 |
| Expenditures | | | | |
| Current: | | | | |
| Judicial | 1,362,895 | - | - | 1,362,895 |
| Public safety | 2,023,731 | - | - | 2,023,731 |
| Culture and recreation | 1,837,610 | - | - | 1,837,610 |
| Housing and development | 118,277 | - | - | 118,277 |
| Capital Outlay | - | 110,799 | - | 110,799 |
| Debt Service: | | | | |
| Principal | - | - | 994,541 | 994,541 |
| Interest | - | - | 111,809 | 111,809 |
| Total Expenditures | 5,342,513 | 110,799 | 1,106,350 | 6,559,662 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (1,395,682) | (110,464) | (696,280) | (2,202,426) |
| Other Financing Sources (Uses) | | | | |
| Transfers in | 1,574,517 | - | 696,280 | 2,270,797 |
| Transfers (out) | (98,364) | - | - | (98,364) |
| Total Other Financing Sources (Uses) | 1,476,153 | - | 696,280 | 2,172,433 |
| Net change in fund balances | 80,471 | (110,464) | - | (29,993) |
| Fund Balances Beginning of Year | 942,825 | 137,381 | - | 1,080,206 |
| Fund Balances End of Year | \$ 1,023,296 | \$ 26,917 | \$ - | \$ 1,050,213 |

GENERAL FUND

Troup County, Georgia
General Fund
Schedule of Revenues - Budget and Actual
For The Year Ended June 30, 2018

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|----------------------------|-------------------------|-----------------------|---|
| Property taxes: | | | | |
| Real | \$ 20,677,840 | \$ 20,677,840 | \$ 20,706,613 | \$ 28,773 |
| Intangible | 314,000 | 314,000 | 341,196 | 27,196 |
| Motor vehicle | <u>2,167,886</u> | <u>2,167,886</u> | <u>2,257,967</u> | <u>90,081</u> |
| Total Property Taxes | <u>23,159,726</u> | <u>23,159,726</u> | <u>23,305,776</u> | <u>146,050</u> |
| Selective taxes: | | | | |
| Local option sales tax | 4,732,000 | 4,732,000 | 5,070,408 | 338,408 |
| Railroad tax | 22,000 | 22,000 | 28,649 | 6,649 |
| Beverage tax | 160,000 | 160,000 | 187,303 | 27,303 |
| Franchise tax | 320,000 | 320,000 | 331,313 | 11,313 |
| Business and Occupation Tax | 107,000 | 107,000 | 111,130 | 4,130 |
| Excise Tax | 750,000 | 750,000 | 778,541 | 28,541 |
| Insurance premium tax | <u>1,770,000</u> | <u>1,770,000</u> | <u>1,911,133</u> | <u>141,133</u> |
| Total Selective Taxes | <u>7,861,000</u> | <u>7,861,000</u> | <u>8,418,477</u> | <u>557,477</u> |
| Intergovernmental-State of Georgia | | | | |
| Department of Corrections - inmate subsidy | - | - | 90 | 90 |
| GEMA - K9 Grant | 3,000 | 3,000 | - | (3,000) |
| Judicial Council Grant | 38,377 | 45,150 | 56,437 | 11,287 |
| Judicial Circuit ADR Reimbursement | <u>60,614</u> | <u>60,614</u> | <u>64,812</u> | <u>4,198</u> |
| Total Intergovernmental-State of Georgia | <u>\$ 101,991</u> | <u>\$ 108,764</u> | <u>\$ 121,339</u> | <u>\$ 12,575</u> |

(continued)

Troup County, Georgia
General Fund
Schedule of Revenues - Budget and Actual
For The Year Ended June 30, 2018

(Continued)

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|----------------------------|-------------------------|-------------------|---|
| Intergovernmental-Federal Government | | | | |
| Criminal Justice Coordinating Council: | | | | |
| Bulletproof Vest funds | \$ 2,875 | \$ 2,875 | \$ 2,049 | \$ (826) |
| Byrne - JAG | 6,500 | 6,500 | - | (6,500) |
| FEMA: | | | | |
| Hurricane Irma - FEMA-4338-DR-GA | - | - | 85,205 | 85,205 |
| EMA Salary Supplement | 11,982 | 11,982 | 11,508 | (474) |
| U.S. Department of Defense, | | | | |
| Army Corps of Engineers flood funds | 22,300 | 22,300 | 24,890 | 2,590 |
| US Department of Treasury: | | | | |
| Three Rivers Regional Commission | 48,445 | 80,045 | 106,504 | 26,459 |
| West Point Lake payment in lieu of taxes | 110,000 | 110,000 | 107,397 | (2,603) |
| West Point Lake patrol | 21,000 | 21,000 | 17,696 | (3,304) |
| Total Intergovernmental-Federal Government | <u>223,102</u> | <u>254,702</u> | <u>355,249</u> | <u>100,547</u> |
| Intergovernmental-Local Governments | | | | |
| City of LaGrange, Georgia: | | | | |
| Payment in lieu of taxes for housing authority | 13,300 | 13,300 | 14,299 | 999 |
| City of Hogansville, Georgia: | | | | |
| Fire service | 190,000 | 190,000 | 205,262 | 15,262 |
| Payment in lieu of taxes | 300 | 300 | 374 | 74 |
| LaGrange Development Authority: | | | | |
| Payment in lieu of taxes | 546,000 | 546,000 | 520,750 | (25,250) |
| West Point Development Authority: | | | | |
| Payment in lieu of taxes | 401,000 | 401,000 | 419,432 | 18,432 |
| Troup County Board of Education - resource officer | 150,000 | 150,000 | 150,000 | - |
| Total Intergovernmental-Local Governments | <u>1,300,600</u> | <u>1,300,600</u> | <u>1,310,117</u> | <u>9,517</u> |
| Total Intergovernmental | <u>1,625,693</u> | <u>1,664,066</u> | <u>1,786,705</u> | <u>122,639</u> |
| Licenses and Permits: | | | | |
| Alcoholic beverage licenses | 15,000 | 15,000 | 15,145 | 145 |
| Building/trailer permits | 157,500 | 157,500 | 229,300 | 71,800 |
| Bank licenses | 165,000 | 165,000 | 176,414 | 11,414 |
| Driveway/timber permits | 11,000 | 11,000 | 14,950 | 3,950 |
| Other Licenses and Permits | 129,900 | 129,900 | 108,576 | (21,324) |
| Total Licenses and Permits | <u>\$ 478,400</u> | <u>\$ 478,400</u> | <u>\$ 544,385</u> | <u>\$ 65,985</u> |

(Continued)

Troup County, Georgia
General Fund
Schedule of Revenues - Budget and Actual
For The Year Ended June 30, 2018

(Continued)

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|---|----------------------------|-------------------------|----------------------|---|
| Charges for Services: | | | | |
| Magistrate court | \$ 325,000 | \$ 325,000 | \$ 409,686 | \$ 84,686 |
| Superior court | 200,000 | 200,000 | 209,315 | 9,315 |
| State court | 50,000 | 50,000 | 76,700 | 26,700 |
| Probate | 88,000 | 88,000 | 77,967 | (10,033) |
| Sheriff | 591,100 | 636,968 | 692,374 | 55,406 |
| Commission fees | 1,105,500 | 1,105,500 | 1,244,027 | 138,527 |
| Detention and correction services | 14,000 | 14,000 | 12,277 | (1,723) |
| Indigent defense fees | 28,000 | 28,000 | 18,964 | (9,036) |
| Parks and recreation | 264,018 | 264,018 | 262,389 | (1,629) |
| Miscellaneous | 572,475 | 572,475 | 561,524 | (10,951) |
| Total Charges for Services | 3,238,093 | 3,283,961 | 3,565,223 | 281,262 |
| Fines and forfeitures: | | | | |
| Magistrate court | 13,000 | 13,000 | 21,855 | 8,855 |
| State court | 694,667 | 694,667 | 1,174,097 | 479,430 |
| Superior court | 135,000 | 135,000 | 113,821 | (21,179) |
| Juvenile court | 17,000 | 17,000 | 13,586 | (3,414) |
| Seized drug funds | - | 933,000 | 852,102 | (80,898) |
| Jail 10% fine | 167,700 | 167,700 | 225,349 | 57,649 |
| Contempt | 800 | 800 | 690 | (110) |
| Attorneys' fees | 17,500 | 17,500 | 14,981 | (2,519) |
| Total Fines and forfeitures | 1,045,667 | 1,978,667 | 2,416,481 | 437,814 |
| Miscellaneous: | | | | |
| Investment earnings | 27,000 | 27,000 | 152,892 | 125,892 |
| Contributions/sponsors support | 114,603 | 114,603 | 107,954 | (6,649) |
| Other | 449,492 | 449,492 | 561,606 | 112,114 |
| Total Miscellaneous | 591,095 | 591,095 | 822,452 | 231,357 |
| Total Revenues | 37,999,674 | 39,016,915 | 40,859,499 | 1,842,584 |
| Other Financing Sources | | | | |
| Sale of capital assets | 23,000 | 950,070 | 685,520 | (264,550) |
| Issuance of capital lease | - | 927,070 | 916,650 | (10,420) |
| Transfers in | 322,500 | 322,500 | 98,364 | (224,136) |
| Total Other Financing Sources | 345,500 | 2,199,640 | 1,700,534 | (499,106) |
| Total Revenues and Other Financing Sources | \$ 38,345,174 | \$ 41,216,555 | \$ 42,560,033 | \$ 1,343,478 |

Troup County, Georgia
General Fund
Schedule of Expenditures - Budget and Actual
For The Year Ended June 30, 2018

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|---|----------------------------|-------------------------|----------------------|---|
| General Government | | | | |
| Legislative | \$ 187,671 | \$ 229,799 | \$ 195,968 | \$ 33,831 |
| Executive | 357,761 | 407,137 | 407,133 | 4 |
| Elections | 381,517 | 383,024 | 322,973 | 60,051 |
| Financial Administration | 3,488,331 | 3,512,222 | 3,440,744 | 71,478 |
| Other | 1,500,493 | 1,051,485 | 738,301 | 313,184 |
| Total General Government | <u>5,915,773</u> | <u>5,583,667</u> | <u>5,105,119</u> | <u>478,548</u> |
| Judicial | <u>6,107,994</u> | <u>6,167,690</u> | <u>5,971,701</u> | <u>195,989</u> |
| Public Safety | | | | |
| Police protection | 12,357,536 | 13,719,194 | 13,687,940 | 31,254 |
| Fire protection | 4,440,603 | 4,479,402 | 4,296,461 | 182,941 |
| Coroner | 106,837 | 107,277 | 101,132 | 6,145 |
| Other | 558,568 | 595,859 | 595,761 | 98 |
| Total Public Safety | <u>17,463,544</u> | <u>18,901,732</u> | <u>18,681,294</u> | <u>220,438</u> |
| Highway and Streets | | | | |
| Highway and streets | 2,597,686 | 3,124,977 | 3,124,879 | 98 |
| County shop | 561,678 | 535,302 | 449,634 | 85,668 |
| Total Highway and Streets | <u>3,159,364</u> | <u>3,660,279</u> | <u>3,574,513</u> | <u>85,766</u> |
| Health and Welfare | | | | |
| Health | 317,058 | 317,058 | 249,747 | 67,311 |
| Welfare | 83,935 | 89,435 | 89,435 | - |
| Public education | 135,422 | 143,922 | 127,550 | 16,372 |
| Total Health and Welfare | <u>536,415</u> | <u>550,415</u> | <u>466,732</u> | <u>83,683</u> |
| Culture and Recreation | | | | |
| Recreation | 1,982,985 | 2,102,146 | 2,102,098 | 48 |
| Parks | 1,067,157 | 1,074,918 | 1,069,652 | 5,266 |
| Libraries | 548,875 | 558,875 | 558,850 | 25 |
| Total Culture and Recreation | <u>3,599,017</u> | <u>3,735,939</u> | <u>3,730,600</u> | <u>5,339</u> |
| Housing and Development | | | | |
| Conservation | 71,429 | 124,845 | 124,838 | 7 |
| Protective inspection | 236,911 | 238,387 | 238,381 | 6 |
| Planning and zoning | 250,680 | 253,850 | 242,174 | 11,676 |
| Economic opportunity | 110,952 | 111,835 | 103,132 | 8,703 |
| Total Housing and Development | <u>669,972</u> | <u>728,917</u> | <u>708,525</u> | <u>20,392</u> |
| Total Expenditures | 37,452,079 | 39,328,639 | 38,238,484 | 1,090,155 |
| Other Financing Uses - Transfers out | <u>893,095</u> | <u>1,054,801</u> | <u>1,894,346</u> | <u>(839,545)</u> |
| Total Expenditures and Other Financing Uses | <u>\$ 38,345,174</u> | <u>\$ 40,383,440</u> | <u>\$ 40,132,830</u> | <u>\$ 250,610</u> |

(This page intentionally left blank.)

NONMAJOR SPECIAL REVENUE FUNDS

Troup County, Georgia
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2018

| | 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 | \$ 709,491 | \$ 103,014 | 160,294 | \$ 93,225 | \$ 9,072 | \$ - | \$ - | \$ - | \$ - | \$ 1,075,096 |
| Accounts receivable | - | - | - | - | - | 1,375 | 332,587 | 21,777 | 4,617 | 360,356 |
| Intergovernmental receivable | 2,523 | - | 3,980 | - | 4,116 | - | - | - | 361,652 | 372,271 |
| Total Assets | \$ 712,014 | \$ 103,014 | \$ 164,274 | \$ 93,225 | \$ 13,188 | \$ 1,375 | \$ 332,587 | \$ 21,777 | \$ 366,269 | \$ 1,807,723 |
| Liabilities and Fund Balances | | | | | | | | | | |
| Liabilities | | | | | | | | | | |
| Accounts payable | \$ - | \$ - | \$ 1,750 | \$ 1,365 | \$ - | \$ 18,249 | \$ 14,840 | \$ 13,314 | \$ 77,143 | \$ 126,661 |
| Due to other funds | 22,823 | - | - | - | - | 64,829 | 317,747 | 8,463 | 243,904 | 657,766 |
| Total Liabilities | 22,823 | - | 1,750 | 1,365 | - | 83,078 | 332,587 | 21,777 | 321,047 | 784,427 |
| Fund Balances | | | | | | | | | | |
| Restricted for program purposes | 689,191 | 103,014 | 162,524 | 91,860 | 13,188 | - | - | - | 45,222 | 1,104,999 |
| Unassigned | - | - | - | - | - | (81,703) | - | - | - | (81,703) |
| Total Fund Balances | 689,191 | 103,014 | 162,524 | 91,860 | 13,188 | (81,703) | - | - | 45,222 | 1,023,296 |
| Total Liabilities and Fund Balances | \$ 712,014 | \$ 103,014 | \$ 164,274 | \$ 93,225 | \$ 13,188 | \$ 1,375 | \$ 332,587 | \$ 21,777 | \$ 366,269 | \$ 1,807,723 |

Troup County, Georgia
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For The Year Ended June 30, 2018

| | 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 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 91 | \$ 69,990 | \$ - | \$ 70,081 |
| Intergovernmental | - | - | - | - | - | - | - | - | 1,640,957 | 1,640,957 |
| Charges for services | 241,363 | - | - | 22,048 | - | 220,258 | 1,179,778 | - | 71,968 | 1,735,415 |
| Fines and forfeitures | 73,957 | 26,352 | 84,876 | - | 109,433 | - | - | - | - | 294,618 |
| Investment earnings | 504 | 23 | - | 96 | 5 | - | - | - | - | 628 |
| Contributions | - | - | - | - | - | 16,800 | - | - | 111,771 | 128,571 |
| Other | - | - | - | - | - | 60,397 | 13,067 | - | 3,097 | 76,561 |
| Total Revenues | 315,824 | 26,375 | 84,876 | 22,144 | 109,438 | 297,455 | 1,192,936 | 69,990 | 1,827,793 | 3,946,831 |
| Expenditures | | | | | | | | | | |
| Current: | | | | | | | | | | |
| Judicial | 171,356 | 22,624 | 83,599 | 26,192 | 108,579 | - | - | - | 950,545 | 1,362,895 |
| Public safety | - | - | - | - | - | - | 1,999,006 | - | 24,725 | 2,023,731 |
| Culture and recreation | - | - | - | - | - | 714,997 | - | - | 1,122,613 | 1,837,610 |
| Housing and development | - | - | - | - | - | - | - | 43,744 | 74,533 | 118,277 |
| Total Expenditures | 171,356 | 22,624 | 83,599 | 26,192 | 108,579 | 714,997 | 1,999,006 | 43,744 | 2,172,416 | 5,342,513 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 144,468 | 3,751 | 1,277 | (4,048) | 859 | (417,542) | (806,070) | 26,246 | (344,623) | (1,395,682) |
| Other Financing Sources (Uses): | | | | | | | | | | |
| Transfers in | - | - | - | - | - | 376,451 | 806,070 | - | 391,996 | 1,574,517 |
| Transfers (out) | (72,118) | - | - | - | - | - | - | (26,246) | - | (98,364) |
| Total Other Financing Sources (Uses) | (72,118) | - | - | - | - | 376,451 | 806,070 | (26,246) | 391,996 | 1,476,153 |
| Net change in fund balances | 72,350 | 3,751 | 1,277 | (4,048) | 859 | (41,091) | - | - | 47,373 | 80,471 |
| Fund Balances Beginning of Year | 616,841 | 99,263 | 161,247 | 95,908 | 12,329 | (40,612) | - | - | (2,151) | 942,825 |
| Fund Balances End of Year | \$ 689,191 | \$ 103,014 | \$ 162,524 | \$ 91,860 | \$ 13,188 | \$ (81,703) | \$ - | \$ - | \$ 45,222 | \$ 1,023,296 |

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, 2018

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|----------------------------|-------------------------|-------------------|---|
| Revenues | | | | |
| Intergovernmental | \$ 268,703 | \$ - | \$ - | \$ - |
| Charges for services | 78,000 | 122,000 | 241,363 | 119,363 |
| Fines and forfeitures | 100,000 | 100,000 | 73,957 | (26,043) |
| Investment earnings | 200 | 200 | 504 | 304 |
| Total Revenues | 446,903 | 222,200 | 315,824 | 93,624 |
| Expenditures | | | | |
| Current: | | | | |
| Judicial | 446,903 | 171,367 | 171,356 | 11 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | - | 50,833 | 144,468 | 93,635 |
| Other Financing Sources (Uses): | | | | |
| Transfers (out) | - | (50,833) | (72,118) | (21,285) |
| Net change in fund balances | <u>\$ -</u> | <u>\$ -</u> | 72,350 | <u>\$ 72,350</u> |
| Fund Balances Beginning of Year | | | <u>616,841</u> | |
| Fund Balances End of Year | | | <u>\$ 689,191</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, 2018

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|----------------------------|-------------------------|-------------------|---|
| Revenues | | | | |
| Fines and forfeitures | \$ 20,000 | \$ 23,800 | \$ 26,352 | \$ 2,552 |
| Investment earnings | - | - | 23 | 23 |
| Total Revenues | <u>20,000</u> | <u>23,800</u> | <u>26,375</u> | <u>2,575</u> |
| Expenditures | | | | |
| Current: | | | | |
| Judicial | <u>20,000</u> | <u>23,800</u> | <u>22,624</u> | <u>1,176</u> |
| Total Expenditures | <u>20,000</u> | <u>23,800</u> | <u>22,624</u> | <u>1,176</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>\$ -</u> | <u>\$ -</u> | 3,751 | <u>\$ 3,751</u> |
| Fund Balances Beginning of Year | | | <u>99,263</u> | |
| Fund Balances End of Year | | | <u>\$ 103,014</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, 2018

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|----------------------------|-------------------------|-------------------|---|
| Revenues | | | | |
| Fines and forfeitures | \$ 136,000 | \$ 136,000 | \$ 84,876 | \$ (51,124) |
| Total Revenues | <u>136,000</u> | <u>136,000</u> | <u>84,876</u> | <u>(51,124)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Judicial | 136,000 | 136,000 | 83,599 | 52,401 |
| Total Expenditures | <u>136,000</u> | <u>136,000</u> | <u>83,599</u> | <u>52,401</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>\$ -</u> | <u>\$ -</u> | 1,277 | <u>\$ 1,277</u> |
| Fund Balances Beginning of Year | | | <u>161,247</u> | |
| Fund Balances End of Year | | | <u>\$ 162,524</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, 2018

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|----------------------------|-------------------------|------------------|---|
| Revenues | | | | |
| Charges for services | \$ 30,000 | \$ 30,000 | \$ 22,048 | \$ (7,952) |
| Investment earnings | 100 | 100 | 96 | (4) |
| Total Revenues | <u>30,100</u> | <u>30,100</u> | <u>22,144</u> | <u>(7,956)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Judicial | 80,000 | 80,000 | 26,192 | 53,808 |
| Total Expenditures | <u>80,000</u> | <u>80,000</u> | <u>26,192</u> | <u>53,808</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (49,900) | (49,900) | (4,048) | 45,852 |
| Fund Balances Beginning of Year | <u>49,900</u> | <u>49,900</u> | <u>95,908</u> | <u>46,008</u> |
| Fund Balances End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 91,860</u> | <u>\$ 91,860</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, 2018

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|----------------------------|-------------------------|------------------|---|
| Revenues | | | | |
| Fines and forfeitures | \$ 99,990 | \$ 108,590 | \$ 109,433 | \$ 843 |
| Investment earnings | 10 | 10 | 5 | (5) |
| Total Revenues | <u>100,000</u> | <u>108,600</u> | <u>109,438</u> | <u>838</u> |
| Expenditures | | | | |
| Current: | | | | |
| Judicial | <u>100,000</u> | <u>108,600</u> | <u>108,579</u> | <u>21</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>\$ -</u> | <u>\$ -</u> | 859 | <u>\$ 859</u> |
| Fund Balances Beginning of Year | | | <u>12,329</u> | |
| Fund Balances End of Year | | | <u>\$ 13,188</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, 2018

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|----------------------------|-------------------------|---------------------------|---|
| Revenues | | | | |
| Charges for services | \$ 187,500 | \$ 231,046 | \$ 220,258 | \$ (10,788) |
| Contributions | 12,650 | 12,650 | 16,800 | 4,150 |
| Other | 92,000 | 92,000 | 60,397 | (31,603) |
| Total Revenues | <u>292,150</u> | <u>335,696</u> | <u>297,455</u> | <u>(38,241)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Culture and recreation | 689,347 | 715,039 | 714,997 | 42 |
| Total Expenditures | <u>689,347</u> | <u>715,039</u> | <u>714,997</u> | <u>42</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (397,197) | (379,343) | (417,542) | (38,199) |
| Other Financing Sources (Uses): | | | | |
| Transfers in | 376,451 | 379,343 | 376,451 | (2,892) |
| Net change in fund balances | (20,746) | - | (41,091) | (41,091) |
| Fund Balances Beginning of Year | <u>20,746</u> | <u>-</u> | <u>(40,612)</u> | <u>(40,612)</u> |
| Fund Balances End of Year | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> | <u><u>\$ (81,703)</u></u> | <u><u>\$ (81,703)</u></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, 2018

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|----------------------------|-------------------------|------------------|---|
| Revenues | | | | |
| Other taxes | \$ - | \$ - | \$ 91 | \$ 91 |
| Charges for services | 1,295,083 | 1,385,908 | 1,179,778 | (206,130) |
| Other | 18,046 | 18,046 | 13,067 | (4,979) |
| Total Revenues | <u>1,313,129</u> | <u>1,403,954</u> | <u>1,192,936</u> | <u>(211,018)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Public safety | 1,908,187 | 2,015,302 | 1,999,006 | 16,296 |
| Total Expenditures | <u>1,908,187</u> | <u>2,015,302</u> | <u>1,999,006</u> | <u>16,296</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(595,058)</u> | <u>(611,348)</u> | <u>(806,070)</u> | <u>(194,722)</u> |
| Other Financing Sources (Uses): | | | | |
| Transfers in | 595,058 | 611,348 | 806,070 | 194,722 |
| 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
Hotel/Motel Tax Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2018

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|----------------------------|-------------------------|---------------|---|
| Revenues | | | | |
| Other taxes | \$ 60,000 | \$ 70,000 | \$ 69,990 | \$ (10) |
| Expenditures | | | | |
| Current: | | | | |
| Housing and development | 37,500 | 47,500 | 43,744 | 3,756 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 22,500 | 22,500 | 26,246 | 3,746 |
| Other Financing Sources (Uses): | | | | |
| Transfers (out) | (22,500) | (22,500) | (26,246) | (3,746) |
| 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, 2018

| | Original Budget | Final Budget | Actual | Variance Positive (Negative) |
|--|----------------------------|-------------------------|------------------|---|
| Revenues | | | | |
| Intergovernmental | \$ 885,861 | \$ 1,729,668 | \$ 1,640,957 | \$ (88,711) |
| Charges for services | 18,321 | 203,765 | 71,968 | (131,797) |
| Contributions | 111,995 | 111,995 | 111,771 | (224) |
| Other | 4,000 | 4,000 | 3,097 | (903) |
| Total Revenues | <u>1,020,177</u> | <u>2,049,428</u> | <u>1,827,793</u> | <u>(221,635)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Judicial | 256,101 | 1,186,237 | 950,545 | 235,692 |
| Public safety | 24,000 | 37,500 | 24,725 | 12,775 |
| Culture and recreation | 1,038,114 | 1,122,697 | 1,122,613 | 84 |
| Housing and development | - | 74,600 | 74,533 | 67 |
| Total Expenditures | <u>1,318,215</u> | <u>2,421,034</u> | <u>2,172,416</u> | <u>248,618</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (298,038) | (371,606) | (344,623) | 26,983 |
| Other Financing Sources (Uses): | | | | |
| Transfers in | <u>298,038</u> | <u>371,606</u> | <u>391,996</u> | <u>20,390</u> |
| Net change in fund balances | <u>\$ -</u> | <u>\$ -</u> | 47,373 | <u>\$ 47,373</u> |
| Fund Balances Beginning of Year | | | <u>(2,151)</u> | |
| Fund Balances End of Year | | | <u>\$ 45,222</u> | |

NONMAJOR CAPITAL PROJECT FUNDS

Troup County, Georgia
Combining Balance Sheet
Nonmajor Capital Project Funds
June 30, 2018

| | SPLOST III Capital Project Fund | SPLOST V County Specific Capital Project Fund | Total Nonmajor Capital Project Funds |
|--|--|--|---|
| Assets | | | |
| Cash and cash equivalents | \$ 53,538 | \$ - | \$ 53,538 |
| Total Assets | \$ 53,538 | \$ - | \$ 53,538 |
| Liabilities and Fund Balances | | | |
| Liabilities | | | |
| Due to other funds | \$ - | \$ 26,621 | \$ 26,621 |
| Total Liabilities | - | 26,621 | 26,621 |
| Fund Balances | | | |
| Restricted for capital outlay | 53,538 | - | 53,538 |
| Unassigned | - | (26,621) | (26,621) |
| Total Fund Balances | 53,538 | (26,621) | 26,917 |
| Total Liabilities and Fund Balances | \$ 53,538 | \$ - | \$ 53,538 |

Troup County, Georgia
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances -
 Nonmajor Capital Project Funds
 For The Year Ended June 30, 2018*

| | SPLOST III Capital Project Fund | SPLOST V County Specific Capital Project Fund | Total Nonmajor Capital Project Funds |
|--|--|--|---|
| Revenues | | | |
| Investment earnings | \$ 335 | \$ - | \$ 335 |
| Total Revenues | <u>335</u> | <u>-</u> | <u>335</u> |
| Expenditures | | | |
| Capital Outlay | 84,178 | 26,621 | 110,799 |
| Total Expenditures | <u>84,178</u> | <u>26,621</u> | <u>110,799</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (83,843) | (26,621) | (110,464) |
| Fund Balances Beginning of Year | <u>137,381</u> | <u>-</u> | <u>137,381</u> |
| Fund Balances End of Year | <u>\$ 53,538</u> | <u>\$ (26,621)</u> | <u>\$ 26,917</u> |

(This page is intentionally left blank.)

NONMAJOR DEBT SERVICE FUND

Troup County, Georgia
Debt Service Fund - General Obligations
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For The Year Ended June 30, 2018

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|----------------------------|-------------------------|------------------|---|
| Revenues | | | | |
| Taxes - property | \$ 460,202 | \$ 460,202 | \$ 393,087 | \$ (67,115) |
| Intergovernmental | 21,305 | 21,305 | 16,983 | (4,322) |
| Total Revenues | <u>481,507</u> | <u>481,507</u> | <u>410,070</u> | <u>(71,437)</u> |
| Expenditures | | | | |
| Debt Service: | | | | |
| Principal | 367,451 | 992,451 | 994,541 | (2,090) |
| Interest | 114,056 | 114,056 | 111,809 | 2,247 |
| Total Expenditures | <u>481,507</u> | <u>1,106,507</u> | <u>1,106,350</u> | <u>157</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | - | (625,000) | (696,280) | (71,280) |
| Other Financing Sources (Uses) | | | | |
| Transfers in | - | 625,000 | 696,280 | 71,280 |
| Net change in fund balance | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Fund Balances Beginning of Year | | | - | |
| Fund Balances End of Year | | | <u>\$ -</u> | |

INTERNAL SERVICE FUNDS

Troup County, Georgia
Combining Statement of Net Position
Internal Service Funds
June 30, 2018

| | Employee Benefit Fund | Government Services Fund | Total |
|---------------------------|----------------------------------|-------------------------------------|-------------------|
| Assets | | | |
| Current assets: | | | |
| Cash and cash equivalents | \$ 385,314 | \$ - | \$ 385,314 |
| Accounts Receivables, net | 13,783 | 6,383 | 20,166 |
| Due from other funds | 244,982 | 56,685 | 301,667 |
| Prepaid items | 27,482 | - | 27,482 |
| Deposits | 18,292 | - | 18,292 |
| Inventory | - | 34,256 | 34,256 |
| Total assets | 689,853 | 97,324 | 787,177 |
| Liabilities | | | |
| Current Liabilities: | | | |
| Accounts payable | 50,657 | 13,088 | 63,745 |
| Accrued expenses | 63 | - | 63 |
| Due to other funds | 155,151 | 42,642 | 197,793 |
| Claims payable | 363,982 | - | 363,982 |
| Total liabilities | 569,853 | 55,730 | 625,583 |
| Net Position | | | |
| Unrestricted | 120,000 | 41,594 | 161,594 |
| Total net position | \$ 120,000 | \$ 41,594 | \$ 161,594 |

Troup County, Georgia
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended June 30, 2018

| | Employee Benefit Fund | Government Services Fund | Total |
|---------------------------------|----------------------------------|-------------------------------------|-------------------|
| Revenues | | | |
| Charges to other funds | \$ 7,222,295 | \$ 787,668 | \$ 8,009,963 |
| Total operating revenues | <u>7,222,295</u> | <u>787,668</u> | <u>8,009,963</u> |
| Operating expenses | | | |
| Contractual services | 1,208,844 | - | 1,208,844 |
| Benefit claims and expenses | 5,852,544 | - | 5,852,544 |
| Insurance expense | 27,483 | - | 27,483 |
| Communications | - | 38,272 | 38,272 |
| Repairs and maintenance | - | 155,690 | 155,690 |
| Supplies and expenses | 13,424 | 593,706 | 607,130 |
| Total operating expenses | <u>7,102,295</u> | <u>787,668</u> | <u>7,889,963</u> |
| Operating income (loss) | 120,000 | - | 120,000 |
| Net position, beginning | <u>-</u> | <u>41,594</u> | <u>41,594</u> |
| Net position, ending | <u>\$ 120,000</u> | <u>\$ 41,594</u> | <u>\$ 161,594</u> |

Troup County, Georgia
Combining Statement of Cash Flows - Internal Service Funds
For the Year Ended June 30, 2018

| | <u>Employee Benefit Fund</u> | <u>Government Services Fund</u> | <u>Totals</u> |
|---|----------------------------------|-------------------------------------|---------------------|
| Cash Flows From Operating Activities: | | | |
| Cash received from customers and users | \$ 7,120,172 | \$ 1,009,136 | \$ 8,129,308 |
| Cash paid to suppliers | (7,983,028) | (1,009,136) | (8,992,164) |
| Net Cash Used in Operating Activities | <u>(862,856)</u> | <u>-</u> | <u>(862,856)</u> |
| Net Increase (Decrease) in Cash and | | | |
| Cash Equivalents | (862,856) | - | (862,856) |
| Cash and Cash Equivalents at Beginning of Year | <u>1,248,170</u> | <u>-</u> | <u>1,248,170</u> |
| Cash and Cash Equivalents at End of Year | <u>\$ 385,314</u> | <u>\$ -</u> | <u>\$ 385,314</u> |
| Reconciliation of Net Operations | | | |
| Income to Net Cash (Used in) | | | |
| Provided By Operating Activities: | | | |
| Operating net income | \$ 120,000 | \$ - | \$ 120,000 |
| Decrease (increase) in: | | | |
| Accounts receivable | (10,212) | 872 | (9,340) |
| Due from other funds | (91,911) | 220,596 | 128,685 |
| Prepaid items | (27,482) | - | (27,482) |
| Deposits | (18,292) | - | (18,292) |
| Inventory | - | (34,256) | (34,256) |
| (Decrease) increase in: | | | |
| Accounts payable | (8,844) | (15,262) | (24,106) |
| Accrued expenses | 63 | - | 63 |
| Due to other funds | (769,031) | (171,950) | (940,981) |
| Claims payable | (57,147) | - | (57,147) |
| Net Cash Flows Used in | | | |
| Operating Activities | <u>\$ (862,856)</u> | <u>\$ -</u> | <u>\$ (862,856)</u> |

FIDUCIARY FUNDS

Troup County, Georgia
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For The Year Ended June 30, 2018

| Tax Commissioner | Balance July 1, 2017 | Additions | Deductions | Balance June 30, 2018 |
|---|---------------------------------|-----------------------|-----------------------|----------------------------------|
| Assets | | | | |
| Cash | \$ 747,919 | \$ 79,626,297 | \$ 79,472,435 | \$ 901,781 |
| Taxes receivable | 183,564 | 58,992,761 | 58,978,296 | 198,029 |
| Total Assets | \$ 931,483 | \$ 138,619,058 | \$ 138,450,731 | \$ 1,099,810 |
| Liabilities | | | | |
| Taxes payable to others upon collection | \$ 183,564 | \$ 58,992,761 | \$ 58,978,296 | \$ 198,029 |
| Due to other entities | 747,919 | 79,626,297 | 79,472,435 | 901,781 |
| Total Liabilities | \$ 931,483 | \$ 138,619,058 | \$ 138,450,731 | \$ 1,099,810 |
| Special Escrow | | | | |
| Special Escrow | Balance July 1, 2017 | Additions | Deductions | Balance June 30, 2018 |
| Assets | | | | |
| Cash | \$ 142,643 | \$ - | \$ - | \$ 142,643 |
| Liabilities | | | | |
| Due to other entities | \$ 142,643 | \$ - | \$ - | \$ 142,643 |
| Probate Judge | | | | |
| Probate Judge | Balance July 1, 2017 | Additions | Deductions | Balance June 30, 2018 |
| Assets | | | | |
| Cash | \$ 1,220 | \$ 32,001 | \$ 31,779 | \$ 1,442 |
| Liabilities | | | | |
| Due to other entities | \$ 1,220 | \$ 32,001 | \$ 31,779 | \$ 1,442 |
| Magistrate Judge | | | | |
| Magistrate Judge | Balance July 1, 2017 | Additions | Deductions | Balance June 30, 2018 |
| Assets | | | | |
| Cash | \$ 72,985 | \$ 505,152 | \$ 503,008 | \$ 75,129 |
| Liabilities | | | | |
| Due to other entities | \$ 72,985 | \$ 505,152 | \$ 503,008 | \$ 75,129 |

(Continued)

Troup County, Georgia
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For The Year Ended June 30, 2018

(Continued)

| Sheriff | Balance July 1, 2017 | Additions | Deductions | Balance June 30, 2018 |
|------------------------------|---------------------------------|---------------------|---------------------|----------------------------------|
| Assets | | | | |
| Cash | \$ 1,564,446 | \$ 1,558,873 | \$ 2,513,823 | \$ 609,496 |
| Liabilities | | | | |
| Due to other entities | \$ 20,264 | \$ 22,048 | \$ 28,976 | \$ 13,336 |
| Escrow bond and tax deposits | 241,330 | 55,100 | 48,437 | 247,993 |
| Federal forfeiture funds | 82,742 | 71,244 | 127,007 | 26,979 |
| Confiscated funds | 887,029 | 113,284 | 964,197 | 36,116 |
| Inmate funds | 333,081 | 1,297,197 | 1,345,206 | 285,072 |
| Total Liabilities | \$ 1,564,446 | \$ 1,558,873 | \$ 2,513,823 | \$ 609,496 |
| | | | | |
| Juvenile Court | Balance July 1, 2017 | Additions | Deductions | Balance June 30, 2018 |
| Assets | | | | |
| Cash | \$ 13,755 | \$ 11,892 | \$ 20,597 | \$ 5,050 |
| Liabilities | | | | |
| Due to other entities | \$ 13,755 | \$ 11,892 | \$ 20,597 | \$ 5,050 |
| | | | | |
| Clerk of State Court | Balance July 1, 2017 | Additions | Deductions | Balance June 30, 2018 |
| Assets | | | | |
| Cash | \$ 299,118 | \$ 2,188,647 | \$ 2,174,728 | \$ 313,037 |
| Liabilities | | | | |
| Due to other entities | \$ 162,176 | \$ 1,634,274 | \$ 1,612,871 | \$ 183,579 |
| Deferred liabilities | 136,942 | 554,373 | 561,857 | 129,458 |
| Total Liabilities | \$ 299,118 | \$ 2,188,647 | \$ 2,174,728 | \$ 313,037 |

(Continued)

Troup County, Georgia
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For The Year Ended June 30, 2018

(Continued)

| Clerk of Superior Court | Balance July 1, 2017 | Additions | Deductions | Balance June 30, 2018 |
|------------------------------------|---------------------------------|-------------------|-------------------|----------------------------------|
| Assets | | | | |
| Cash | \$ 411,904 | \$ 1,247,386 | \$ 1,100,371 | \$ 558,919 |
| Liabilities | | | | |
| Due to other entities | \$ 411,904 | \$ 1,247,386 | \$ 1,100,371 | \$ 558,919 |
| | | | | |
| Jail Annex and Work Release | Balance July 1, 2017 | Additions | Deductions | Balance June 30, 2018 |
| Assets | | | | |
| Cash | \$ 11,806 | \$ 273,011 | \$ 280,700 | \$ 4,117 |
| Liabilities | | | | |
| Due to other entities | \$ 3,671 | \$ - | \$ 3,671 | \$ - |
| Inmate funds | 8,135 | 273,011 | 277,029 | 4,117 |
| Total Liabilities | \$ 11,806 | \$ 273,011 | \$ 280,700 | \$ 4,117 |
| | | | | |
| Cell Tower Escrow | Balance July 1, 2017 | Additions | Deductions | Balance June 30, 2018 |
| Assets | | | | |
| Cash | \$ 37,045 | \$ 8,041 | \$ 5,541 | \$ 39,545 |
| Liabilities | | | | |
| Due to other entities | \$ 37,045 | \$ 8,041 | \$ 5,541 | \$ 39,545 |

(Continued)

Troup County, Georgia
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For The Year Ended June 30, 2018

(Continued)

| Totals | Balance July 1, 2017 | Additions | Deductions | Balance June 30, 2018 |
|---|---------------------------------|-----------------------|-----------------------|----------------------------------|
| Assets | | | | |
| Cash | \$ 3,302,841 | \$ 85,451,300 | \$ 86,102,982 | \$ 2,651,159 |
| Taxes receivable | 183,564 | 58,992,761 | 58,978,296 | 198,029 |
| Total Assets | \$ 3,486,405 | \$ 144,444,061 | \$ 145,081,278 | \$ 2,849,188 |
| Liabilities | | | | |
| Taxes payable to others upon collection | \$ 183,564 | \$ 58,992,761 | \$ 58,978,296 | \$ 198,029 |
| Due to other entities | 1,613,582 | 83,087,091 | 82,779,249 | 1,921,424 |
| Escrow bond and tax deposits | 241,330 | 55,100 | 48,437 | 247,993 |
| Federal forfeiture funds | 82,742 | 71,244 | 127,007 | 26,979 |
| Confiscated funds | 887,029 | 113,284 | 964,197 | 36,116 |
| Inmate funds | 341,216 | 1,570,208 | 1,622,235 | 289,189 |
| Deferred liabilities | 136,942 | 554,373 | 561,857 | 129,458 |
| Total Liabilities | \$ 3,486,405 | \$ 144,444,061 | \$ 145,081,278 | \$ 2,849,188 |

(This page intentionally left blank.)

OTHER SCHEDULES

Troup County, Georgia
Schedule of Projects Constructed With Special Sales Tax Proceeds
Year Ended June 30, 2018

| Project | Original | Current | -----Expenditures----- | | Total | Estimated Percentage of Completion |
|--|---------------------|---------------------|------------------------|---------------------|---------------------|--|
| | Estimated Costs | Estimated Costs | Prior Years | Current Year | | |
| SPLOST III: | | | | | | |
| Infrastructure | \$43,800,000 | \$40,511,146 | \$40,378,402 | \$ 84,178 | \$40,462,580 | 99.9% |
| 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>\$64,081,018</u> | <u>\$ 84,178</u> | <u>\$64,165,196</u> | |
| SPLOST IV: | | | | | | |
| County-Wide: | | | | | | |
| Recreation | \$ 6,435,000 | \$ 6,435,000 | \$ 5,608,694 | \$ 381,645 | \$ 5,990,339 | 93.1% |
| Libraries | 1,386,000 | 1,386,000 | 1,034,648 | 17,144 | 1,051,792 | 75.9% |
| Court Technology System | 2,970,000 | 2,970,000 | 2,228,196 | 60,197 | 2,288,393 | 77.1% |
| Infrastructure | 12,078,000 | 12,078,000 | 4,564,965 | 1,043,401 | 5,608,366 | 46.4% |
| City of LaGrange | 19,750,500 | 19,750,500 | 13,439,850 | 3,179,146 | 16,618,996 | 84.1% |
| City of Hogansville | 3,465,000 | 3,465,000 | 2,357,868 | 557,745 | 2,915,613 | 84.1% |
| City of West Point | 3,465,000 | 3,465,000 | 2,357,868 | 557,745 | 2,915,613 | 84.1% |
| Administrative fees | 700,000 | 700,000 | 475,951 | 111,982 | 587,933 | 84.0% |
| | <u>\$50,249,500</u> | <u>\$50,249,500</u> | <u>\$32,068,040</u> | <u>\$ 5,909,005</u> | <u>\$37,977,045</u> | |
| County-Specific: | | | | | | |
| Infrastructure | \$17,226,000 | \$17,226,000 | \$ 3,173,358 | \$2,261,131 | \$ 5,434,489 | 31.5% |
| Public Safety, Energy Efficiency, and Sustainability | 2,524,500 | 2,524,500 | 1,470,029 | 4,485 | 1,474,514 | 58.4% |
| | <u>\$19,750,500</u> | <u>\$19,750,500</u> | <u>\$ 4,643,387</u> | <u>\$2,265,616</u> | <u>\$ 6,909,003</u> | |
| SPLOST V: | | | | | | |
| County-Wide: | | | | | | |
| Infrastructure | \$ 8,106,000 | \$ 8,106,000 | \$ - | \$ - | \$ - | 0.0% |
| Public Safety - E911 | 247,500 | 247,500 | - | - | - | 0.0% |
| Recreation | 13,315,500 | 13,315,500 | - | - | - | 0.0% |
| City of LaGrange | 19,750,500 | 19,750,500 | - | - | - | 0.0% |
| City of Hogansville | 3,465,000 | 3,465,000 | - | - | - | 0.0% |
| City of West Point | 3,465,000 | 3,465,000 | - | - | - | 0.0% |
| Administrative fees | 700,000 | 700,000 | - | - | - | 0.0% |
| | <u>\$49,049,500</u> | <u>\$49,049,500</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | |
| County-Specific: | | | | | | |
| Infrastructure | \$ 9,606,960 | \$ 9,606,960 | \$ - | \$ - | \$ - | 0.0% |
| Public Safety - Fire Dept | 7,995,240 | 7,995,240 | - | - | - | 0.0% |
| Vehicle/Equipment Replacement | 2,148,300 | 2,148,300 | - | 26,621 | 26,621 | 1.2% |
| | <u>\$19,750,500</u> | <u>\$19,750,500</u> | <u>\$ -</u> | <u>\$ 26,621</u> | <u>\$ 26,621</u> | |

Troup County, Georgia
Reconciliation of Schedule of Projects Constructed With Special Sales Tax Proceeds to
Statements of Revenues, Expenditures and Changes in Fund Balances
Year Ended June 30, 2018

| | Major Funds | | | Non-Major Funds | |
|---|---------------------|------------------------|--------------------|-------------------|------------------------|
| | SPLOST IV | SPLOST IV | SPLOST V | SPLOST V | |
| | <u>County-Wide</u> | <u>County-Specific</u> | <u>County-Wide</u> | <u>SPLOST III</u> | <u>County-Specific</u> |
| Per Statements | \$ 8,083,601 | \$ 2,988,183 | \$ 213,737 | \$ 84,178 | \$ 26,621 |
| Per Schedule | <u>5,909,005</u> | <u>2,265,616</u> | <u>-</u> | <u>84,178</u> | <u>26,621</u> |
| Difference | <u>\$ 2,174,596</u> | <u>\$ 722,567</u> | <u>\$ 213,737</u> | <u>\$ -</u> | <u>\$ -</u> |
| Contributions: | | | | | |
| Callaway Foundation Inc. | \$ 2,000,000 | \$ - | \$ - | \$ - | \$ - |
| Private donations | | | 9,785 | - | - |
| Intergovernmental: | | | | | |
| City of LaGrange, Georgia | 174,626 | - | - | - | - |
| Georgia DOT | - | 722,567 | - | - | - |
| Bond Issue Proceeds | <u>-</u> | <u>-</u> | <u>203,952</u> | <u>-</u> | <u>-</u> |
| Expenditures funded for SPLOST projects by other sources of revenue | <u>\$ 2,174,626</u> | <u>\$ 722,567</u> | <u>\$ 213,737</u> | <u>\$ -</u> | <u>\$ -</u> |

(This page intentionally left blank.)

STATISTICAL SECTION

(This page intentionally left blank.)

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,

| | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Expenses: | | | | | | | | | | |
| General government | \$ 4,539,757 | \$ 4,465,143 | \$ 4,899,031 | \$ 4,769,617 | \$ 4,863,572 | \$ 6,982,435 | \$ 9,880,691 | \$ 9,978,898 | \$ 10,399,253 | \$ 10,843,335 |
| Judicial | 4,830,161 | 4,780,381 | 4,923,787 | 5,398,197 | 5,541,760 | 6,011,862 | 6,652,859 | 7,334,544 | 7,245,402 | 7,540,523 |
| Public safety | 22,048,272 | 22,617,970 | 22,964,252 | 23,424,306 | 23,071,765 | 23,484,029 | 23,312,515 | 24,855,886 | 24,699,465 | 22,317,191 |
| Highways and streets | 9,019,162 | 9,829,715 | 7,606,312 | 9,990,704 | 8,741,949 | 6,783,551 | 3,608,674 | 4,566,157 | 7,441,681 | 6,941,500 |
| Health and welfare | 1,186,264 | 1,202,372 | 1,102,444 | 1,111,276 | 764,402 | 558,137 | 551,606 | 548,980 | 523,500 | 476,700 |
| Culture and recreation | 5,649,583 | 5,658,112 | 5,816,189 | 5,901,183 | 5,474,209 | 6,545,646 | 6,209,033 | 8,623,800 | 7,460,691 | 6,323,749 |
| Conservation | 167,530 | 207,231 | 215,431 | 193,644 | - | - | - | - | - | - |
| Housing and development | - | - | - | - | 785,573 | 1,576,628 | 1,438,605 | 902,064 | 694,477 | 867,436 |
| Interest and fiscal charges | 290,112 | 185,639 | 268,032 | 273,812 | 164,430 | 274,165 | 245,755 | 205,034 | 129,485 | 122,130 |
| Total Expenses | 47,730,841 | 48,946,563 | 47,795,478 | 51,062,739 | 49,407,660 | 52,216,453 | 51,899,738 | 57,015,363 | 58,593,954 | 55,432,564 |
| Program Revenues: | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| Judicial fees | 792,515 | 718,455 | 779,805 | 810,639 | 714,976 | 765,593 | 1,148,212 | 1,154,609 | 1,273,920 | 1,274,738 |
| Sheriff fees | 1,432,281 | 1,439,414 | 1,629,546 | 1,585,894 | 1,693,295 | 1,383,141 | 1,068,633 | 1,764,638 | 943,167 | 704,651 |
| Fines | 1,803,115 | 1,822,194 | 1,785,190 | 1,580,020 | 1,833,424 | 2,273,160 | 1,504,253 | 1,547,655 | 1,492,812 | 2,711,099 |
| Emergency telephone fees | 898,538 | 948,575 | 1,064,948 | 1,007,998 | 1,119,343 | 1,114,647 | 1,120,977 | 1,197,502 | 1,111,238 | 1,179,778 |
| Parks and recreation | 618,020 | 740,228 | 658,268 | 620,349 | 607,067 | 734,379 | 698,722 | 684,602 | 660,104 | 504,258 |
| Housing and development | - | - | - | - | 160,397 | 56,847 | 20,022 | 38,990 | 32,623 | 35,294 |
| Commission on tax collections | - | - | - | - | 1,031,246 | 971,539 | 1,046,144 | 1,145,167 | 1,164,963 | 1,244,027 |
| Highways and Streets | 336,750 | 252,832 | 198,915 | 378,758 | - | - | - | 26,109 | 745 | - |
| Licenses and permits | 200,906 | 154,440 | 162,733 | 231,282 | 325,327 | 414,856 | 460,949 | 552,808 | 531,545 | 544,385 |
| Other | 215,951 | 156,932 | 132,591 | 155,071 | 58,715 | 110,571 | 389,165 | 443,133 | 454,999 | 357,892 |
| Operating grants and contributions | 4,768,403 | 4,021,011 | 5,077,982 | 4,625,805 | 5,300,978 | 5,322,302 | 6,264,408 | 7,024,576 | 6,621,446 | 4,251,710 |
| Capital grants and contributions, ² | 4,572,743 | 1,150,355 | 837,919 | 2,230,429 | 240,260 | 600,000 | 3,096,906 | 4,364,385 | 909,605 | 2,411,620 |
| Total Program Revenues | 15,639,222 | 11,404,436 | 12,327,897 | 13,226,245 | 13,085,028 | 13,747,035 | 16,818,391 | 19,944,174 | 15,197,167 | 15,219,452 |
| Net (Expense) Revenue | (32,091,619) | (37,542,127) | (35,467,581) | (37,836,494) | (36,322,632) | (38,469,418) | (35,081,347) | (37,071,189) | (43,396,787) | (40,213,112) |
| General Revenues: | | | | | | | | | | |
| Taxes: | | | | | | | | | | |
| Property | 21,949,157 | 22,043,247 | 22,151,513 | 21,502,876 | 21,344,552 | 21,285,729 | 21,337,572 | 22,391,543 | 22,936,543 | 23,728,934 |
| Sales | 15,468,391 | 15,364,024 | 14,252,335 | 15,963,056 | 15,756,590 | 15,311,211 | 15,692,752 | 15,112,248 | 15,326,598 | 16,337,983 |
| Selective | 1,904,848 | 1,815,936 | 1,798,458 | 1,853,112 | 2,125,329 | 2,433,612 | 2,797,410 | 3,023,866 | 3,277,685 | 3,418,150 |
| Rental Income | - | - | - | - | - | - | - | - | - | 79,119 |
| Gain on sale of capital assets | 7,251 | 4,662 | 7,233 | 9,840 | 128,306 | 17,274 | 7,000 | 10,101 | 250,728 | 228,697 |
| Investment earnings ¹ | (608,885) | 763,799 | 58,083 | 29,466 | 23,919 | 1,242,207 | 294,159 | 34,027 | 1,133,486 | 1,047,462 |
| Miscellaneous | 1,277,611 | 1,617,857 | 3,842,149 | 1,106,038 | 3,023,026 | 714,328 | - | - | - | 607,948 |
| Total General Revenues | 39,998,373 | 41,609,525 | 42,109,771 | 40,464,388 | 42,401,722 | 41,004,361 | 40,128,893 | 40,571,785 | 42,925,040 | 45,448,293 |
| Transfers and Other | - | - | - | - | (1,654,424) | (1,490,055) | (1,218) | (88,797) | (229,829) | - |
| Change in Net Position | \$ 7,906,754 | \$ 4,067,398 | \$ 6,642,190 | \$ 2,627,894 | \$ 4,424,666 | \$ 1,044,888 | \$ 5,046,328 | \$ 3,411,799 | \$ (701,576) | \$ 5,235,181 |

Notes:

¹ 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.

² 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.

³ In fiscal year 2014, the waste management fund was established as a business-type activities fund.

⁴ In fiscal year 2015 reporting, fiscal year 2014 was restated due to the implementation of a new pension accounting standard. Fiscal year 2013 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,

| | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2014 ³ | 2015 ⁴ | 2017 | 2018 |
|---|----------------|----------------|----------------|----------------|----------------|----------------|-------------------|-------------------|----------------|----------------|
| Expenses: | | | | | | | | | | |
| General government | 9.51% | 9.12% | 10.25% | 9.34% | 9.84% | 13.37% | 19.04% | 17.50% | 17.75% | 19.56% |
| Judicial | 10.12% | 9.77% | 10.30% | 10.57% | 11.22% | 11.51% | 12.82% | 12.86% | 12.37% | 13.60% |
| Public safety | 46.19% | 46.21% | 48.05% | 45.87% | 46.70% | 44.97% | 44.92% | 43.60% | 42.15% | 40.26% |
| Highways and streets | 18.90% | 20.08% | 15.91% | 19.57% | 17.69% | 12.99% | 6.95% | 8.01% | 12.70% | 12.52% |
| Health and welfare | 2.49% | 2.46% | 2.31% | 2.17% | 1.54% | 1.06% | 1.05% | 0.96% | 0.89% | 0.86% |
| Culture and recreation | 11.84% | 11.56% | 12.17% | 11.56% | 11.08% | 12.54% | 11.96% | 15.13% | 12.73% | 11.41% |
| Conservation/Housing & Development | 0.35% | 0.42% | 0.45% | 0.38% | 0.00% | 0.00% | 0.00% | 1.58% | 1.19% | 1.56% |
| Interest and fiscal charges | 0.61% | 1.10% | 0.57% | 0.54% | 0.34% | 0.54% | 0.54% | 0.36% | 0.22% | 0.22% |
| Total Expenses | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 96.98% | 100.00% | 100.00% | 100.00% | 100.00% |
| Program Revenues: | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| Judicial fees | 5.07% | 6.30% | 6.33% | 6.13% | 5.46% | 5.57% | 6.83% | 5.79% | 8.38% | 8.38% |
| Sheriff fees | 9.16% | 12.62% | 13.22% | 11.99% | 12.94% | 10.06% | 6.35% | 8.85% | 6.21% | 4.63% |
| Fines ⁴ | 11.53% | 15.98% | 14.48% | 11.95% | 14.01% | 16.54% | 8.94% | 7.76% | 9.82% | 17.81% |
| Emergency telephone fees | 5.75% | 8.32% | 8.64% | 7.62% | 8.55% | 8.11% | 6.67% | 6.00% | 7.31% | 7.75% |
| Parks and recreation | 3.95% | 6.49% | 5.34% | 4.69% | 4.64% | 5.34% | 4.15% | 3.43% | 4.34% | 3.31% |
| Housing and development | 0.00% | 0.00% | 0.00% | 0.00% | 1.23% | 0.41% | 0.12% | 0.20% | 0.21% | 0.23% |
| Commission on tax collections | 0.00% | 0.00% | 0.00% | 0.00% | 7.88% | 7.07% | 6.22% | 5.74% | 7.67% | 8.17% |
| Landfill | 2.15% | 2.22% | 1.61% | 2.86% | 0.00% | 0.00% | 0.00% | 0.13% | 0.00% | 0.00% |
| Licenses and permits | 1.28% | 1.35% | 1.32% | 1.75% | 2.49% | 3.02% | 2.74% | 2.77% | 3.50% | 3.58% |
| Other | 1.38% | 1.38% | 1.08% | 1.17% | 0.45% | 0.80% | 2.31% | 2.22% | 2.99% | 2.35% |
| Operating grants and contributions | 30.49% | 35.26% | 41.19% | 34.97% | 40.51% | 38.72% | 37.25% | 35.22% | 43.57% | 27.94% |
| Capital grants and contributions ² | 29.24% | 10.09% | 6.80% | 16.86% | 1.84% | 4.36% | 18.41% | 21.88% | 5.99% | 15.85% |
| Total Program Revenues | 100.00% | 100.00% | 100.00% | 100.00% |
| General Revenues: | | | | | | | | | | |
| Taxes: | | | | | | | | | | |
| Property | 54.88% | 52.98% | 52.60% | 53.14% | 50.34% | 51.91% | 53.17% | 55.19% | 53.43% | 52.21% |
| Sales | 38.67% | 36.92% | 33.85% | 39.45% | 37.16% | 37.34% | 39.11% | 37.25% | 35.71% | 35.95% |
| Selective | 4.76% | 4.36% | 4.27% | 4.58% | 5.01% | 5.94% | 6.97% | 7.45% | 7.64% | 7.52% |
| Rental Income | 0.00% | 0.00% | 0.00% | 0.00% | 0.30% | 0.00% | 0.00% | 0.00% | 0.00% | 0.17% |
| Gain on sale of capital assets | 0.02% | 0.01% | 0.02% | 0.02% | 0.00% | 0.04% | 0.02% | 0.02% | 0.58% | 0.50% |
| Investment earnings ¹ | -1.52% | 1.84% | 0.14% | 0.07% | 0.06% | 3.03% | 0.73% | 0.08% | 2.64% | 2.30% |
| Miscellaneous | 3.19% | 3.89% | 9.12% | 2.73% | 7.13% | 1.74% | 0.00% | 0.00% | 0.00% | 1.34% |
| Total General Revenues | 100.00% | 100.00% | 100.00% | 100.00% |

Notes:

- ¹ 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.
- ² 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.
- ³ In fiscal year 2014, the waste management fund was established as a business-type activities fund.
- ⁴ In fiscal year 2015 reporting, fiscal year 2014 was restated due to the implementation of a new pension accounting standard. Fiscal year 2013 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, | | | | | | | | | |
|--|------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
| | Amounts | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Net investment in capital assets | \$ 101,765,619 | \$ 105,144,535 | \$ 111,309,882 | \$ 119,476,570 | \$ 117,071,090 | \$ 117,653,965 | \$ 128,368,603 | \$ 123,798,361 | \$ 109,238,058 | \$ 109,814,349 |
| Restricted | 26,297,173 | 18,825,316 | 21,243,190 | 18,841,064 | 30,376,267 | 23,152,716 | 22,522,435 | 23,840,017 | 19,765,763 | 34,482,604 |
| Unrestricted | 8,239,596 | 6,399,935 | 4,458,904 | 1,322,236 | (4,414,067) | 3,271,497 | (15,205,472) | (14,239,751) | (9,530,188) | (24,416,901) |
| Subtotal Governmental Activities | | | | | | | | | | |
| Net Position | \$ 136,302,388 | \$ 130,369,786 | \$ 137,011,976 | \$ 139,639,870 | \$ 143,033,290 | \$ 144,078,178 | \$ 135,685,566 | \$ 133,398,627 | \$ 119,473,633 | \$ 119,880,052 |
| Business-type Activities | | | | | | | | | | |
| Net investment in capital assets | \$ - | \$ - | \$ - | \$ - | \$ 1,726,697 | \$ 5,386,964 | \$ 5,178,963 | \$ 5,784,992 | \$ 7,039,433 | \$ 8,090,203 |
| Unrestricted | - | - | - | - | (315,493) | 248,371 | 517,088 | 1,041,355 | 473,093 | 538,096 |
| Subtotal Business-type Activities | | | | | | | | | | |
| Net Position | \$ - | \$ - | \$ - | \$ - | \$ 1,411,204 | \$ 5,635,335 | \$ 5,696,051 | \$ 6,826,347 | \$ 7,512,526 | \$ 8,628,299 |
| Total | | | | | | | | | | |
| Net investment in capital assets | \$ 101,765,619 | \$ 105,144,535 | \$ 111,309,882 | \$ 119,476,570 | \$ 118,797,787 | \$ 123,040,929 | \$ 133,547,566 | \$ 129,583,353 | \$ 116,277,491 | \$ 117,904,552 |
| Restricted | 26,297,173 | 18,825,316 | 21,243,190 | 18,841,064 | 30,376,267 | 23,152,716 | 22,522,435 | 23,840,017 | 19,765,763 | 34,482,604 |
| Unrestricted | 8,239,596 | 6,399,935 | 4,458,904 | 1,322,236 | (4,729,560) | 3,519,868 | (14,688,384) | (13,198,396) | (9,057,095) | (23,878,805) |
| Total Net Position | \$ 136,302,388 | \$ 130,369,786 | \$ 137,011,976 | \$ 139,639,870 | \$ 144,444,494 | \$ 149,713,513 | \$ 141,381,617 | \$ 140,224,974 | \$ 126,986,159 | \$ 128,508,351 |

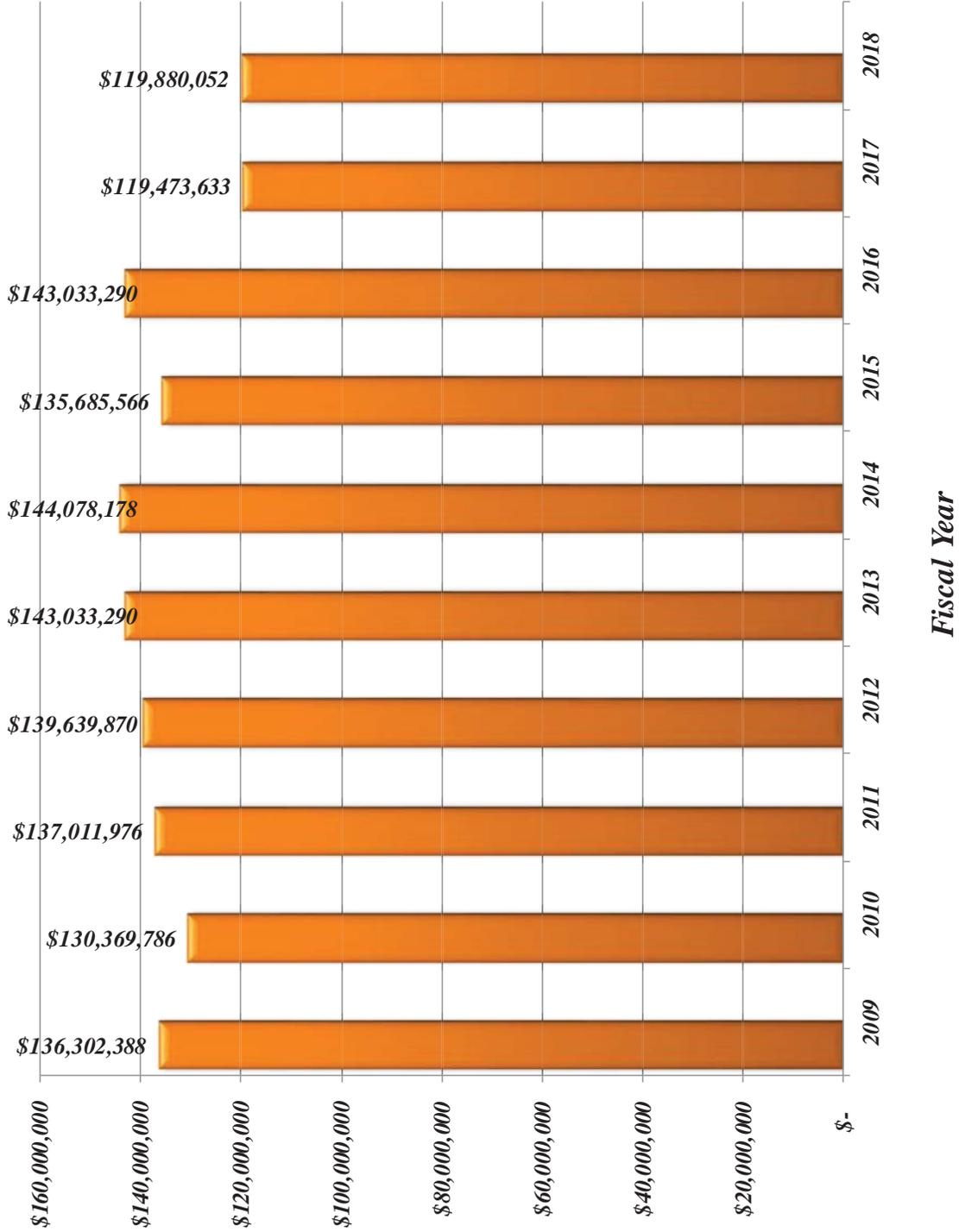
Notes:

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 2018
(accrual basis of accounting)

| Source | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
|---|---------------------|---------------------|-------------------|---------------------|-------------------|---------------------|
| Expenses: | | | | | | |
| Waste management | \$ 925,774 | \$ 1,216,677 | \$ 1,076,652 | \$ 1,213,654 | \$ 1,253,512 | \$ 1,508,597 |
| LaGrange Callaway Airport | - | - | 775,517 | 756,448 | 816,660 | 968,097 |
| Total Expenses: | <u>925,774</u> | <u>1,216,677</u> | <u>1,852,169</u> | <u>1,970,102</u> | <u>2,070,172</u> | <u>2,476,694</u> |
| Program Revenues: | | | | | | |
| Charges for services | 282,640 | 343,458 | 851,851 | 1,317,377 | 1,208,915 | 1,554,664 |
| Operating Grants | - | - | - | - | - | 42,901 |
| Capital grants | - | - | 348,448 | 451,208 | 411,573 | 1,075,190 |
| Total Program Revenues: | <u>282,640</u> | <u>343,458</u> | <u>1,200,299</u> | <u>1,768,585</u> | <u>1,620,488</u> | <u>2,672,755</u> |
| Net (Expense) Revenue | <u>(643,134)</u> | <u>(873,219)</u> | <u>(651,870)</u> | <u>(201,517)</u> | <u>(449,684)</u> | <u>196,061</u> |
| General Revenues and Transfers: | | | | | | |
| Property taxes | - | 1,225,340 | 1,174,881 | 1,253,772 | 846,519 | 959,478 |
| 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 | 229,829 | - |
| 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> | <u>1,076,348</u> | <u>959,478</u> |
| Change in Net Position | <u>\$ 1,411,204</u> | <u>\$ 4,224,131</u> | <u>\$ 526,269</u> | <u>\$ 1,130,296</u> | <u>\$ 626,664</u> | <u>\$ 1,155,539</u> |

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

| Source | Fiscal Year Ending June 30, | | | | | | | | | |
|---|-----------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
| Expenses: | | | | | | | | | | |
| Governmental activities ¹ | \$ 47,730,841 | \$ 48,946,563 | \$ 47,795,478 | \$ 51,062,739 | \$ 49,407,660 | \$ 52,216,453 | \$ 51,899,738 | \$ 57,015,363 | \$ 58,593,954 | \$ 55,432,564 |
| Business-type activities ² | - | - | - | - | 925,774 | 1,216,677 | 1,852,169 | 1,970,102 | 2,070,172 | 2,476,694 |
| Total Expenses | 47,730,841 | 48,946,563 | 47,795,478 | 51,062,739 | 50,333,434 | 53,433,130 | 53,751,907 | 58,985,465 | 60,664,126 | 57,909,258 |
| Program Revenues: | | | | | | | | | | |
| Governmental activities ¹ | 15,639,222 | 11,404,436 | 12,327,897 | 13,226,245 | 13,085,028 | 13,747,035 | 16,818,391 | 19,944,174 | 15,197,167 | 15,219,452 |
| Business-type activities ² | - | - | - | - | 282,640 | 343,458 | 1,200,299 | 1,768,585 | 1,620,488 | 2,672,755 |
| Total Program Revenues | 15,639,222 | 11,404,436 | 12,327,897 | 13,226,245 | 13,367,668 | 14,090,493 | 18,018,690 | 21,712,759 | 16,817,655 | 17,892,207 |
| Net (Expense) Revenue | (32,091,619) | (37,542,127) | (35,467,581) | (37,836,494) | (36,965,766) | (39,342,637) | (35,733,217) | (37,272,706) | (43,846,471) | (40,017,051) |
| General Revenues and Transfers: | | | | | | | | | | |
| Governmental activities ¹ | 39,998,373 | 41,609,525 | 42,109,771 | 40,464,388 | 40,747,298 | 39,514,306 | 40,127,675 | 40,482,988 | 42,695,211 | 45,448,293 |
| Business-type activities ² | - | - | - | - | 2,054,338 | 5,097,350 | 1,178,139 | 1,331,813 | 1,076,348 | 959,478 |
| Total General Revenues and Transfers | 39,998,373 | 41,609,525 | 42,109,771 | 40,464,388 | 42,801,636 | 44,611,656 | 41,305,814 | 41,814,801 | 43,771,559 | 46,407,771 |
| Change in Net Position | \$ 7,906,754 | \$ 4,067,398 | \$ 6,642,190 | \$ 2,627,894 | \$ 5,835,870 | \$ 5,269,019 | \$ 5,572,597 | \$ 4,542,095 | \$ (74,912) | \$ 6,390,720 |

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)

For the Year Ended June 30,

| | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
|---------------------------------|-----------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Revenue Source | Amounts | | | | | | | | | |
| Taxes ² | \$39,342,351 | \$39,198,221 | \$38,174,064 | \$39,301,397 | \$38,177,912 | \$39,084,299 | \$40,011,262 | \$40,817,300 | \$41,784,336 | \$43,454,996 |
| Intergovernmental | 10,217,196 | 5,859,078 | 5,411,450 | 5,489,859 | 4,449,587 | 5,737,517 | 5,603,325 | 8,344,780 | 7,399,096 | 4,167,212 |
| Licenses and permits | 200,906 | 154,440 | 162,733 | 231,282 | 325,327 | 414,856 | 460,949 | 552,808 | 531,545 | 544,385 |
| Fines and forfeitures | 1,682,734 | 1,822,194 | 1,785,190 | 1,580,020 | 1,833,424 | 2,273,160 | 1,480,549 | 2,217,850 | 1,505,973 | 2,711,099 |
| Charges for services | 3,418,005 | 3,321,143 | 3,270,019 | 3,386,794 | 5,031,892 | 4,721,502 | 4,712,414 | 4,933,904 | 4,793,768 | 5,300,638 |
| Contributions | - | - | - | - | - | 792,486 | 3,897,357 | 3,166,644 | 246,450 | 2,496,118 |
| Investment earnings | (608,885) | 763,799 | 1,286,227 | 144,975 | 783,011 | 1,242,207 | 323,670 | 64,538 | 1,182,872 | 1,047,462 |
| Miscellaneous | 1,277,611 | 1,263,444 | 3,822,339 | 1,105,094 | 2,259,919 | 412,011 | 293,250 | 381,464 | 355,714 | 638,167 |
| Total revenues | \$55,529,918 | \$52,382,319 | \$53,912,022 | \$51,239,421 | \$52,861,072 | \$54,678,038 | \$56,782,776 | \$60,479,288 | \$57,799,754 | \$60,360,077 |
| % Change From Prior Year | 6.3% | -5.7% | 2.9% | -5.0% | 3.2% | 3.4% | 3.8% | 6.5% | -4.4% | 4.4% |
| | Percentage of Change | | | | | | | | | |
| Taxes | 70.8% | 74.8% | 70.8% | 76.7% | 72.2% | 71.5% | 70.5% | 67.5% | 72.3% | 72.0% |
| Intergovernmental | 18.4% | 11.2% | 10.0% | 10.7% | 8.4% | 10.5% | 9.9% | 13.8% | 12.8% | 6.9% |
| Licenses and permits | 0.4% | 0.3% | 0.3% | 0.5% | 0.6% | 0.8% | 0.8% | 0.9% | 0.9% | 0.9% |
| Fines and forfeitures | 3.0% | 3.5% | 3.3% | 3.1% | 3.5% | 4.2% | 2.6% | 3.7% | 2.6% | 4.5% |
| Charges for services | 6.2% | 6.3% | 6.1% | 6.6% | 9.5% | 8.6% | 8.3% | 8.2% | 8.3% | 8.8% |
| Contributions | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 1.4% | 6.9% | 5.2% | 0.4% | 4.1% |
| Investment earnings | -1.1% | 1.5% | 2.4% | 0.3% | 1.5% | 2.3% | 0.6% | 0.1% | 2.0% | 1.7% |
| Miscellaneous | 2.3% | 2.4% | 7.1% | 2.2% | 4.3% | 0.8% | 0.5% | 0.6% | 0.6% | 1.1% |
| Total revenues | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% | 100.0% |

Notes:

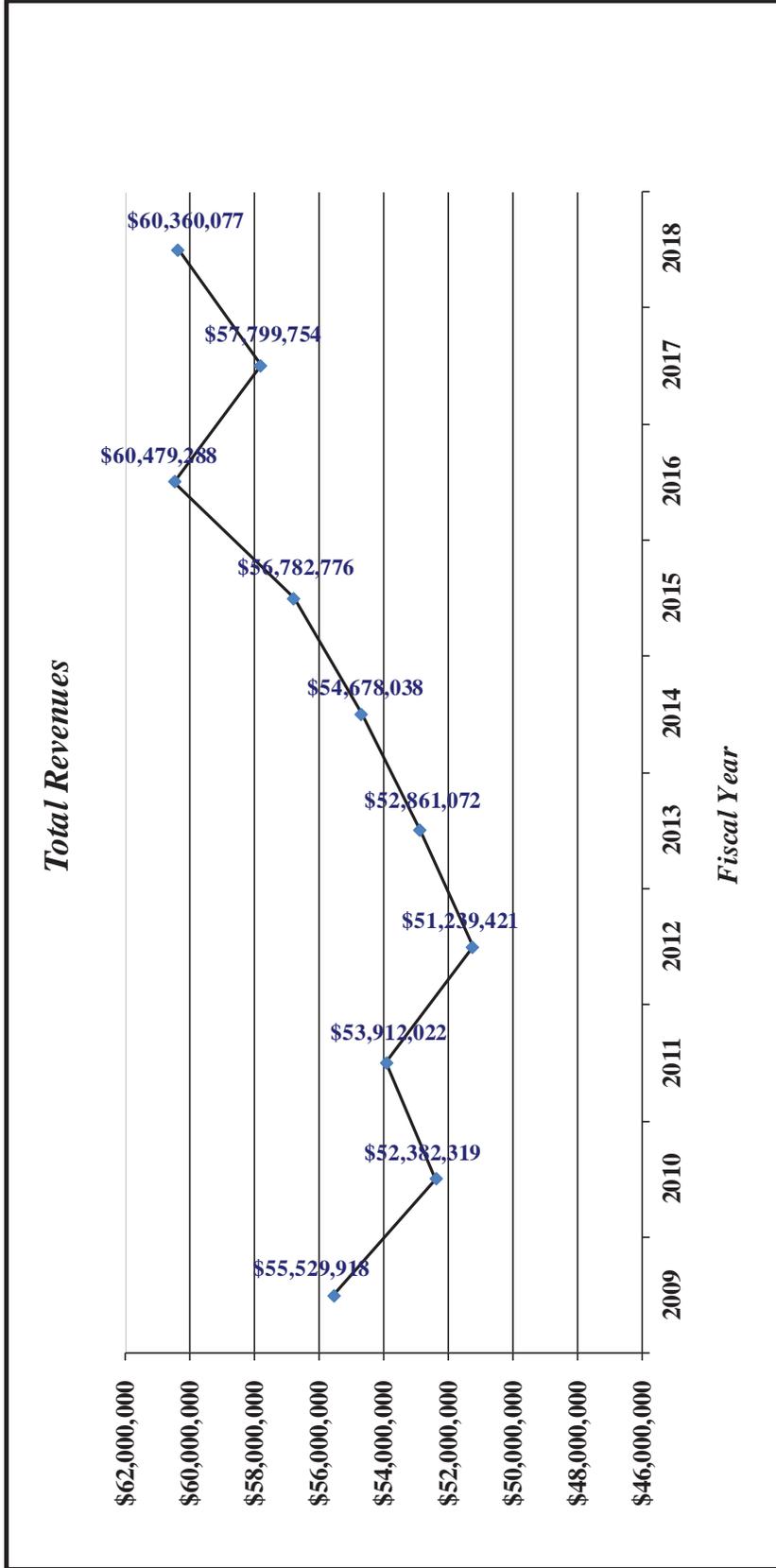
¹ Includes all governmental fund types.

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

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 Property | Local Option Sales | Special Purpose Local Option Sales | Insurance Premium | Alcoholic Beverage | Other ¹ | Total |
|--|-------------------|-----------------------|---|----------------------|-----------------------|--------------------|------------|
| Amounts | | | | | | | |
| 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 |
| 2017 | 23,180,053 | 4,756,632 | 10,569,966 | 1,784,607 | 186,067 | 1,307,011 | 41,784,336 |
| 2018 | 23,698,863 | 5,070,408 | 11,267,575 | 1,911,133 | 187,303 | 1,319,714 | 43,454,996 |

% Change in Dollars

| | | | | | | | |
|----------------------|------|------|------|-------|------|--------|-------|
| Over 10 Years | 7.9% | 5.5% | 5.7% | 40.6% | 3.1% | 262.5% | 10.5% |
|----------------------|------|------|------|-------|------|--------|-------|

Percentage of Total

| | | | | | | | |
|------|-------|-------|-------|------|------|------|--------|
| 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% |
| 2017 | 55.5% | 11.4% | 25.3% | 4.3% | 0.4% | 3.1% | 100.0% |
| 2018 | 54.5% | 11.7% | 25.9% | 4.4% | 0.4% | 3.0% | 100.0% |

Notes:

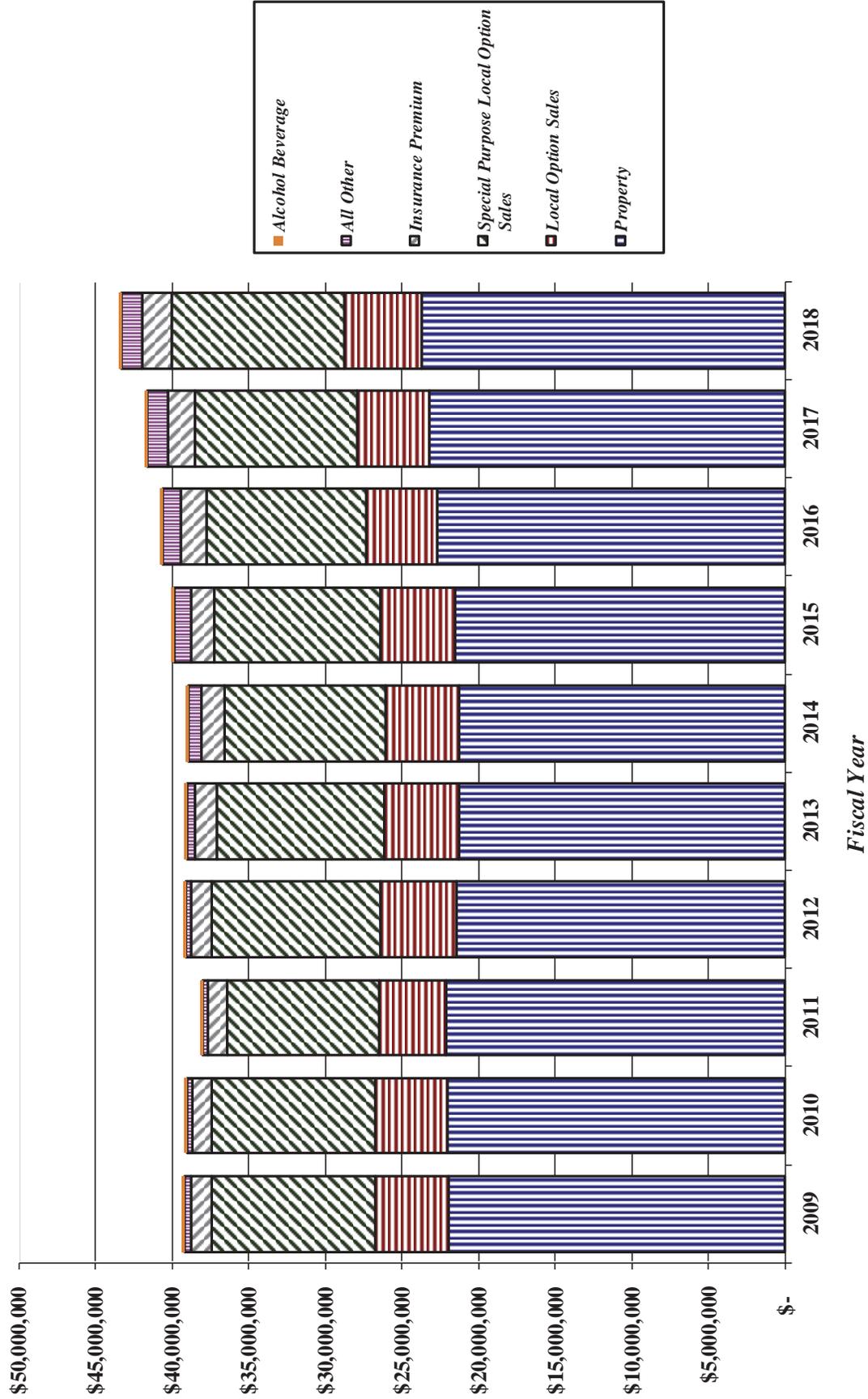
¹ Includes franchise taxes, railroad taxes and hotel/motel taxes.

² SPLOST III 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. SPLOST IV 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 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
| Current: | | | | | | | | | | |
| General government | \$ 3,732,820 | \$ 3,737,014 | \$ 4,050,139 | \$ 4,124,943 | \$ 4,055,443 | \$ 4,172,171 | \$ 4,796,950 | \$ 4,873,295 | \$ 5,088,844 | \$ 5,217,101 |
| Judicial | 4,720,706 | 4,742,492 | 4,828,707 | 5,356,897 | 5,522,152 | 5,935,853 | 6,176,846 | 6,501,413 | 6,814,910 | 7,334,596 |
| Public safety | 20,860,425 | 21,442,063 | 21,164,566 | 21,794,406 | 21,295,180 | 20,692,300 | 22,305,342 | 22,775,623 | 24,423,128 | 20,705,025 |
| Highways and streets | 8,231,614 | 4,967,060 | 2,946,723 | 2,721,270 | 1,954,974 | 2,569,687 | 2,554,666 | 3,104,662 | 2,547,978 | 3,574,513 |
| Health and welfare | 955,129 | 970,135 | 877,266 | 890,668 | 616,920 | 500,709 | 501,650 | 513,233 | 523,058 | 466,732 |
| Culture and recreation | 5,259,154 | 4,917,525 | 5,337,709 | 5,470,288 | 5,101,780 | 4,683,336 | 4,844,101 | 5,222,441 | 5,010,780 | 5,568,210 |
| Other | 167,530 | 207,231 | 215,431 | 193,032 | 87,526 | - | - | - | - | - |
| Housing and development | - | - | - | - | 785,573 | 1,562,769 | 1,448,819 | 862,453 | 659,268 | 826,802 |
| Total Current | 43,927,378 | 40,983,520 | 39,420,541 | 40,551,504 | 39,419,548 | 40,116,825 | 42,628,374 | 43,853,120 | 45,067,966 | 43,692,979 |
| % Change From Prior Year | -2.1% | -6.7% | -3.8% | 2.9% | -2.8% | 1.8% | 6.3% | 2.9% | 2.8% | -3.1% |
| Intergovernmental | - | 4,036,826 | 3,756,550 | 4,215,462 | 4,012,760 | 4,472,349 | 5,032,039 | 4,808,572 | 9,551,647 | 4,491,130 |
| % Change From Prior Year | 0.0% | 100.0% | -6.9% | 12.2% | -4.8% | 11.5% | 12.5% | -4.4% | 98.6% | -53.0% |
| Capital Outlay | 9,420,690 | 5,746,192 | 8,875,578 | 10,382,357 | 6,672,949 | 8,044,709 | 14,105,840 | 6,578,051 | 2,609,691 | 6,589,256 |
| % Change From Prior Year | -2.6% | -39.0% | 54.5% | 17.0% | -35.7% | 20.6% | 75.3% | -53.4% | -60.3% | 152.5% |
| Debt Service ² | | | | | | | | | | |
| Principal | 372,389 | 390,137 | 514,794 | 769,454 | 1,538,110 | 2,047,689 | 2,052,339 | 2,085,426 | 5,348,421 | 994,541 |
| Interest and fees | 292,467 | 188,121 | 269,623 | 276,612 | 330,990 | 220,983 | 249,219 | 218,157 | 166,014 | 111,809 |
| Bond issuance costs | - | - | - | - | - | - | - | - | - | 203,952 |
| Total Debt Service | 664,856 | 578,258 | 784,417 | 1,046,066 | 1,869,100 | 2,268,672 | 2,301,558 | 2,303,583 | 5,514,435 | 1,310,302 |
| % Change From Prior Year | 243.9% | -13.0% | 35.7% | 33.4% | 78.7% | 21.4% | 1.4% | 0.1% | 139.4% | -76.2% |
| Total Expenditures | \$ 54,012,924 | \$ 51,344,796 | \$ 52,837,086 | \$ 56,195,389 | \$ 51,974,357 | \$ 54,902,555 | \$ 64,067,811 | \$ 57,543,326 | \$ 62,743,739 | \$ 56,083,667 |
| % Change From Prior Year | -1.3% | -4.9% | 2.9% | 6.4% | -7.5% | 5.6% | 16.7% | -10.2% | 9.0% | -10.6% |
| Debt Service as a % of Noncapital Expenditures | 1.5% | 1.3% | 1.8% | 2.3% | 4.1% | 4.8% | 4.6% | 4.5% | 9.4% | 2.6% |

Notes:

¹ Includes all governmental fund types.

² In 2013 the County bonded \$9,500,000 for SPLOST projects. The debt was fully retired in FY 2017. In 2018 the County bonded \$10,354,418 (\$9,905,000 + \$449,418 in premiums) for SPLOST projects.

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)

For the Year Ended June 30,

| Function | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
|--------------------------------|----------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | Amounts | | | | | | | | | |
| Current: | | | | | | | | | | |
| General government | \$ 3,732,820 | \$ 3,737,014 | \$ 4,050,139 | \$ 4,124,943 | \$ 4,055,443 | \$ 4,055,443 | \$ 4,172,171 | \$ 4,796,950 | \$ 5,088,844 | \$ 5,217,101 |
| Judicial | 4,720,706 | 4,742,492 | 4,828,707 | 5,356,897 | 5,522,152 | 5,522,152 | 5,935,853 | 6,501,413 | 6,814,910 | 7,334,596 |
| Public safety | 20,860,425 | 21,442,063 | 21,164,566 | 21,794,406 | 21,295,180 | 21,295,180 | 20,692,300 | 22,775,623 | 24,423,128 | 20,705,025 |
| Highways and streets | 8,231,614 | 4,967,060 | 2,946,723 | 2,721,270 | 1,954,974 | 1,954,974 | 2,569,687 | 3,104,662 | 2,547,978 | 3,574,513 |
| Health and welfare | 955,129 | 970,135 | 877,266 | 890,668 | 616,920 | 616,920 | 500,709 | 513,233 | 523,058 | 466,732 |
| Culture and recreation | 5,259,154 | 4,917,525 | 5,337,709 | 5,470,288 | 5,101,780 | 5,101,780 | 4,683,336 | 5,222,441 | 5,010,780 | 5,568,210 |
| Other | 167,530 | 207,231 | 215,431 | 193,032 | 87,526 | 87,526 | - | - | - | - |
| Housing and development | - | - | - | - | - | 785,573 | 1,562,769 | 862,453 | 659,268 | 826,802 |
| Intergovernmental ² | - | - | 3,756,550 | 4,215,462 | 4,012,760 | 4,012,760 | 4,472,349 | 4,808,572 | 9,551,647 | 4,491,130 |
| Total Current | \$ 43,927,378 | \$ 40,983,520 | \$ 43,177,091 | \$ 44,766,966 | \$ 42,646,735 | \$ 43,432,308 | \$ 44,589,174 | \$ 48,585,347 | \$ 54,619,613 | \$ 48,184,109 |
| | Percentage of Total | | | | | | | | | |
| Current: | | | | | | | | | | |
| General government | 8.5% | 9.1% | 9.4% | 9.2% | 9.5% | 9.3% | 9.4% | 9.9% | 9.3% | 10.8% |
| Judicial | 10.7% | 11.6% | 11.2% | 12.0% | 12.9% | 12.7% | 13.3% | 13.4% | 12.5% | 15.2% |
| Public safety | 47.5% | 52.3% | 49.0% | 48.7% | 49.9% | 49.0% | 46.4% | 46.9% | 44.7% | 43.0% |
| Highways and streets | 18.7% | 12.1% | 6.8% | 6.1% | 4.6% | 4.5% | 5.8% | 6.4% | 4.7% | 7.4% |
| Health and welfare | 2.2% | 2.4% | 2.0% | 2.0% | 1.4% | 1.4% | 1.1% | 1.1% | 1.0% | 1.0% |
| Culture and recreation | 12.0% | 12.0% | 12.4% | 12.2% | 12.0% | 11.7% | 10.5% | 10.7% | 9.2% | 11.6% |
| Other | 0.4% | 0.5% | 0.5% | 0.4% | 0.2% | 0.2% | 0.0% | 0.0% | 0.0% | 0.0% |
| Housing and development | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 3.5% | 1.8% | 1.2% | 1.7% |
| Intergovernmental ² | 0.0% | 0.0% | 0.0% | 9.4% | 9.4% | 9.2% | 10.0% | 9.9% | 17.5% | 9.3% |
| Total Current | 100.0% | 100.0% | 91.3% | 100.0% | 100.0% | 98.2% | 100.0% | 100.0% | 100.0% | 100.0% |

Notes:

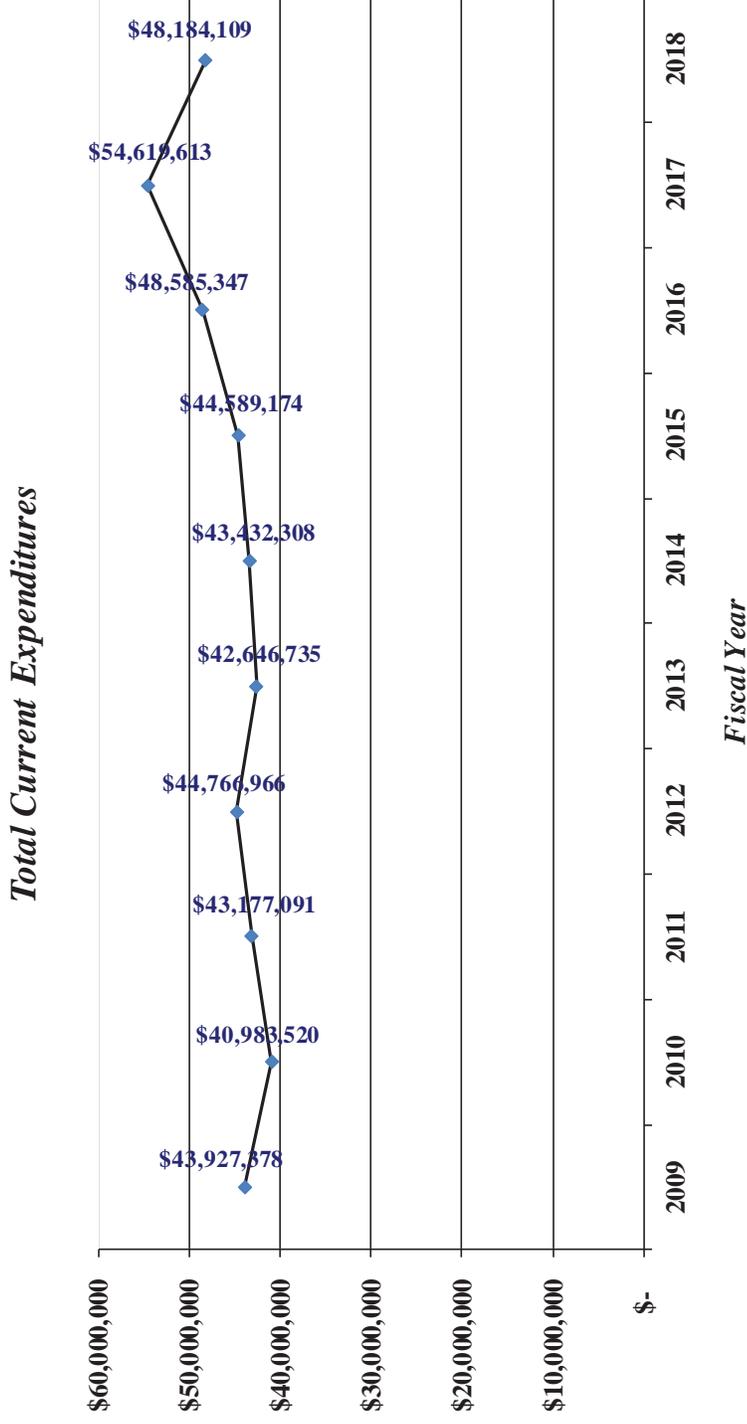
¹ Includes all governmental fund types.

² Beginning in fiscal year 2010, the SPLOST payments made to or on behalf of 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, | | | | | | | | | |
|--|-----------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
| Total Revenues | \$ 55,529,918 | \$ 52,382,319 | \$ 53,912,022 | \$ 51,239,421 | \$ 52,861,072 | \$ 54,678,038 | \$ 56,782,776 | \$ 60,479,288 | \$ 57,799,754 | \$ 60,360,077 |
| Total Expenditures | 54,012,924 | 51,344,796 | 52,837,086 | 56,195,389 | 51,974,357 | 54,902,555 | 64,067,811 | 57,543,326 | 62,743,739 | 56,083,667 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 1,516,994 | 1,037,523 | 1,074,936 | (4,955,968) | 886,715 | (224,517) | (7,285,035) | 2,935,962 | (4,943,985) | 4,276,410 |
| Other Financing Sources (Uses) | | | | | | | | | | |
| Sale of capital assets | 7,251 | 33,167 | 28,884 | 18,854 | 1,236,104 | 101,419 | 23,014 | 115,327 | 414,987 | 685,520 |
| Inception of capital lease | - | - | 62,134 | - | 1,244,018 | - | - | - | 1,004,511 | 916,650 |
| Issuance of note/bonds | - | - | 1,500,000 | 191,400 | 9,560,000 | - | - | - | - | 10,354,418 |
| Transfers in | 482,673 | 1,418,568 | 439,880 | 654,106 | 3,179,272 | 13,977,305 | 6,058,244 | 6,854,912 | 8,887,699 | 7,062,807 |
| Transfers out | (482,673) | (1,418,568) | (439,880) | (654,106) | (3,390,109) | (13,981,196) | (6,028,421) | (6,943,709) | (8,887,699) | (7,062,807) |
| Total Other Financing Sources (Uses) | 7,251 | 33,167 | 1,591,018 | 210,254 | 11,829,285 | 97,528 | 52,837 | 26,530 | 1,419,498 | 11,956,588 |
| Net Change in Fund Balances | 1,524,245 | 1,070,690 | 2,665,954 | (4,745,714) | 12,716,000 | (126,989) | (7,232,198) | 2,962,492 | (3,524,487) | 16,232,998 |
| Fund Balances, Beginning of Year | 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 | 33,759,882 |
| Other Changes | 466 | 23,833 | (29,478) | 98,977 | 357,851 | (407,285) | (302,603) | (158,027) | 215,289 | (375,344) |
| Fund Balances, End of Year | \$ 30,175,577 | \$ 31,270,100 | \$ 33,906,576 | \$ 29,259,839 | \$ 42,333,690 | \$ 41,799,416 | \$ 34,264,615 | \$ 37,069,080 | \$ 33,759,882 | \$ 49,617,536 |

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.

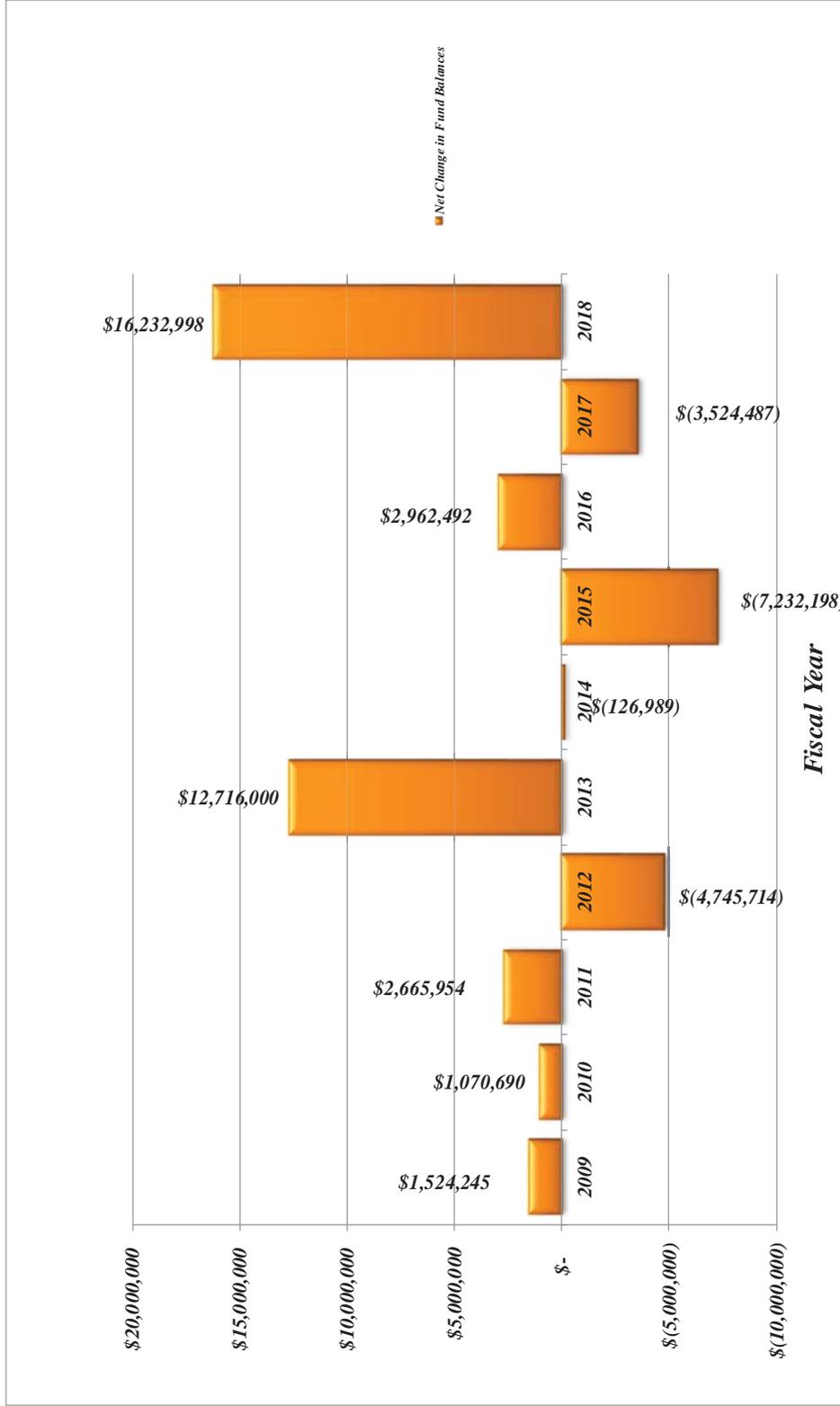
FY15 decrease due primarily to Capital Expenditures. Refer to FY15 Annual Report pages 34 & 35.

FY16 increase due primarily to donations related to SPLOST projects. Refer to FY16 Annual Report page 34.

FY17 decrease due primarily pre-payment of SPLOST Debt.

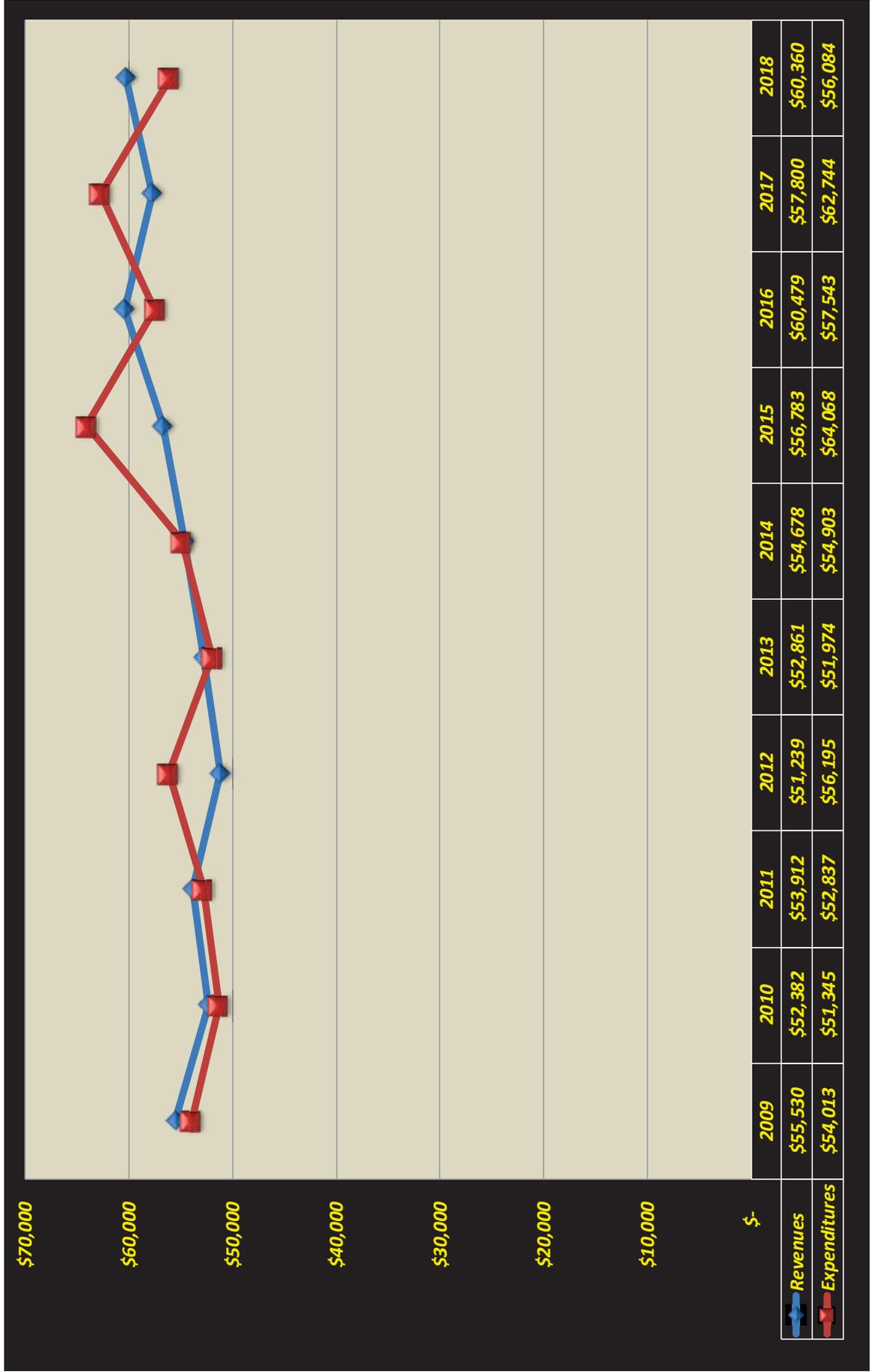
FY18 The county bonded SPLOST 5 Projects (\$9,905,000 + \$449,418 in premiums) and entered a lease with Caterpillar for heavy equipment (\$916,650).

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



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.
 FY16 increase due primarily to donations related to SPLOST projects. Refer to FY16 Annual Report page 34.
 FY17 decrease due primarily to pre-payment of SPLOST Debt.
 FY18 The county bonded SPLOST 5 Projects (\$9,905,000 + \$449,418 in premiums) and entered a lease with Caterpillar for heavy equipment (\$916,650).

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)

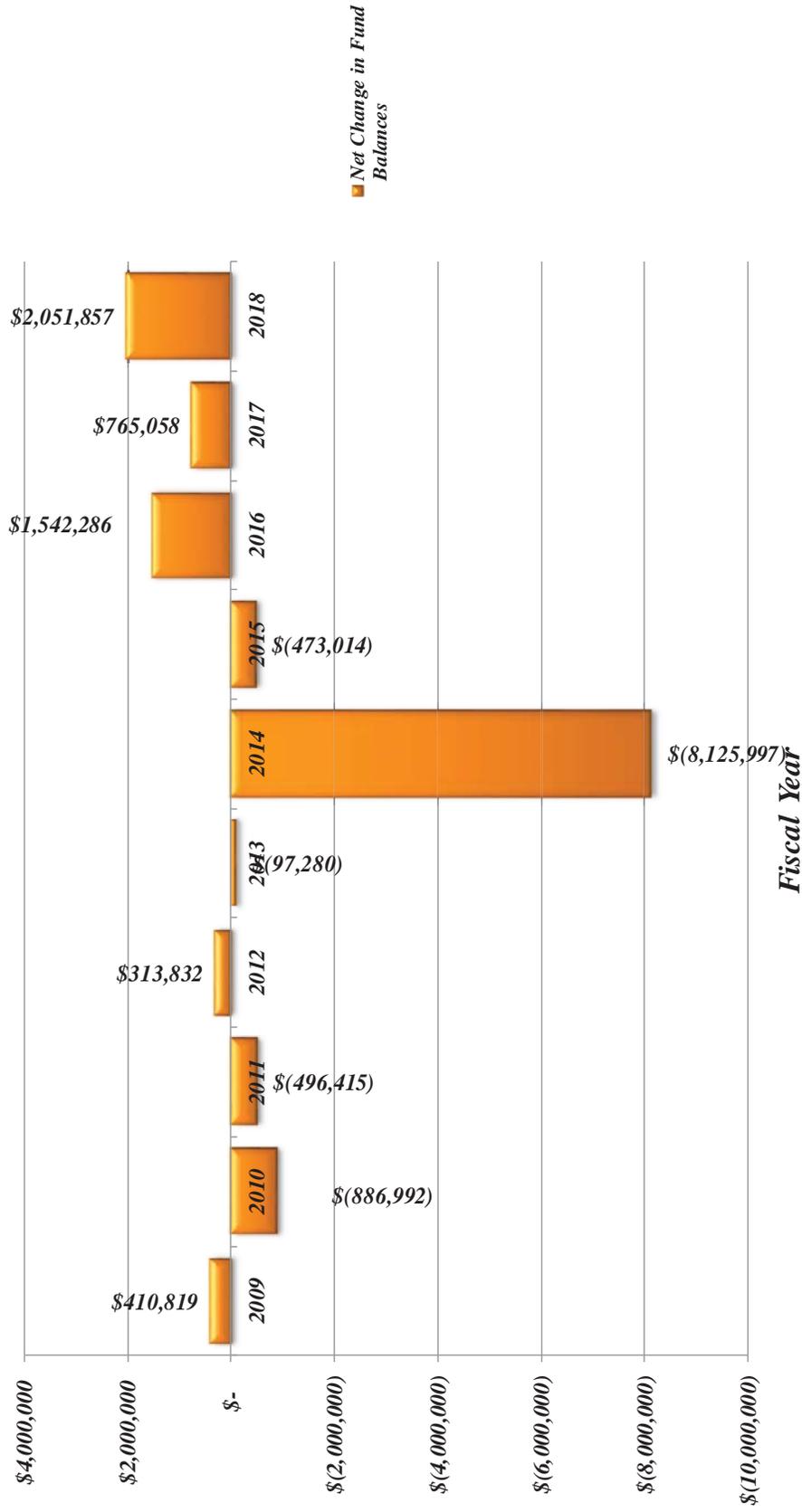
| For the Fiscal Year Ended June 30, | | | | | | | | | | | |
|--|----------------------|---------------------|---------------------|---------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|--|
| | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | |
| Revenues: | | | | | | | | | | | |
| Taxes and commissions | \$ 28,556,570 | \$28,540,797 | \$28,247,529 | \$28,151,647 | \$ 27,572,991 | \$ 27,923,883 | \$ 28,520,683 | \$ 29,773,357 | \$ 30,673,400 | \$ 32,968,280 | |
| Licenses and permits | 200,906 | 154,440 | 162,733 | 231,282 | 325,327 | 414,856 | 460,949 | 552,808 | 531,545 | 544,385 | |
| Courts and law enforcement | 1,496,862 | 1,630,901 | 1,592,825 | 1,385,738 | 1,603,965 | 1,909,920 | 1,968,586 | 2,687,180 | 1,975,479 | 3,913,764 | |
| Intergovernmental | 4,370,981 | 4,370,702 | 4,448,881 | 4,672,629 | 4,886,087 | 3,678,542 | 3,771,938 | 4,959,441 | 3,977,251 | 1,786,705 | |
| Other | 3,606,356 | 3,035,238 | 3,175,660 | 3,478,921 | 3,670,924 | 4,214,307 | 3,402,323 | 3,033,121 | 3,049,829 | 1,646,365 | |
| Total Revenues | 38,231,675 | 37,732,078 | 37,627,628 | 37,920,217 | 38,059,294 | 38,141,508 | 38,124,479 | 41,005,907 | 40,207,504 | 40,859,499 | |
| Expenditures: | | | | | | | | | | | |
| Current: | | | | | | | | | | | |
| General government | 3,649,794 | 3,716,582 | 3,854,368 | 4,124,704 | 3,869,399 | 4,084,729 | 4,675,522 | 4,768,611 | 4,983,769 | 5,105,119 | |
| Judicial | 4,720,706 | 4,742,492 | 4,828,707 | 5,356,897 | 5,522,152 | 4,789,782 | 5,193,678 | 5,408,401 | 5,656,097 | 5,971,701 | |
| Public safety | 19,479,214 | 20,007,913 | 19,692,187 | 20,163,012 | 19,963,745 | 18,981,086 | 20,390,764 | 20,920,726 | 21,569,352 | 18,681,294 | |
| Highways and streets | 2,828,385 | 2,924,301 | 2,828,151 | 2,713,945 | 1,954,491 | 2,554,125 | 2,518,953 | 3,090,789 | 2,547,978 | 3,574,513 | |
| Health and welfare | 731,287 | 715,938 | 638,452 | 631,047 | 668,748 | 500,709 | 500,978 | 509,834 | 522,778 | 466,732 | |
| Culture and recreation | 4,848,855 | 4,520,645 | 4,900,526 | 5,094,032 | 4,731,557 | 3,079,106 | 3,222,177 | 3,309,055 | 3,327,599 | 3,730,600 | |
| Housing and development | - | - | - | - | - | 1,425,421 | 1,299,788 | 653,803 | 617,702 | 708,525 | |
| Other | 167,530 | 207,229 | 215,431 | 193,032 | 197,931 | 122,942 | - | - | - | - | |
| Capital Outlay | 393,307 | 86,153 | 202,640 | 64,192 | 47,275 | - | - | - | - | - | |
| Debt Service | 597,500 | 510,901 | 651,749 | 608,081 | - | - | - | - | - | - | |
| Total Expenditures | 37,416,578 | 37,432,154 | 37,812,211 | 38,948,942 | 36,955,298 | 35,537,900 | 37,801,860 | 38,661,219 | 39,225,275 | 38,238,484 | |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 815,097 | 299,924 | (184,583) | (1,028,725) | 1,103,996 | 2,603,608 | 322,619 | 2,344,688 | 982,229 | 2,621,015 | |
| Net Transfers In (Out) | (411,994) | (1,243,916) | (373,374) | (592,686) | (2,740,909) | (10,423,735) | (908,289) | (656,947) | (847,449) | (1,795,982) | |
| Sale of Capital Assets | 7,251 | 33,167 | 28,884 | 18,584 | 767,947 | 101,419 | 16,014 | 115,327 | 414,987 | 685,520 | |
| Inception of Capital Lease | - | - | 62,134 | - | - | - | - | - | - | 916,650 | |
| Changes in Reserves | 465 | 23,833 | (29,476) | 99,244 | 139,044 | (407,289) | (122,032) | 9,574 | 215,291 | (375,346) | |
| Restatements | - | - | - | 1,817,415 | 632,642 | - | 218,674 | (270,356) | - | - | |
| Net Change in Fund Balances | 410,819 | (886,992) | (496,415) | 313,832 | (97,280) | (8,125,997) | (473,014) | 1,542,286 | 765,058 | 2,051,857 | |
| Fund Balance Beginning of Year | 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 | 13,994,121 | |
| Fund Balance End of Year | \$ 21,452,643 | \$20,565,651 | \$20,069,236 | \$20,383,068 | \$ 20,285,788 | \$ 12,159,791 | \$ 11,686,777 | \$ 13,229,063 | \$ 13,994,121 | \$ 16,045,978 | |

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 2009- 2010 ¹
(modified accrual basis of accounting)

| | June 30, | |
|---|----------------------|----------------------|
| | 2009 | 2010 |
| General Fund | | |
| Reserved | \$ 1,017,273 | \$ 767,456 |
| Unreserved | 20,435,370 | 19,798,195 |
| Subtotal General Fund | <u>21,452,643</u> | <u>20,565,651</u> |
| General Fund Percentage Change | <u>2.0%</u> | <u>-4.1%</u> |
| All Other Governmental Funds | | |
| Reserved | 17,394,646 | 19,611,764 |
| Unreserved | | |
| Capital Projects Funds | (8,671,713) | (8,907,315) |
| Subtotal All Other Governmental Funds | <u>8,722,933</u> | <u>10,704,449</u> |
| All Other Governmental Funds Percentage Change | <u>14.6%</u> | <u>22.7%</u> |
| Total Governmental Funds | | |
| Reserved | 18,411,919 | 20,379,220 |
| Unreserved | 11,763,657 | 10,890,880 |
| Total Governmental Funds | <u>\$ 30,175,576</u> | <u>\$ 31,270,100</u> |
| All Governmental Funds Percentage Change | <u>5.3%</u> | <u>3.6%</u> |

Notes:

¹ 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 - 2018
(modified accrual basis of accounting)

| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| General Fund | | | | | | | | |
| Nonspendable | \$ 687,473 | \$ 786,717 | \$ 925,761 | \$ 518,472 | \$ 396,440 | \$ 406,014 | \$ 621,303 | \$ 245,957 |
| Restricted | 50,507 | 50,507 | 50,507 | 50,507 | 50,507 | - | - | 802,722 |
| Assigned | - | - | 726,334 | - | - | - | - | - |
| Unassigned | 19,331,256 | 19,545,844 | 18,583,186 | 11,590,812 | 11,239,830 | 12,823,049 | 13,372,818 | 14,997,299 |
| Total General Fund | 20,069,236 | 20,383,068 | 20,285,788 | 12,159,791 | 11,686,777 | 13,229,063 | 13,994,121 | 16,045,978 |
| General Fund Percentage Change | -2.4% | 1.6% | 0.4% | -40.1% | -3.9% | 13.2% | 19.7% | 21.3% |
| All Other Governmental Funds | | | | | | | | |
| Restricted | | | | | | | | |
| Special Revenue Funds | 614,706 | 645,706 | 801,071 | 1,438,848 | 1,195,920 | 936,601 | 942,825 | 1,104,999 |
| Capital Projects Funds | 13,755,059 | 11,942,190 | 22,661,798 | 20,458,850 | 13,508,673 | 15,564,586 | 10,772,885 | 24,148,193 |
| Permanent Fund | 6,822,938 | 6,530,156 | 6,885,391 | 7,741,923 | 7,847,833 | 7,338,830 | 8,050,053 | 8,426,690 |
| Debt | - | - | - | - | 25,412 | - | - | - |
| Unassigned | | | | | | | | |
| Special Revenue Funds | - | - | (22,500) | - | - | - | - | (81,703) |
| Capital Projects Funds | (7,355,340) | (10,241,281) | (8,277,858) | - | - | - | - | (26,621) |
| Subtotal All Other Governmental Funds | 13,837,363 | 8,876,771 | 22,047,902 | 29,639,621 | 22,577,838 | 23,840,017 | 19,765,763 | 33,571,558 |
| All Other Governmental Funds Percentage Change | 29.3% | -35.8% | 148.4% | 34.4% | -23.8% | 5.6% | -12.5% | 40.8% |
| Total Governmental Funds | | | | | | | | |
| Nonspendable | 687,473 | 786,717 | 925,761 | 518,472 | 396,440 | 406,014 | 621,303 | 245,957 |
| Restricted | 21,243,210 | 8,927,278 | 30,398,767 | 29,690,128 | 22,628,345 | 23,840,017 | 19,765,763 | 34,482,604 |
| Assigned | - | - | 726,334 | - | - | - | - | - |
| Unassigned | 11,975,916 | 19,545,844 | 10,282,828 | 11,590,812 | 11,239,830 | 12,823,049 | 13,372,818 | 14,888,975 |
| Total Governmental Funds | \$ 33,906,599 | \$ 29,259,839 | \$ 42,333,690 | \$ 41,799,412 | \$ 34,264,615 | \$ 37,069,080 | \$ 33,759,884 | \$ 49,617,536 |
| All Governmental Funds Percentage Change | 8.4% | -13.7% | 44.7% | -1.3% | -18.0% | 8.2% | -8.9% | 47.0% |

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

| Fiscal ⁵ Year | Amounts | | | | | | | | | | Total Direct Tax Rate ⁴ | Estimated Actual Value | Annual Percentage Change |
|-----------------------------|-------------------------|------------------------|-------------------------------------|--------------------------|---|---------------------|--|--------------------------------|---------------------------------|---|---|------------------------------|--------------------------------|
| | 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 | Total Taxable Assessed Value ¹ | | | |
| 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 | 10.810 | 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 | 10.810 | 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 | 10.810 | 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 | 10.810 | 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 | 11.510 | 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 | 11.460 | 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 | 11.410 | 4,687,612,895 | 6.9% |
| 2016 | 912,657,395 | 426,074,770 | 709,086,000 | 100,225,394 | 130,559,006 | 50,504,945 | 97,638,041 | 4,195,928 | 509,204,087 | 1,921,737,392 | 11.360 | 4,804,343,480 | 2.5% |
| 2017 | 929,343,156 | 443,532,027 | 708,625,139 | 95,483,646 | 132,842,358 | 51,815,706 | 75,668,369 | 2,908,039 | 499,604,872 | 1,940,613,568 | 11.310 | 4,851,533,920 | 1.0% |
| 2018 | 963,887,916 | 459,122,118 | 680,164,178 | 96,740,455 | 134,173,201 | 52,683,440 | 58,384,069 | 3,532,531 | 420,748,123 | 2,027,939,785 | 11.310 | 5,069,849,463 | 4.5% |
| * | \$919,967,169 | \$405,016,919 | \$600,297,538 | \$108,093,150 | \$123,764,966 | \$48,864,172 | \$121,413,710 | \$3,209,963 | \$465,285,257 | \$1,865,342,329 | 11.160 | \$4,663,355,822 | |
| ** | 1.9% | 32.4% | 47.8% | -26.7% | 38.1% | 32.5% | -58.6% | 13.7% | 29.5% | 10.2% | 4.6% | | 10.2% |

Percentage of Total

| | | | | | | | | | | | | | |
|------|-------|-------|-------|------|------|------|------|------|-------|-------|--|--|--|
| 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 | 37.5% | 17.5% | 29.2% | 4.1% | 5.4% | 2.1% | 4.0% | 0.2% | 26.5% | 73.5% | | | |
| 2017 | 38.1% | 18.2% | 29.0% | 3.9% | 5.4% | 2.1% | 3.1% | 0.1% | 25.7% | 74.3% | | | |
| 2018 | 39.4% | 18.7% | 27.8% | 4.0% | 5.5% | 2.2% | 2.4% | 0.1% | 20.7% | 79.3% | | | |

* *Dollar Average For Ten Years.*
 ** *Percentage Change in Dollars Over Ten Years.*

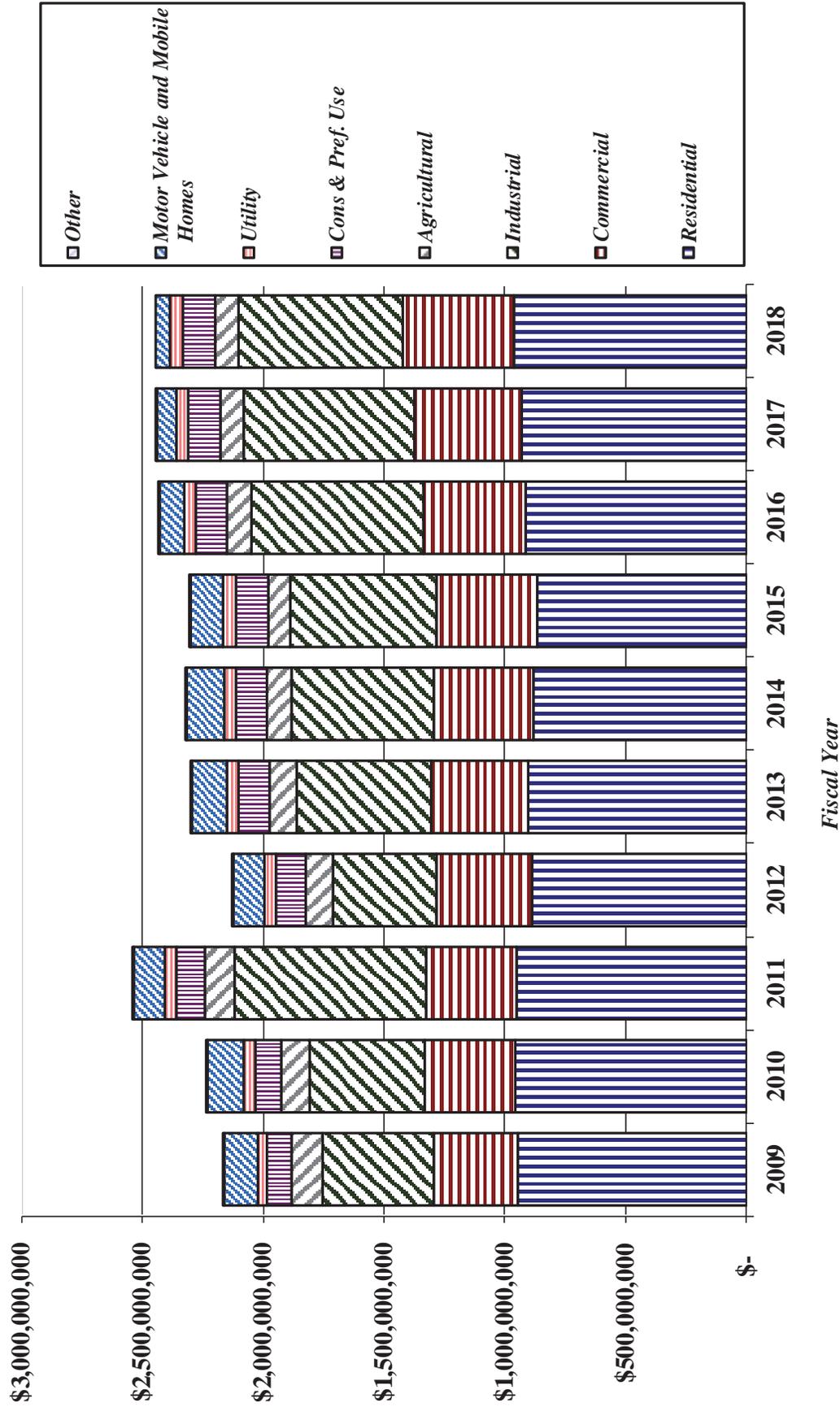
Notes:

- ¹ All property is assessed at 40% of fair market value.
- ² Gross digest before homestead or freepport 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.

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 ¹ State of Georgia | LaGrange Downtown Development Authority | City of Hogansville | City of West Point | Troup County Schools |
| 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 |
| 2017 | 2018 | 11.310 | 0.000 | 4.000 | 7.950 | 9.303 | 18.850 |
| 2018 | 2019 | 11.310 | 0.000 | 4.000 | 7.950 | 9.303 | 18.850 |

Notes:

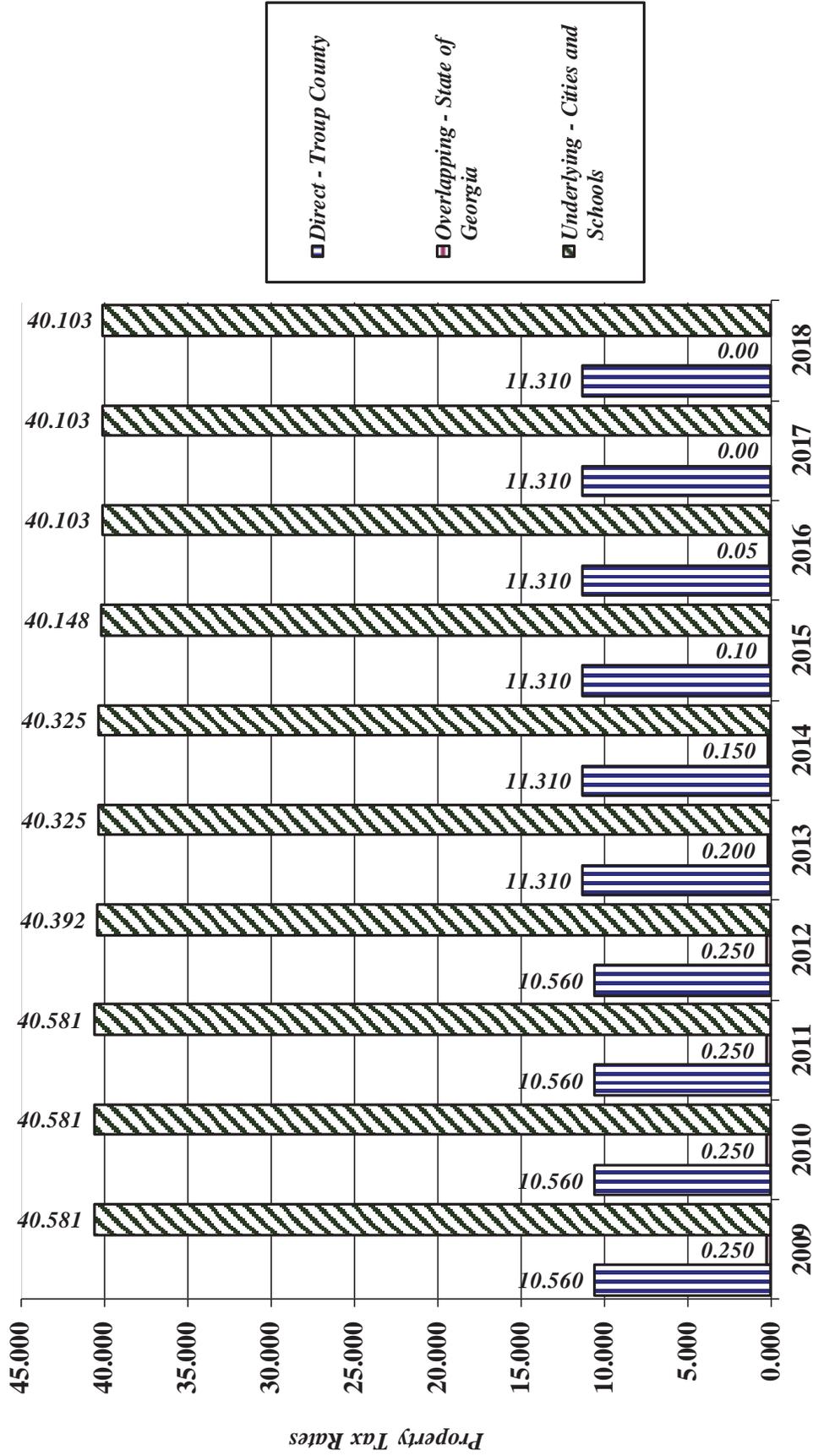
¹ Overlapping rates are those of governments that overlap the County's geographic boundaries.

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.

Data Source:

Georgia Department of Revenue, Property Tax Division,
<https://dor.georgia.gov/documents/property-tax-millage-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 | | Total Collections to Date | | Total | | |
|---|---|-------------------------|-----------------------|---------------------|--------------------------|---------------------------|-----------------------|--------|--------------------------------|-----------------------|
| | | Fiscal Year of The Levy | Percentage of Levy | Fiscal Year of Levy | in Subsequent Year By | Amount | Percentage of Levy | Amount | Uncollected Taxes ¹ | Percentage of Levy |
| | | | | | | | | | | |
| 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% | 58,122 | 20,488,335 | 99.51% | 101,202 | 0.49% | | |
| 2017 | 21,066,714 | 20,904,893 | 99.23% | 33,692 | 20,904,893 | 99.23% | 161,821 | 0.77% | | |
| 2018 | 21,913,198 | 21,741,719 | 99.22% | - | 21,741,719 | 99.22% | 171,479 | 0.78% | | |

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, 2009 and 2018

| | 2009 | | | 2018 | | | | |
|--|----------------------------------|-------------------------------------|------|--|----------------------------------|-------------------------------------|------|--|
| | 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 | \$ 107,694,412 | 1 | 5.64% | Kia Motors Manufacturing Georgia | 77,232,904 | 1 | 3.99% |
| | Walmart, Inc. | 36,829,895 | 2 | 1.93% | Milliken & Company | 61,032,587 | 2 | 3.15% |
| | Kimberly-Clark Corporation | 32,631,382 | 3 | 1.71% | Wal-Mart Stores | 44,627,197 | 3 | 2.30% |
| | Duracell, Inc. | 29,177,001 | 4 | 1.53% | Mobis Alabama LLC | 43,469,838 | 4 | 2.24% |
| | Interface Flooring Systems, Inc. | 28,758,843 | 5 | 1.51% | Gillette Company | 34,347,866 | 5 | 1.77% |
| | Exxon-Mobile Corporation | 20,028,976 | 6 | 1.05% | Interface Flooring System | 33,100,253 | 6 | 1.71% |
| | Diverse Power | 15,244,654 | 7 | 0.80% | Kimberly-Clark Corp | 32,407,350 | 7 | 1.67% |
| | Bell South Telecommunications | 11,353,859 | 8 | 0.59% | Trinidad Benham Corp | 31,677,524 | 8 | 1.64% |
| | Forestar-USA Real Estate | 8,641,252 | 9 | 0.45% | Caterpillar Inc | 23,928,588 | 9 | 1.24% |
| | Fuller E. Callaway Foundation | 8,301,729 | 10 | 0.43% | Jindal Films Americas LLC | 20,466,994 | 10 | 1.06% |
| | Total Principal Taxpayers | 298,662,003 | | 15.64% | Total Principal Taxpayers | 402,291,101 | | 20.77% |
| | All Other Taxpayers | 1,610,447,310 | | 84.36% | All Other Taxpayers | 1,534,722,424 | | 79.23% |
| | Total | <u>\$ 1,909,109,313</u> | | 100.00% | Total | <u>\$ 1,937,013,525</u> | | 100.00% |

Notes:

¹ Includes freepport 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 Troup County | | Overlapping State of Georgia | Underlying Troup County Schools | Total Direct, Overlapping and Underlying Rates |
|---|--------------------------------|---------------|---|--|---|
| | LOST | SPLOST | | | |
| 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% |
| 2017 | 1.00% | 1.00% | 4.00% | 1.00% | 7.00% |
| 2018 | 1.00% | 1.00% | 4.00% | 1.00% | 7.00% |

Data Source:

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

Troup County, Georgia
Taxable Sales by Category (Unaudited)
Calendar Years 2008 - 2017

| | 2008 | | 2009 | | 2010 | | 2011 | | 2012 | |
|----------------------------|-------------------------|----------------|-------------------------|----------------|-------------------------|----------------|-------------------------|----------------|-------------------------|----------------|
| | Amount | Percentage |
| By Category: | | | | | | | | | | |
| Food | \$ 222,737,636 | 19.84% | \$ 190,740,798 | 18.52% | \$ 173,370,515 | 16.38% | \$ 169,587,273 | 16.12% | \$ 177,570,568 | 15.85% |
| Automotive | 219,717,547 | 19.57% | 124,598,606 | 12.10% | 91,761,425 | 8.67% | 104,872,870 | 8.53% | 112,785,243 | 10.06% |
| General | 144,966,753 | 12.91% | 143,155,050 | 13.90% | 135,524,874 | 12.81% | 133,719,472 | 12.60% | 139,677,548 | 12.46% |
| Utilities | 125,184,361 | 11.15% | 122,026,930 | 11.85% | 124,321,165 | 11.75% | 129,993,679 | 11.56% | 123,703,211 | 11.04% |
| Lumber | 79,963,893 | 7.12% | 19,217,883 | 1.87% | - | 0.00% | - | 0.00% | - | 0.00% |
| Home | 52,275,503 | 4.66% | 66,532,996 | 6.46% | 41,571,648 | 3.93% | 40,525,595 | 3.87% | 40,475,277 | 3.61% |
| Miscellaneous | 97,580,535 | 8.69% | 41,236,847 | 4.00% | - | 0.00% | - | 0.00% | - | 0.00% |
| Manufacturing | 93,997,441 | 8.37% | 73,626,840 | 7.15% | 61,407,292 | 5.80% | 60,741,915 | 5.71% | 52,233,511 | 4.66% |
| Miscellaneous Service | 73,135,810 | 6.52% | 81,609,319 | 7.92% | 92,478,255 | 8.74% | 85,116,327 | 8.60% | 81,777,877 | 7.30% |
| Apparel | 12,926,993 | 1.15% | 5,771,174 | 0.56% | - | 0.00% | - | 0.00% | - | 0.00% |
| Accommodations | - | 0.00% | 6,690,800 | 0.65% | 9,818,618 | 0.93% | 9,289,984 | 0.91% | 8,523,653 | 0.76% |
| Construction | - | 0.00% | 4,487,533 | 0.44% | 4,003,631 | 0.38% | 4,238,388 | 0.37% | 3,530,289 | 0.32% |
| Other Retail | - | 0.00% | 73,642,627 | 7.15% | 119,533,473 | 11.30% | 163,555,643 | 11.12% | 177,051,398 | 15.80% |
| Wholesale | - | 0.00% | 76,627,878 | 7.44% | 204,384,461 | 19.31% | 174,750,618 | 19.01% | 176,108,005 | 15.72% |
| Other Service | - | 0.00% | - | 0.00% | - | 0.00% | 17,079,301 | 1.59% | 27,138,459 | 2.42% |
| Total Taxable Sales | \$ 1,122,486,472 | 100.00% | \$ 1,029,965,281 | 100.00% | \$ 1,058,175,357 | 100.00% | \$ 1,093,471,065 | 100.00% | \$ 1,120,575,037 | 100.00% |

Total Percentage Increase 6.0% -8.2% 2.7% 3.3% 2.5%

(continued)

| By Category: | 2013 | | 2014 | | 2015 | | 2016 | | 2017 | |
|----------------------------|-------------------------|----------------|-------------------------|----------------|-------------------------|----------------|-------------------------|----------------|-------------------------|----------------|
| | Amount | Percentage |
| Food | \$ 186,381,074 | 15.85% | \$ 192,942,153 | 15.85% | \$ 204,259,939 | 19.04% | \$ 210,234,918 | 20.59% | \$ 212,210,665 | 19.40% |
| Automotive | 48,379,004 | 10.06% | 24,567,218 | 10.06% | 26,510,546 | 2.47% | 26,730,506 | 2.62% | 28,146,053 | 2.57% |
| General | 143,167,741 | 12.46% | 150,996,615 | 12.46% | 155,936,948 | 14.54% | 144,210,951 | 14.12% | 144,027,578 | 13.16% |
| Utilities | 113,564,949 | 11.04% | 115,399,367 | 11.04% | 100,318,777 | 9.35% | 88,878,980 | 8.70% | 89,412,212 | 8.17% |
| Lumber | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% |
| Home | 43,755,048 | 3.61% | 44,069,329 | 3.61% | 44,414,330 | 4.14% | 47,248,333 | 4.63% | 56,149,924 | 5.13% |
| Miscellaneous | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% |
| Manufacturing | 52,436,596 | 4.66% | 54,835,540 | 4.66% | 62,377,903 | 5.82% | 53,537,789 | 5.24% | 55,617,229 | 5.08% |
| Miscellaneous Service | 91,874,689 | 7.30% | 99,341,315 | 7.30% | 99,019,940 | 9.23% | 101,977,995 | 9.99% | 99,526,369 | 9.10% |
| Apparel | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% |
| Accommodations | 9,271,299 | 0.76% | 12,102,373 | 0.76% | 13,105,139 | 1.22% | 14,329,387 | 1.40% | 12,209,803 | 1.12% |
| Construction | 4,250,987 | 0.32% | 7,788,988 | 0.32% | 7,467,002 | 0.70% | 7,302,660 | 0.72% | 20,582,289 | 1.88% |
| Other Retail | 171,047,069 | 15.80% | 174,950,205 | 15.80% | 177,899,330 | 16.59% | 171,423,286 | 16.78% | 187,082,805 | 17.10% |
| Wholesale | 173,565,771 | 15.72% | 176,658,821 | 15.72% | 161,904,970 | 15.09% | 132,966,467 | 13.02% | 145,243,916 | 13.28% |
| Other Service | 20,742,720 | 2.42% | 22,006,549 | 2.42% | 19,382,522 | 1.81% | 22,451,184 | 2.20% | 43,839,632 | 4.01% |
| Total Taxable Sales | \$ 1,058,436,947 | 100.00% | \$ 1,075,658,473 | 100.00% | \$ 1,072,597,346 | 100.00% | \$ 1,021,292,456 | 100.00% | \$ 1,094,048,475 | 100.00% |

-5.5%

1.6%

-0.3%

-4.8%

7.1%

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 | | | Total | Percentage of Personal Income | Estimated ² Population | Per Capita |
|-----------------|--------------------------------|---|--------------------------|--------------|--|--|-----------------------|
| | Capital Leases | Intergovernmental Agreements | Notes Payable | | | | |
| 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% | 67,053 | 72 |
| 2011 | 1,352,048 | 3,132,500 | 2,206,512 | 6,691,060 | 0.003% | 67,637 | 99 |
| 2012 | 1,090,024 | 3,022,500 | 1,997,482 | 6,110,006 | 0.003% | 68,304 | 89 |
| 2013 | 1,164,089 | 12,462,500 | 895,953 | 14,522,542 | 0.007% | 68,809 | 211 |
| 2014 | 1,038,439 | 10,790,350 | 646,081 | 12,474,870 | 0.005% | 69,267 | 180 |
| 2015 | 1,101,840 | 9,088,280 | 391,326 | 10,581,446 | 0.004% | 69,527 | 152 |
| 2016 | 971,337 | 7,355,879 | 131,593 | 8,458,809 | 0.003% | 69,776 | 121 |
| 2017 | 827,140 | 3,238,859 | - | 4,065,999 | 0.002% | 70,026 | 58 |
| 2018 | 965,550 | 13,321,744 | - | 14,287,294 | 0.006% | 70,276 | 203 |

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, 2018

| Governmental Unit | Debt Outstanding | Estimated Percentage Applicable ¹ | Estimated Share of Overlapping Debt |
|--|---------------------|--|--|
| Underlying Debt² | | | |
| Cities ³ | | | |
| LaGrange: | | | |
| Intergovernmental agreements | \$ 20,737,500 | 100% | \$ 20,737,500 |
| Capital leases | 2,966,873 | 100% | 2,966,873 |
| West Point: | | | |
| Revenue Bonds | 731,171 | 100% | <u>731,171</u> |
| Total Underlying Debt | | | <u>24,435,544</u> |
| County Direct Debt | | | |
| Intergovernmental agreement: | | | |
| LaGrange - Motorola Radio | 821,156 | 100.0% | 821,156 |
| LaGrange - industrial park revenue bonds | 2,152,500 | 100.0% | 2,152,500 |
| SPLOST Revenue Bond | 10,348,088 | 100.0% | 10,348,088 |
| Capital leases | 965,550 | 100.0% | <u>965,550</u> |
| Total County Direct Debt | | | <u>14,287,294</u> |
| Total Underlying and Direct Debt | | | <u><u>\$ 38,722,838</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,

| | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
|---|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Assessed Value ¹ | \$ 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 | \$ 1,921,737,392 | \$ 1,940,613,568 | \$ 2,027,939,785 |
| Legal Debt Margin | | | | | | | | | | |
| Debt limit (10% of assessed value) ² | \$ 184,087,235 | \$ 194,088,723 | \$ 191,903,115 | \$ 168,027,435 | \$ 175,350,113 | \$ 175,352,118 | \$ 187,504,516 | \$ 192,173,739 | \$ 194,061,357 | \$ 202,793,979 |
| 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 | \$ 184,087,235 | \$ 194,088,723 | \$ 191,903,115 | \$ 168,027,435 | \$ 175,350,113 | \$ 175,352,118 | \$ 187,504,516 | \$ 192,173,739 | \$ 194,061,357 | \$ 202,793,979 |
| 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} | Personal Income ^{1,2} (thousands of dollars) | Per Capita Personal Income ^{1,2} | Per Capita Personal Income % of U.S. ³ | School Enrollment | Unemployment Rate | | | County Employment ¹ |
|------|---------------------------|--|---|---|-------------------|---------------------|----------------------|----------------------------|--------------------------------|
| | | | | | | County ¹ | Georgia ¹ | United States ¹ | |
| 2009 | 64,617 | 1,874,475 | 29,009 | 72% | 12,465 | 13.8% | 10.5% | 9.7% | 31,288 |
| 2010 | 67,053 | 1,993,217 | 29,726 | 70% | 12,648 | 11.6% | 10.7% | 9.7% | 32,704 |
| 2011 | 67,637 | 2,142,470 | 31,676 | 71% | 12,575 | 11.5% | 10.7% | 9.3% | 35,150 |
| 2012 | 68,304 | 2,206,083 | 32,298 | 72% | 12,709 | 10.3% | 9.8% | 8.6% | 36,133 |
| 2013 | 68,809 | 2,213,930 | 32,175 | 68% | 12,677 | 10.1% | 8.8% | 7.7% | 36,450 |
| 2014 | 69,267 | 2,307,076 | 33,307 | 68% | 12,500 | 8.1% | 7.9% | 6.5% | 36,516 |
| 2015 | 69,527 | 2,380,118 | 34,233 | 69% | 12,594 | 7.0% | 6.4% | 5.6% | 35,756 |
| 2016 | 69,776 | 2,445,719 | 35,051 | 68% | 12,357 | 5.9% | 5.8% | 5.1% | 37,231 |
| 2017 | 70,026 | 2,514,003 | 35,901 | 90% | 12,271 | 5.1% | 5.0% | 4.6% | 38,084 |
| 2018 | 70,276 | 2,582,713 | 36,751 | 90% | 12,115 | 4.0% | 4.0% | 4.1% | 37,700 |

Data Sources:

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

² 2017 & 2018 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, 2018 and 2009

| | | 2018 | | |
|------------------------------------|-------------------------------|----------------------------|-------------|---|
| Employer | Type of Business | Number of Employees | Rank | Percentage of Major County Employers |
| KIA Motors Manufacturing of GA | Automobile assembly | 3,000 | 1 | 7.96% |
| Troup County School System | Education K-12 | 2,033 | 2 | 5.39% |
| WellStar Health | Healthcare | 1,415 | 3 | 3.75% |
| Milliken and Company | Floor covering, etc. | 1,025 | 4 | 2.72% |
| Wal-Mart DC (only) | Retail, Logistics/warehousing | 1,004 | 5 | 2.66% |
| Mobis | Automotive module assembly | 825 | 4 | 2.19% |
| Interface Flooring Inc | Carpet Tiles | 630 | 7 | 1.67% |
| Sewon American Inc | Automotive metal stamping | 525 | 8 | 1.39% |
| Troup County Government | County government | 485 | 9 | 1.29% |
| Caterpillar, Inc. | Heavy Equipment | 250 | 10 | 0.66% |
| Total Principal Employers | | 11,192 | | 29.69% |
| Other Employers - Estimated | | 26,508 | | 70.31% |
| Total Employers | | <u>37,700</u> | | <u>100.00%</u> |
| | | 2009 | | |
| Employer | Type of Business | Number of Employees | Rank | Percentage of Major County Employers |
| Troup County School System | Education K-12 | 2,400 | 1 | 7.67% |
| Milliken and Company | Floor covering, etc. | 1,390 | 2 | 4.44% |
| Wal-Mart, Wal-Mart DC | General merchandise | 1,500 | 3 | 4.79% |
| West Georgia Health System | Healthcare | 1,275 | 4 | 4.08% |
| Interfaceflor | Carpet tiles | 1,040 | 5 | 3.32% |
| Troup County Government | County government | 580 | 6 | 1.85% |
| Duracell | Batteries | 475 | 7 | 1.52% |
| City of LaGrange Government | Municipal government | 425 | 8 | 1.36% |
| American Home Shield | Home Warranty Service | 400 | 9 | 1.28% |
| Mountville Mills | Industry entry mats | 390 | 10 | 1.25% |
| Total Principal Employers | | 9,875 | | 31.56% |
| Other Employers | | 21,413 | | 68.44% |
| Total Employers | | <u>31,288</u> | | <u>100.00%</u> |

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 | | | | | | | | | |
|--|--------------------|--------------|--------------|--------------|--------------|-------------|--------------|--------------|--------------|--------------|
| | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
| General Government | | | | | | | | | | |
| Board of commissioners | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 |
| Administration | 3 | 3 | 4 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| County clerk | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Human resources | 2 | 2 | 2 | 3 | 2 | 2 | 2 | 2 | 2 | 2 |
| Finance | 3 | 3 | 3 | 2 | 2 | 3 | 3 | 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 | 2 | 3 | 3 | 3 | 2 | 2 | 2 |
| Tax commissioner | 10 | 10 | 9 | 9 | 10 | 10 | 10 | 10 | 10 | 10 |
| Tax assessor | 10 | 9 | 10 | 9 | 9 | 8 | 10 | 9 | 11 | 10 |
| Buildings and grounds | 5 | 5 | 4 | 4 | 7 | 4 | 3 | 3 | 3 | 2 |
| Purchasing | 3 | 3 | 3 | 2 | 2 | 3 | 3 | 2 | 2 | 2 |
| Total General Government | 46 | 45 | 47 | 42 | 46 | 45 | 46 | 41 | 43 | 41 |
| Judicial | | | | | | | | | | |
| Court administration | 6 | 6 | 6 | 8 | 8 | 6 | 6 | 9 | 11 | 10 |
| 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 | 11 | 11 | 10 | 9 | 9 | 9 | 10 | 8 | 10 | 10 |
| State court | 2 | 2 | 2 | 2 | 2 | 3 | 3 | 3 | 3 | 3 |
| Magistrate court | 11 | 11 | 9 | 5 | 5 | 6 | 6 | 5 | 5 | 5 |
| Clerk of superior court | 12 | 13 | 14 | 14 | 14 | 14 | 15 | 13 | 13 | 12 |
| Solicitor | 6 | 7 | 6 | 6 | 6 | 7 | 5 | 7 | 7 | 5 |
| Felony drug court | - | - | - | - | 1 | 1 | 1 | 2 | - | - |
| DUI/drug court | - | - | - | - | 1 | 1 | 2 | 2 | - | - |
| Drug lab | - | - | - | - | 2 | 4 | 2 | 2 | 1 | 1 |
| Total Judicial | 53 | 55 | 52 | 49 | 53 | 56 | 55 | 56 | 55 | 51 |
| Public Safety | | | | | | | | | | |
| Police protection | 145 | 147 | 131 | 87 | 87 | 91 | 86 | 130 | 163 | 161 |
| Fire protection | 63 | 62 | 56 | 56 | 56 | 57 | 56 | 55 | 55 | 57 |
| Protective inspection | 9 | 9 | 9 | 6 | 7 | 9 | - | - | - | - |
| Corner | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 3 | 3 |
| Corrections (1) | 99 | 89 | 87 | 150 | 144 | 145 | 131 | 77 | - | - |
| E-911 | 26 | 27 | 26 | 24 | 24 | 27 | 24 | 23 | 24 | 25 |
| Emergency management | 1 | 1 | 1 | 1 | 1 | 1 | 1 | - | - | - |
| Total Public Safety | 345 | 337 | 312 | 326 | 321 | 332 | 300 | 287 | 245 | 246 |
| Highways and Streets | | | | | | | | | | |
| Highways and streets | 30 | 30 | 23 | 23 | 23 | 22 | 20 | 22 | 23 | 21 |
| County shop | 9 | 9 | 7 | 8 | 8 | 9 | 7 | 7 | 8 | 6 |
| Sanitation | 30 | 31 | 19 | 4 | 7 | 1 | 4 | 2 | 6 | 6 |
| Total Highways and Streets | 69 | 70 | 49 | 35 | 38 | 32 | 31 | 31 | 37 | 33 |
| Culture and Recreation | | | | | | | | | | |
| Recreation | 29 | 29 | 26 | 29 | 17 | 22 | 18 | 18 | 18 | 12 |
| Parks | 11 | 11 | 10 | 18 | 11 | 11 | 11 | 11 | 11 | 15 |
| Senior citizens center | 12 | 13 | 8 | 8 | 4 | 3 | 3 | 4 | 4 | 4 |
| Transportation | 14 | 12 | 14 | 7 | 1 | 1 | 1 | 1 | 1 | 1 |
| Total Culture and Recreation | 66 | 65 | 58 | 62 | 33 | 37 | 33 | 34 | 34 | 32 |
| Conservation of Natural Resources | | | | | | | | | | |
| County extension service | 2 | 2 | 2 | 2 | 2 | 2 | 2 | - | - | - |
| Land and water conservation | 1 | 1 | 1 | 1 | 1 | 1 | 2 | 2 | 2 | 2 |
| Total Conservation of Natural Resources | 3 | 3 | 3 | 3 | 3 | 3 | 4 | 2 | 2 | 2 |
| LaGrange Callaway Airport | | | | | | | | | | |
| | - | - | - | - | - | - | - | - | 3 | 2 |
| Total | 582 | 575 | 521 | 517 | 494 | 505 | 469 | 451 | 419 | 407 |
| Percentage Change From Prior Year | -1.0% | -1.2% | -9.4% | -0.8% | -4.4% | 2.2% | -7.1% | -3.8% | -7.1% | -2.9% |

¹ Troup County Correctional Institute closed 6/30/2017

Data Source:

Troup County Human Resources Department

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

| <u>Function/program</u> | <u>Fiscal Year</u> | | | | | | | | | |
|---|--------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
| Fire ¹ | | | | | | | | | | |
| Emergency responses | 2,379 | 2,450 | 2,913 | - | - | 3,058 | 3,117 | 3,139 | 3,334 | 3,136 |
| Fire responses | - | - | - | 922 | 288 | 663 | 262 | 224 | 344 | 182 |
| Medical responses | - | - | - | 1,942 | 2,083 | 2,020 | 2,161 | 2,220 | 1,966 | 1,903 |
| Fires extinguished | 262 | 262 | 378 | 293 | 211 | 265 | 178 | 149 | 277 | 133 |
| Inspections | 360 | 331 | 412 | 156 | - | 75 | 88 | 76 | 197 | 142 |
| Refuse collection | | | | | | | | | | |
| Refuse collected (tons per day) | 34.3 | 29.2 | 20.6 | 39.0 | 39.0 | 19.8 | 17.9 | 44.7 | 51.4 | 75.9 |
| Household refuse collected, convenience centers (tons per day) | - | - | - | 20.5 | 20.5 | 25.9 | 22.4 | 24.2 | 34.0 | 35.6 |
| Library | | | | | | | | | | |
| Volumes in collection | 152,287 | 149,527 | 157,140 | 170,274 | 150,665 | 139,969 | 127,601 | 146,251 | 128,201 | 122,255 |
| Total volumes borrowed | 164,084 | 173,113 | 147,116 | 157,540 | 162,332 | 160,389 | 171,124 | 187,799 | 168,283 | 181,417 |

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 | | | | | | | | | |
|----------------------|-------------|------|------|------|------|------|------|------|------|------|
| | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 |
| Fire stations | 12 | 12 | 12 | 12 | 11 | 12 | 12 | 12 | 12 | 12 |
| Refuse collection | 3 | 3 | 3 | 2 | - | - | - | - | - | - |
| Collection trucks | | | | | | | | | | |
| Streets and highways | 1 | 1 | 1 | 1 | - | - | - | - | - | - |
| Traffic signals | | | | | | | | | | |
| Parks and recreation | | | | | | | | | | |
| Acreage | 922 | 922 | 922 | 922 | 923 | 923 | 923 | 923 | 923 | 923 |
| Senior Centers | - | - | - | - | 3 | 3 | 3 | 3 | 3 | 3 |
| Ball Fields | - | - | - | - | 37 | 37 | 37 | 37 | 37 | 37 |
| Community Centers | - | - | - | - | 1 | 1 | 1 | 1 | 1 | 1 |
| Recreation Centers | - | - | - | - | 2 | 2 | 2 | 2 | 2 | 2 |

Data Source:
Various County Departments.

(This page intentionally left blank.)

COMPLIANCE SECTION

(This page intentionally left blank.)

December 18, 2018

**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, 2018, 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 December 18, 2018. 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,



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

December 18, 2018

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, 2018. 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, 2018.

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, 2018

| <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>Passed-Through to Subrecipients</u> |
|--|------------------------------------|---|---------------------------------|--|
| <u>U. S. Department of Defense</u> | | | | |
| <u>Passed through Georgia State Treasury</u> | | | | |
| Payments to States in Lieu of Real Estate Taxes | 12.112 | FY2017 | \$ 21,754 | \$ - |
| <u>U. S. Department of Housing and Urban Development</u> | | | | |
| <u>Passed through Georgia Department of Community Affairs</u> | | | | |
| Home Investment Partnerships Program | 14.239 | 2012-869 (CH12YTROU-06) | 74,533 | 74,533 |
| <u>U. S. Department of Justice</u> | | | | |
| <u>Passed through State of Georgia Criminal Justice Coordinating Council and Prosecuting Attorneys' Council of Georgia</u> | | | | |
| Crime Victim Assistance | 16.575 | C14-8-109-C16-8-001 | 4,100 | - |
| Crime Victim Assistance | 16.575 | C16-8-207-C15-8-392 | 8,029 | - |
| | Subtotal CFDA # 16.575 | | 12,129 | - |
| <u>Direct Awards</u> | | | | |
| Drug Court Discretionary Grant | 16.585 | 2015-DC-BX-0053 | 11,442 | - |
| Bullet Proof Vest Partnership Program | 16.607 | 2017 | 2,049 | - |
| Equitable Sharing Grant | 16.922 | GA1410000 | 105,083 | - |
| Total U. S. Department of Justice | | | 130,703 | - |
| <u>U. S. Department of Transportation</u> | | | | |
| <u>Passed through Georgia Department of Transportation</u> | | | | |
| Airport Improvement Program | 20.106 | AP016-9026-35(285) | 27,256 | - |
| Airport Improvement Program | 20.106 | AP018-9031-37(285) | 1,065,336 | - |
| | Subtotal CFDA # 20.106 | | 1,092,592 | - |

(Continued)

Troup County, Georgia
Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2018

| <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>Passed-Through to Subrecipients</u> |
|--|------------------------------------|---|---------------------------------|--|
| <u>U. S. Department of Transportation</u> | | | | |
| <u>Passed through Georgia</u> | | | | |
| <u>Department of Transportation</u> | | | | |
| Formula Grants for Rural Areas | 20.509 | FTA5311-T006208 | \$ 156,964 | \$ - |
| <u>Passed Through State of Georgia</u> | | | | |
| <u>Department of Human Services;</u> | | | | |
| <u>Three Rivers Regional Commission</u> | | | | |
| Enhanced Mobility of Seniors and Individuals with Disabilities | 20.513 | Troup Transit SFY 2018 | 52,872 | - |
| Total U. S. Department of Transportation | | | <u>1,302,428</u> | <u>-</u> |
| <u>U.S. Department of Education</u> | | | | |
| <u>Passed Through State of Georgia</u> | | | | |
| <u>Department of Human Services;</u> | | | | |
| <u>Three Rivers Regional Commission</u> | | | | |
| Rehabilitation Services, Vocational Rehabilitation Grants to States | 84.126 | Troup Transit SFY 2018 | 6,927 | - |
| Total U. S. Department of Education | | | <u>6,927</u> | <u>-</u> |
| <u>U.S. Department of Health and Human Services</u> | | | | |
| <u>Passed Through State of Georgia</u> | | | | |
| <u>Department of Human Services;</u> | | | | |
| <u>Three Rivers Regional Commission</u> | | | | |
| <u>Aging Cluster</u> | | | | |
| Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers | 93.044 | AAA SFY 2018 | 12,876 | - |
| Special Programs for the Aging, Title III, Part C - Nutrition Services | 93.045 | AAA SFY 2018 | 164,874 | - |
| Nutritional Services Incentive Program | 93.053 | AAA SFY 2018 | <u>16,985</u> | <u>-</u> |
| | | Subtotal Aging Cluster | 194,735 | - |
| Temporary Assistance for Needy Families | 93.558 | Troup Transit SFY 2018 | 7,056 | - |
| Social Services Block Grant | 93.667 | Troup Transit SFY 2018 | <u>49,424</u> | <u>-</u> |
| Total U. S. Department of Health and Human Services | | | <u>\$ 251,215</u> | <u>\$ -</u> |

(Continued)

Troup County, Georgia
Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2018

| <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>Passed-Through to Subrecipients</u> |
|--|------------------------------------|---|---------------------------------|--|
| <u>U. S. Department Homeland Security</u> | | | | |
| <u>Passed through Georgia Emergency Management Agency:</u> | | | | |
| Disaster Grants - Public Assistance (Presidentially Declared Disasters) | 97.036 | FEMA-4338-DR-GA | \$ 77,444 | \$ - |
| Hazard Mitigation Grant Emergency Management | 97.039 | HMGP4259-0006 | 10,800 | - |
| Performance Grants | 97.042 | OEM17-143 | 11,508 | - |
| Homeland Security Grant Program | 97.067 | SH016-079 | 1,107 | - |
| Homeland Security Grant Program | 97.067 | SH017-045 | 10,159 | - |
| Homeland Security Grant Program | 97.067 | SHO17-063 | 1,302 | - |
| | Subtotal CFDA # 97.067 | | 12,568 | - |
| | Total | | \$ 1,899,880 | \$ 74,533 |

Troup County, Georgia
Notes to the Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2018

Note 1 - General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards received by Troup County , Georgia (the County) . All federal awards received directly from federal agencies, as well as federal awards passed through other government agencies, is included in this schedule.

Note 2 - Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting which is described in Note 1 - C to the County's basic financial statements. Expenditures are recognized following the applicable cost principles contained in either Title 2 *U. S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") or the OMB A-87, *Cost Principles for State, Local, and Indian Tribal Governments* , wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3 - Relationship to Federal Financial Reports

Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports.

Note 4 - Indirect Cost Rates

The County has elected not to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

Note 5 - 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 6 - 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.

Troup County, Georgia
Schedule of Findings and Questioned Costs
For The Year Ended June 30, 2018

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> |
|--------------------|--------------------------------|
| 20.106 | Airport Improvement Program |

| | |
|---|-----------|
| 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, 2018

Section II - Financial Statement Findings

No matters were reported.

Section III - Federal Award Findings and Questioned Costs

No matters were reported.