

COMPREHENSIVE ANNUAL FINANCIAL REPORT



**FISCAL YEAR ENDED
JUNE 30, 2010**

**Troup County, Georgia
Comprehensive Annual Financial Report
For the Fiscal Year Ended
June 30, 2010**

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

Troup County, Georgia
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2010

TABLE OF CONTENTS

Introductory Section

Letter of Transmittal	1
Organizational Chart.....	6
List of Principal Officials.....	7
GFOA Certificate of Achievement	8

Financial Section

Independent Auditors' Report	9
---	---

Management's Discussion and Analysis	11
---	----

Basic Financial Statements

Government-wide Financial Statements:

Statement of Net Assets	20
Statement of Activities.....	21

Fund Financial Statements

Governmental Funds:

Balance Sheet.....	22
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets.....	24
Statement of Revenues, Expenditures and Changes in Fund Balances	25
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	27
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund.....	28
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Parks and Recreation Endowment Fund	29

Fiduciary Funds:

Comparative Statement of Fiduciary Assets and Liabilities – Agency Funds	30
--	----

Notes to the Basic Financial Statements	31
--	----

Troup County, Georgia
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2010

Required Supplementary Information

Schedule of Funding Progress – Pension Plan.....	56
Schedule of Employer Contributions – Pension Plan.....	57
Schedule of Funding Progress – Postemployment Healthcare Plan	58

Supplementary Information

Individual Fund Statements and Schedules

Governmental Funds

Nonmajor Governmental Funds:

Combining Balance Sheet – By Fund Type.....	59
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – By Fund Type	60

General Fund:

Comparative Balance Sheet	61
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	62
Schedule of Revenues – Budget and Actual	63
Schedule of Expenditures – Budget and Actual.....	66

Special Revenue Funds

Major Special Revenue Fund:

<i>Parks and Recreation Endowment Fund</i>	
Comparative Balance Sheet.....	67
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	68

Nonmajor Special Revenue Funds:

Combining Balance Sheet	69
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	70
<i>Drug Abuse Treatment and Education Fund</i>	
Comparative Balance Sheet.....	71
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual.....	72
<i>Juvenile Supervision Fund</i>	
Comparative Balance Sheet.....	73
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	74
<i>Victim/Witness Assistance Fund</i>	
Comparative Balance Sheet.....	75
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	76
<i>Emergency 9-1-1 Fund</i>	
Comparative Balance Sheet	77
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual.....	78

Troup County, Georgia
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2010

Hotel/Motel Tax Fund

Comparative Balance Sheet	79
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	80

Capital Projects Funds

Major Capital Projects Funds:

Capital Improvements Fund

Comparative Balance Sheet	81
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	82

SPLOST III Fund

Comparative Balance Sheet	83
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	84

Nonmajor Capital Projects Fund:

Combining Balance Sheet	85
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	86

Jail Fund

Comparative Balance Sheet	87
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	88

Senior Center Expansion Fund

Comparative Balance Sheet	89
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	90

Parks and Recreation Fund

Comparative Balance Sheet	91
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	92

Government Services Center Fund

Comparative Balance Sheet	93
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances	94

Fiduciary Funds:

Agency Funds

Combining Statements of Changes in Assets and Liabilities.....	95
--	----

Other Schedules:

Schedule of Projects Constructed With Special Sales Tax Proceeds.....	99
---	----

Troup County, Georgia
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2010

Statistical Section
(Unaudited)

Financial Trend Information

Changes in Net Assets – Governmental Activities.....	101
Changes in Net Assets – Governmental Activities – Percentage of Total	102
Government-wide Net Assets – By Component	103
Chart - Total Government-wide Net Assets	104
General Governmental Revenues by Source.....	105
Chart – Total General Governmental Revenues.....	107
Tax Revenues by Source – Governmental Funds.....	108
Chart - Tax Revenues by Source – Governmental Funds	109
General Governmental Expenditures by Function	110
General Governmental Current Expenditures by Function	112
Chart – Total Current Expenditures	113
Summary of Changes in Fund Balances – Governmental Funds	114
Chart – Changes in Fund Balances – Governmental Funds	115
Chart – Governmental Fund Revenues and Expenditures.....	116
Changes in Fund Balances – General Fund.....	117
Chart – Changes in Fund Balances – General Fund.....	118
Fund Balances - Governmental Funds	119

Revenue Capacity Information

Taxable Assessed Value and Estimated Actual Value of Property – By Type	120
Chart – Taxable Assessed Value	121
Direct, Overlapping and Underlying Property Tax Rates	122
Chart – Direct, Overlapping and Underlying Property Tax Rates	123
Property Tax Levies and Collections	124
Principal Property Taxpayers	125
Direct, Overlapping and Underlying Sales Tax Rates.....	126
Taxable Sales by Category	127

Debt Capacity Information

Ratios of Total Debt Outstanding – By Type.....	128
Underlying and Direct Governmental Activities Debt.....	129
Legal Debt Margin	130

Demographic and Economic Information

Demographic and Economic Statistics.....	131
Principal Employers	132

Operating Information

County Employees by Function/Program	133
Operating Statistics by Function/Program	134
Capital Asset Statistics by Function/Program.....	135

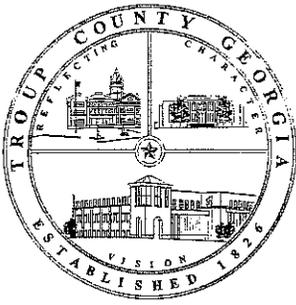
Troup County, Georgia
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2010

Special Reports

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	136
Independent Auditor’s Report on Compliance with Requirements that Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB A-133	138
Schedule of Expenditures of Federal Awards	140
Schedule of Findings and Questioned Costs	147

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INTRODUCTORY SECTION



TRUP COUNTY BOARD OF COMMISSIONERS

RICHARD C. WOLFE, CHAIRMAN, DISTRICT 1
BUCK DAVIS, DISTRICT 2
KEN SMITH, SR., DISTRICT 3
MORRIS JONES, DISTRICT 4
RICHARD ENGLISH, JR., DISTRICT 5

December 30, 2010

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, 2010.

This report consists of management's representations concerning the finances of Troup County, Georgia. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of Troup County, Georgia has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects. We presented it in a manner for the reader to gain maximum understanding of the County's financial position and results of operations as measured by the financial activity within its various funds.

Troup County's financial statements have been audited by J. K. Boatwright & Co., P. C., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Troup County for the fiscal year ended June 30, 2010 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that Troup County's financial statements for the fiscal year ended June 30, 2010 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 Special Reports 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 64,233. 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 transportation including air (LaGrange--Callaway Airport), rail, bus, and motor freight. Troup County's annual average unemployment rate for 2010 was 12.7%--down from the 2009 rate of 13.0%. 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 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 State of 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 is responsible for passing ordinances, adopting the budget, establishing tax millage rates, appointing committees, and hiring the County Manager. The County Manager is responsible for carrying out the policies and ordinances of the Board of Commissioners, for overseeing the day-to-day operations of the government; and appointing the heads of the various county departments. The 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 County provides a full range of services. These services include law enforcement; corrections; construction and maintenance of streets, highways, bridges and other associated infrastructure; E-911 emergency communications, voter registration and elections; tax assessment and collection; emergency management services; parks and recreation activities; and general administrative and support services. The County also provides fire protection, planning and zoning; building permits and code enforcement; animal control; and solid waste disposal sites to the unincorporated areas of the County. In addition to the government activities included in this report, the County also includes the Troup County Department of Public Health (TCDPH) as a component unit. This entity meets the component unit criteria as set forth in GAAP. The Troup County Airport Authority, Troup County Board of Education, Troup County Department of Family and Children Services, Troup County Development Authority, Troup County Family Connection Authority, and Troup County Public Facilities Authority do not meet established criteria for inclusion in the reporting entity and accordingly, are excluded from this report.

MAJOR INITIATIVES

Troup County received exciting news in late 2006 when the State of Georgia and Kia Motor Company announced an agreement had been signed for the Korean automaker to build an automobile assembly and manufacturing plant in the City of West Point. At \$1.2 billion, Kia's West Point facility is the single largest corporate investment ever made in the State of Georgia, and when fully staffed will have created more than 2,500 jobs, a significant boost to the local economy. The landmark business deal included commitments for supplier companies to locate in Georgia and Alabama, bringing an additional 4,100 jobs to the local area. Troup County has had the inside track in wooing these suppliers to locate near the Kia site to fit into Kia's "just-in-time" inventory strategy. The "just-in-time" strategy seeks to streamline production time and costs by locating parts and materials suppliers in close proximity to the assembly plant. Construction of Kia's new, two-million-sq.-ft. assembly plant, located on a portion of a 2,200-acre site, was completed and production began on schedule in November 2009. Initially, it is building Sorento

SUVs for the 2011 model year. The plant facility includes a stamping plant, welding shop (with 244 robots), a paint facility, an assembly line, two co-located supplier facilities, and a staging area leading to a 2-mile test track. The facility is expected to produce 300,000 vehicles per year at maximum capacity.

Prior to the Kia announcement, Troup County helped fund a Georgia Department of Transportation (GDOT) study to develop a Multi-Modal Transportation Plan, a study to serve as a long-term planning tool through the year 2035. The Transportation Plan provides a mechanism for guiding infrastructure decision-making well into the future. Ultimately the study will help to identify multi-modal improvements and prioritize project implementation in the form of a Long Range Transportation Plan (LRTP). Certainly, the growth spawned by Kia has focused much attention on infrastructure issues.

To address those infrastructure needs, the 1% Special Local Option Sales Tax (SPLOST) was renewed (and referred to as SPLOST III) by voter referendum in Fall 2006. SPLOST III collections began January 1, 2007 and will span 6 years through December 31, 2012. Revenues are being shared jointly by the County and the three municipalities. It is estimated SPLOST III will generate approximately \$65 million in revenue, the majority earmarked for infrastructure (roads, street and bridge improvements) with the balance spent on a County public health facility, public safety equipment and water/sewer system improvements.

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 and special revenue 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. However, encumbrances generally are reappropriated as part of the subsequent year's budget.

As demonstrated by the statements and schedules included in the financial section of this report, Troup County continues to meet its responsibility for sound financial management. The General Fund unreserved fund balance has been managed very conservatively to maintain a June 30, 2010 balance of \$19,798,195 or approximately 51% of the total annual operating budget. This unreserved 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. The County has no general obligation bonded debt. On May 22, 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 principal 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.

Cash Management. Troup County is responsible for careful accounting of public funds, for managing County finances wisely, and for planning and provisioning of public services. The process is complex because unlike private businesses, Troup County has a broader scope of responsibilities. The County is expected to address the community's social issues, protect the citizens' interest, provide public safety, and enforce laws and regulations. The key values of the County's financial management include fiscal integrity, prudence, planning, honesty, and openness. Specifically, it is the county's intent to maximize the level of public services offered while minimizing cost and the level of debt. To that end, the County has contracted with various banks and financial institutions to

provide for its cash management needs. Cash temporarily idle during fiscal year 2010 was invested in the State of Georgia Local Government Investment Pool, certificates of deposits, money market accounts, and interest-bearing checking accounts. The County’s investment policy is to minimize credit and market risk while maintaining a competitive yield on its portfolio. Accordingly, deposits were either insured by federal depository insurance or collateralized. Deposit collateral was held by a financial institution’s trust department in the County’s name. Fiscal year 2010 investment earnings as compared to prior year were as follows:

Fund Type	2010 Earnings	2009 Earnings	Increase (Decrease)
General	\$ 47,390	\$ 143,020	\$ (95,630)
Special revenue	680,092	(833,535)	1,513,627
Capital projects	36,317	81,630	(45,313)
Total	\$ 763,799	\$ (608,885)	\$ 1,372,684

Fiscal year 2010 investment earnings increased by \$1,372,684 compared to fiscal year 2009 due to a significant gain in fair market value of investments in the Recreation Endowment Fund. Even in these stressful economic times, Troup County has attained an A1 credit rating from Moody’s Investor Services and an A+ credit rating from Standard & Poor’s. These excellent ratings can produce significant savings in interest expense and are solid evidence of the County’s financial strength and stability.

Risk Management. Troup County provides “self insured” medical and dental coverage for its full-time employees. This means the County directly assumes most of the liability for insurance claims; however, its liability is capped from catastrophic and aggregate losses through the purchase of excess (“stop loss”) insurance coverage. The County also has third-party coverage for claims and losses associated with general liability, law enforcement liability, vehicle liability, building & property liability, workers’ compensation liability, and bonds fidelity. In addition, there is an in-house safety and accident prevention program in place to minimize accident-related losses and injury claims occurring on the job. An integral part of that program is a work safety committee composed of county employees that investigates accidents and recommends corrective action to preclude recurrence.

Additional information on Troup County’s risk management activity can be found in Note 4-A of the notes to the financial statements.

Pension and Other Post-employment Benefits. Troup County sponsors a defined benefit pension plan for its full-time employees. The pension plan is affiliated with the Association County Commissioners of Georgia (ACCG) and administered by GEBCorp of Atlanta, Georgia. Each year an independent actuary engaged by the pension plan calculates the amount of the annual contribution that Troup County must make to the pension plan to ensure that the plan will be able to fully meet its obligations to retired employees on a timely basis. As a matter of policy, Troup County fully funds the annual required contribution to the pension plan as determined by the actuary. As a result of Troup County’s conservative funding policy, Troup County has succeeded in funding 96.4% of the present value of the projected benefits earned by plan participants. The remaining unfunded amount is being systemically funded over 15 years as part of the annual required contribution calculated by the actuary.

Troup County also provides postretirement health care benefits for qualified retirees and their dependents under the County’s self-insurance plan. At the end of the most recent fiscal year, there were nine (9) retired employees receiving these benefits, which are financed on a pay-as-you-go basis.

Additional information on Troup County’s pension arrangements and post-employment benefits can be found in Notes 3-H and 4-B to the financial statements.

AWARDS & ACKNOWLEDGEMENTS

The Government Finance Officers Association (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, 2009. This was the twenty-fourth consecutive year Troup County, Georgia received this prestigious award. The Certificate of Achievement is a national award recognizing conformance with the highest standards for preparation of state and local government financial reports. To be awarded a GFOA Certificate of Achievement, a governmental unit must publish an easily-readable and efficiently-organized CAFR. Such reports must satisfy both GAAP and applicable legal requirements.

A GFOA Certificate of Achievement is valid for a period of one year only. We believe our current report continues to meet GFOA Certificate of Achievement Program 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 Accounting/Finance Department and other County departments. We would like to express our sincere appreciation to all staff members who directly contributed to the preparation of this report. As in most endeavors, it was a team effort that produced this outstanding financial document. The active involvement and professional support of J. K. Boatwright & Co., P. C., (Partner Susan Black, Partner Roger Dawson and Lead Auditor Melissa Pittman) plus 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 to ensure the highest standards of professionalism are maintained in managing the finances of Troup County, Georgia.

Respectively submitted,

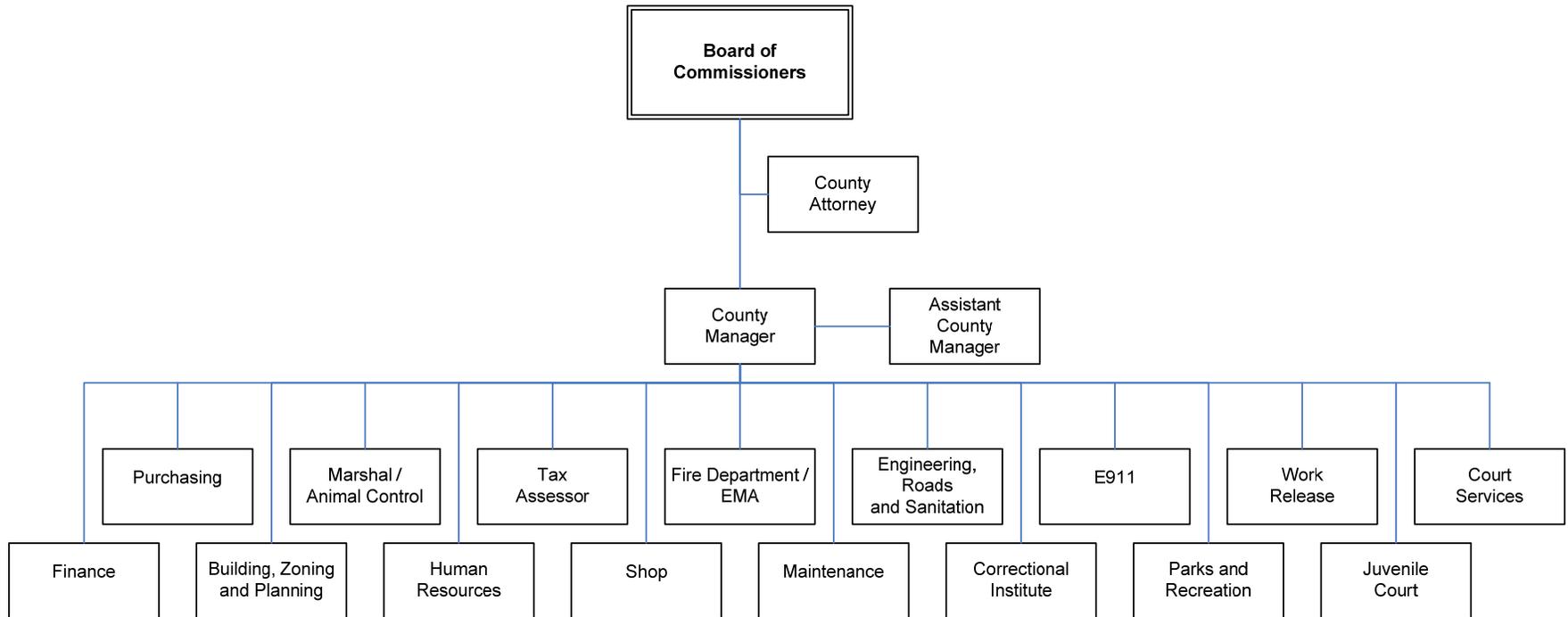
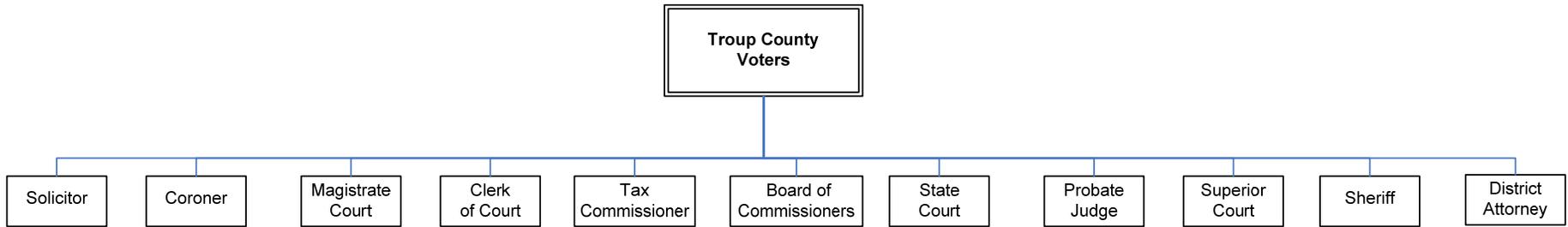


Michael J. Dobbs
County Manager



Stewart P. Mills
Finance Officer / County Clerk

Troup County Board of Commissioners Organizational Chart



Troup County, Georgia
List of Principal Officials
June 30, 2010

Richard C. Wolfe, Chairman

Richard English, Jr.

Buck Davis

Morris Jones

Ken Smith, Sr.

COUNTY MANAGER

Michael J. Dobbs

COUNTY ATTORNEY

Jerry Willis

ELECTED OFFICIALS

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

Gary S. Wood
Jackie W. Taylor
Donny Turner
Donald W. Boyd
Vickie Sue McWaters
Jeanette L. Little
Allen B. Keeble
Quillian Baldwin
William Lee
Aubrey Duffey
John Simpson
Jack Kirby

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, 2009

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



President

Executive Director

FINANCIAL SECTION

J. K. BOATWRIGHT & CO., P. C.
CERTIFIED PUBLIC ACCOUNTANTS
LAGRANGE, GEORGIA 30241

December 27, 2010

INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners
Troup County, Georgia

We have audited the accompanying financial statements of the governmental 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, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Troup County, Georgia's, management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Troup County, Georgia, as of June 30, 2010, and the respective changes in financial position and the respective budgetary comparison for the General Fund and the Major Special Revenue Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

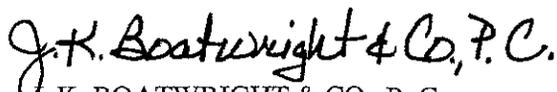
In accordance with *Government Auditing Standards*, we have also issued our report dated December 27, 2010, on our consideration of Troup County Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 11 through 19 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Troup County, Georgia's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements and budgetary schedules, schedule of projects constructed with special sales tax proceeds, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The combining and individual nonmajor fund financial statements and budgetary 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the 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.

Yours truly,


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

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 this narrative discussion and analysis of the financial activities of the County for the fiscal year ended June 30, 2010. 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 2010

- The County's assets exceeded its liabilities by \$130,369,786 (total net assets) for the fiscal year reported.
- Total net assets are comprised of the following:
 - (1) Capital assets, net of related debt, of \$105,144,535 include property and equipment, net of accumulated depreciation, reduced for outstanding debt related to the purchase or construction of capital assets.
 - (2) Net assets of \$18,825,316 are restricted by constraints imposed from outside the County such as debt covenants, grantors, laws, or regulations.
 - (3) Unrestricted net assets of \$6,399,935 represent the portion available to maintain the County's continuing obligations to citizens and creditors.
- The County's governmental funds reported a total ending fund balance of \$31,270,100 this year. In comparison to the prior year ending fund balance of \$30,175,577, there was an increase of \$1,094,523 or 3.6%.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$19,798,195 or 52.9% of total General Fund expenditures.
- Construction of the new Kia Motors automobile assembly plant has been completed and full-scale production commenced on schedule in November 2009.
- Overall, the County continues to maintain a strong financial position in a very weak 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 2010 data to fiscal year 2009 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 Assets*. This is the government-wide statement of position presenting information that includes all of the County's assets and liabilities, with the difference reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County as a whole is improving or deteriorating. Evaluation of the overall health of the County would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of 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 assets during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or disbursed. The statement of activities is designed to show the County's financial reliance on property tax revenues to fund the various services and functions the County provides to its citizens.

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

The government-wide financial statements are presented on pages 20 & 21 of this report.

Fund Financial Statements

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

The basic governmental fund financial statements are presented on pages 22 - 29 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 30 of this report.

Notes to the Basic Financial Statements

The accompanying notes to the basic financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the basic financial statements begin on page 31 of this report.

Supplementary Information

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

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

The County's net assets at fiscal year-end are \$130,369,786 as compared to \$126,302,388 for prior year, an increase of \$4,067,398 or 3.2%. The following table provides a summary of the County's net assets:

Summary of Net Assets

	June 30, 2010		June 30, 2009	
	Governmental Activities	Percentage of Total	Governmental Activities	Percentage of Total
Assets:				
Current assets	\$ 33,688,121	24%	\$ 32,626,324	24%
Capital assets	106,727,237	76%	103,640,960	76%
Total assets	140,415,358	100%	136,267,284	100%
Liabilities:				
Current liabilities	3,230,795	32%	3,339,050	34%
Long-term liabilities	6,814,777	68%	6,625,846	66%
Total liabilities	10,045,572	100%	9,964,896	100%
Net assets:				
Invested in capital assets, net of related debt	105,144,535	81%	101,765,619	81%
Restricted	18,825,316	14%	16,297,173	13%
Unrestricted	6,399,935	6%	8,239,596	8%
Total net assets	\$ 130,369,786	102%	\$ 126,302,388	100%

The County continues to maintain a high current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities at June 30, 2010 is 10.4 to 1 as compared to 9.8 to 1 at June 30, 2009. The increase in the ratio relates to fewer current liabilities, as the County's major construction projects are completed, resulting in lesser amounts owed to contractors.

The County reported positive balances in net assets. Net assets increased \$4,067,398 during fiscal year 2010 primarily due to completion of road paving projects and public safety projects funded by the Special Purpose Local Option Sales Tax (SPLOST).

Note that approximately 82% of the governmental activities' net assets are tied up in capital assets. The County uses these capital assets to provide a wide range of services to its citizens.

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

Summary of Changes in Net Assets

	For the Year Ended June 30, 2010		For the Year Ended June 30, 2009	
	Governmental Activities	Percentage of Total	Governmental Activities	Percentage of Total
Revenues:				
Program				
Charges for services	\$ 6,233,070	12%	\$ 6,298,076	11%
Operating grants	4,021,011	8%	4,768,403	9%
Capital grants	1,150,355	2%	4,572,743	8%
General:				
Taxes	39,223,207	74%	39,322,396	71%
Investment earnings	763,799	1%	(608,885)	-1%
Other	1,622,519	3%	1,284,862	3%
Total revenues	<u>53,013,961</u>	<u>100%</u>	<u>55,637,595</u>	<u>100%</u>
Program Expenses:				
General government	4,465,143	9%	4,539,757	10%
Judicial	4,780,381	10%	4,830,161	10%
Public safety	22,617,970	46%	22,048,272	46%
Highways and streets	9,829,715	20%	9,019,162	19%
Health and welfare	1,202,372	2%	1,186,264	3%
Culture and recreation	5,658,112	12%	5,649,583	12%
Conservation	207,231	0%	167,530	0%
Interest	185,639	0%	290,112	1%
Total expenses	<u>48,946,563</u>	<u>100%</u>	<u>47,730,841</u>	<u>100%</u>
Change in net assets	4,067,398		7,906,754	
Beginning net assets	<u>126,302,388</u>		<u>118,395,634</u>	
Ending net assets	<u>\$ 130,369,786</u>		<u>\$ 126,302,388</u>	

GOVERNMENTAL REVENUES

The County relies heavily on property taxes to support governmental operations. Property taxes provided 41.5% of the County's total revenues as compared to 39.5% in fiscal year 2009. Sales taxes equal 29% of total revenues for governmental activities as compared to 27.8% in fiscal year 2009. Also, note that program revenues cover 23.3% of governmental operating expenses, as compared to 32.8% in fiscal year 2009. This means that the government's taxpayers and the County's other non-program revenues fund approximately two-thirds 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 46% of the County's total expenses. All other functional areas combined including general government, judicial, highways and streets, culture and recreation, etc., comprised 54% of total expenses.

Included in these functional expenses is depreciation expense, which makes up \$2,826,930 or 5.8% of cost of services.

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							
	2010				2009			
	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	\$ 4,465,143	9%	\$ 4,046,431	11%	\$ 4,539,757	10%	\$ 3,953,607	12%
Judicial	4,780,381	10%	3,897,527	10%	4,830,161	10%	3,969,540	12%
Public safety	22,617,970	46%	15,338,787	41%	22,048,272	46%	14,656,746	46%
Highways and streets	9,829,715	20%	8,550,052	23%	9,019,162	19%	4,490,774	14%
Health and welfare	1,202,372	2%	1,144,819	3%	1,186,264	2%	1,145,038	4%
Culture and recreation	5,658,112	12%	4,171,641	11%	5,649,583	12%	3,418,272	11%
Conservation	207,231	0%	207,231	1%	167,530	0%	167,530	1%
Interest	185,639	0%	185,639	0%	290,112	1%	290,112	1%
Total	<u>\$ 48,946,563</u>	<u>100%</u>	<u>\$ 37,542,127</u>	<u>100%</u>	<u>\$ 47,730,841</u>	<u>100%</u>	<u>\$ 32,091,619</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 60% of program revenues relate to the public safety function. Approximately one-third of the public safety gross costs are recovered from program revenues.

FINANCIAL ANALYSIS OF COUNTY'S FUNDS

Governmental Funds

As discussed above, governmental funds are reported in the fund statements with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$31,270,100. Of this year-end total, \$10,890,880 is unreserved indicating its availability for continuing County service requirements. Legally restricted fund balances (i.e., the reserved fund balances) include: \$1,019,470 committed to pay outstanding encumbrances, primarily for capital improvement projects, \$12,009,796 committed to SPLOST III projects and \$6,002,966 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 \$1,094,523 compared to prior year.

Major Governmental Funds

The County reports four major governmental funds.

General Fund - The General Fund is the County's primary operating fund and the largest source of day-to-day service delivery. The General Fund's fund balance decreased by \$886,992 as the General Fund subsidized various projects in the Capital Improvement Fund. Total unreserved fund balance is now \$19,798,195, which is approximately 50.5% of total annual budget and is considered very adequate.

Total General Fund revenues decreased \$505,770 over fiscal year 2009, or 1.3%. The majority of that decrease occurred in motor vehicle taxes, a sign that citizens are holding onto their cars longer in the weakened economy.

Total General Fund expenditures increased \$813,334 or 2.1% primarily due to spending growth in public safety for employee benefits (medical claims and pension premiums), law enforcement liability insurance coverage, building/equipment repairs and maintenance, utilities, protective clothing (firemen turn-out gear), and inmate costs for medical treatment and food table supplies.

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 the recently constructed, SPLOST-funded parks and recreation facilities. The fund is structured to provide annual proceeds to the County equal to 5% of its December 31st fair market value averaged over the last five-years at December 31st.

During fiscal year 2010, the fair market value of fund investments rebounded and reported a gain of \$676,159. The fund also expended \$386,021 based on the formula above.

Capital Improvement Fund – In fiscal year 2010, this fund reported \$1.3 million in intergovernmental and miscellaneous revenues and expended approximately \$3.4 million on capital projects (E-911 relocation and various parks and recreation projects.) This fund reported a deficit of approximately \$8 million. Historically, this fund reports a balance deficit as it is funded primarily by General Fund transfers from the unreserved fund balance.

SPLOST III Fund – This fund is the follow-on SPLOST approved by voter referendum. It spans a 6-year period effective January 1, 2007 and expiring December 31, 2012. This tax is shared by the County with the cities within the County by intergovernmental agreement and is earmarked to fund a new County Health Department facility, road/street/bridge improvements, water/sewer system improvements and public safety equipment (primarily fire engines, tanker trucks and an 800-Megahertz emergency radio communications system.)

In fiscal year 2010, over \$10.5 million of sales taxes was recognized as revenue and approximately \$7.9 million was expended on capital projects and payments to the cities within the County. At June 30, 2010, the ending fund balance was \$12.2 million.

BUDGETARY HIGHLIGHTS – GENERAL FUND

Revenues

The final revenue budget was increased \$582,686 or 1.5% over the original budget.

In total, revenues realized were \$1,616,388 or 4.1% below the final amended budget.

Motor vehicle taxes were \$352,777 below budget as fewer car and truck owners traded up to newer vehicles.

Georgia Department of Human Resources grants for senior center meals and Troup Transit bus service were \$154,936 below budget due to state budget cuts.

Intergovernmental revenue from local municipal governments was \$315,023 below the final budget due to the cities housing fewer inmates in the County jail and discontinuing an inmate work detail provided by the County.

License and permit revenues were \$62,360 below budget by due to bank/business licenses and building permits issued being lower due to the weakened economy.

Charges for services were \$338,782 below budget, primarily due to lower than anticipated revenues for magistrate court fees, inmate telephone usage commissions, landfill dumping and recycling fees, and parks and recreation fees. In addition, the Work Release Program had fewer participating inmates (who pay their own room and board) due to the lack of jobs available.

Investment earnings were \$102,610 below budget, due to low interest rates yielding less return on investment.

Expenditures

The expenditure budget was amended upward by \$582,686.

In total, expenditures (net of transfers out) were \$705,563 or 1.8% below the final amended budget of \$39,420,223.

Public safety expenditures were \$2,102 below the final amended budget of \$20,010,015. The Sheriff's Office, Jail, Correctional Institute, Work Release and Fire Department comprise this category. This expense category is expected to grow in the future due to a new jail pod coming into full operation at the end of the fiscal year.

Culture and recreation expenditures were \$536,941 favorable to a budget of \$5,057,586. Savings occurred as a hiring freeze resulted in vacant positions not being filled. Lower expenditures for salaries and benefits also resulted in direct spending on culture and recreation programs being below budget.

Judicial expenditures were \$290,804 favorable to a budget of \$5,033,296. This resulted from lower than anticipated courtroom expenditures for jury per diem, bailiffs, and utilities.

Highways and streets expenditures were \$428,484 favorable to a budget of \$3,352,785. Savings occurred due to a hiring freeze that resulted in road crew positions to support SPLOST III paving projects not being filled.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets (net of accumulated depreciation) was \$106.7 million for governmental activities as of June 30, 2010. The total increase in net capital assets was \$3.1 million or 3%. This was primarily due to capitalization of buildings, machinery and equipment, and infrastructure related to Special Purpose Local Option Sales Tax (SPLOST) funded projects.

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		Percentage of Total	
	June 30, 2010	June 30, 2009	June 30, 2010	June 30, 2009
Non-depreciable assets:				
Land	\$ 16,827,715	\$ 16,331,181	93%	90%
Construction in progress	1,305,018	1,812,246	7%	10%
Total non-depreciable assets	<u>18,132,733</u>	<u>18,143,427</u>	<u>100%</u>	<u>100%</u>
Depreciable assets:				
Buildings	66,151,919	62,531,963	55%	54%
Machinery and equipment	23,486,728	21,747,944	19%	19%
Infrastructure	31,516,551	31,286,228	26%	27%
Total depreciable assets	<u>121,155,198</u>	<u>115,566,135</u>	<u>100%</u>	<u>100%</u>
Less accumulated depreciation	<u>32,560,694</u>	<u>30,068,602</u>		
Book value - depreciable assets	<u>\$ 88,594,504</u>	<u>\$ 85,497,533</u>		
Percentage depreciated	<u>27%</u>	<u>26%</u>		
Total capital assets, net	<u>\$ 106,727,237</u>	<u>\$ 103,640,960</u>		

At June 30, 2010, the depreciable capital assets for governmental activities were 27% depreciated. This compares closely to 26% at June 30, 2009. The comparison indicates that the County is replacing its assets at approximately the same rate as they are depreciating--a positive financial indicator.

Long-term Debt

Troup County has no general obligation bond debt.

On May 22, 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 whereby 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 those payments. City of LaGrange and Troup County are to be reimbursed for their debt service payments by future proceeds from the sale or lease of parcels. At June 30, 2010, the County's balance remaining on the Series 2007A bonds was \$782,500 and \$2,452,500 on the Series 2007B bonds.

The changes in long-term debt are as follows:

	Long-term Debt		
	<u>2010</u>	<u>2009</u>	Percentage Change
Intergovernmental agreement (2007A)	\$ 782,500	\$ 782,500	0.0%
Intergovernmental agreement (2007B)	2,452,500	2,550,000	-3.8%
Compensated absences	1,031,266	1,022,550	0.9%
Claims	390,184	476,221	-18.1%
Capital lease	44,074	107,496	-59.0%
Capital lease	1,538,627	1,767,842	-13.0%
Landfill closure costs	<u>224,167</u>	<u>190,179</u>	17.9%
Total	<u>\$ 6,463,318</u>	<u>\$ 6,896,788</u>	-6.3%

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

ECONOMIC CONDITIONS AFFECTING THE COUNTY

The County's primary revenue streams are property taxes and sales taxes. These 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. In fiscal year 2010, the County property tax base increased by just .2% due to stagnation in reassessment values of existing properties and virtually no new construction. For the future, however, the new Kia Motor Company automobile assembly plant and the Kia suppliers that have located in Troup County will serve as a cornerstone for local economic growth and expansion. It is filling the void created when the local textile manufacturing plants shutdown completely or moved their operations offshore.

Historically, the County's unemployment rate has unfortunately been above state and nationwide rates. In the month of June 2010, the County's unemployment rate was 12.0%. During the same timeframe, state and national rates were 10.3% and 9.7% respectively. There is workforce development initiative underway involving various local agencies to attack this problem so that citizens can be better trained to be more employable in today's working world.

Recently Troup voters approved a referendum for Tax Allocation Districts (TADs) to address redevelopment within the County. Responding to that referendum, a developer has proposed a \$332 million, mixed-use development project on 370 acres adjacent to I-85. The centerpiece would be an outlet shopping mall with over a million square feet of retail space rivaling existing outlet malls in the Atlanta metropolitan area. It would fill the need for that type of facility in this part of the state. In addition, the project would have two hotels, multi-family living space (apartment buildings and retirement community), grocery shopping and restaurants, commercial offices and medical clinics. Green spaces would be located throughout with parks and walking trails. Retail sales generated by the project are estimated to be \$410 million annually and nearly 1,800 jobs would be created. This planned project when completed would have a dramatic economic impact on Troup County.

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.

Please note that Troup County Department of Public Health (TCDPH) is a component unit of the County and is included as a separate column in the government-wide financial statements. (See Note 1-A for an explanation). TCDPH is reported separately to emphasize that as a component unit, it is legally separate from the County. Detailed financial statements for TCDPH may be obtained directly from the Troup County Department of Public Health, 900 Dallis Street, LaGrange, Georgia 30240.

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BASIC FINANCIAL STATEMENTS

Troup County, Georgia
Statement of Net Assets
June 30, 2010

	<u>Primary Governmental Activities</u>	<u>Component Unit</u>
Assets		
Current Assets		
Cash and cash equivalents	\$ 22,914,314	\$ 953,952
Investments	6,002,966	-
Receivables:		
Accounts	544,497	15,110
Sales taxes	2,491,607	-
Other taxes	94,244	-
Intergovernmental	923,544	1,552,415
Inventory	187,236	-
Prepaid items	529,713	-
Total Current Assets	<u>33,688,121</u>	<u>2,521,477</u>
Capital Assets		
Nondepreciable capital assets	18,132,733	-
Depreciable capital assets, net	88,594,504	324,203
Total Capital Assets	<u>106,727,237</u>	<u>324,203</u>
Total Assets	<u>140,415,358</u>	<u>2,845,680</u>
Liabilities		
Current Liabilities		
Accounts payable	954,389	380,377
Accrued expenses	772,502	-
Accrued interest	77,663	-
Intergovernmental	654,852	561,179
Claims payable	385,515	-
Capital lease obligations	283,374	-
Intergovernmental agreement payable	102,500	-
Total Current Liabilities	<u>3,230,795</u>	<u>941,556</u>
Long-Term Liabilities		
Compensated absences payable (net of current portion)	1,031,266	638,159
Claims payable (net of current portion)	4,669	-
Capital lease obligations (net of current portion)	1,299,327	-
Intergovernmental agreement payable (net of current portion)	3,132,500	-
Landfill closure and postclosure care costs payable	224,167	-
Net OPEB Obligation	1,122,848	-
Total Long-Term Liabilities	<u>6,814,777</u>	<u>638,159</u>
Total Liabilities	<u>10,045,572</u>	<u>1,579,715</u>
Net Assets		
Invested in capital assets, net of related debt	105,144,535	324,203
Restricted for:		
Capital projects	12,192,311	-
Program purposes	579,532	-
Endowment	6,002,966	-
Culture and recreation	50,507	-
Unrestricted	6,399,935	941,762
Total Net Assets	<u>\$ 130,369,786</u>	<u>\$ 1,265,965</u>

See accompanying notes to the basic financial statements

Troup County, Georgia
Statement of Activities
For the Year Ended June 30, 2010

Function	Primary Government				Net (Expense) Revenues and Changes in Net Assets	
	Expenses	Program Revenues			Governmental Activities	Component Unit
		Charges for Services and Sales	Operating Grants, Contributions and Interest	Capital Grants and Contributions		
Primary Government						
General government	\$ 4,465,143	\$ 202,042	\$ 216,670	\$ -	\$ (4,046,431)	\$ -
Judicial	4,780,381	718,455	142,256	22,143	(3,897,527)	-
Public safety	22,617,970	4,210,183	2,670,231	398,769	(15,338,787)	-
Highways and streets	9,829,715	304,609	389,598	585,456	(8,550,052)	-
Health and welfare	1,202,372	57,553	-	-	(1,144,819)	-
Culture and recreation	5,658,112	740,228	602,256	143,987	(4,171,641)	-
Conservation	207,231	-	-	-	(207,231)	-
Interest	185,639	-	-	-	(185,639)	-
Total Governmental Activities	<u>\$ 48,946,563</u>	<u>\$ 6,233,070</u>	<u>\$ 4,021,011</u>	<u>\$ 1,150,355</u>	<u>\$ (37,542,127)</u>	<u>\$ -</u>
Component Unit						
Troup County Board of Health	<u>\$ 13,994,367</u>	<u>\$ 2,654,005</u>	<u>\$ 11,565,625</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 225,263</u>
		General Revenues:				
			Property taxes levies for general purposes	\$ 22,043,247	\$ -	-
			Sales taxes	15,364,024	-	-
			Selective taxes	1,815,936	-	-
			Investment earnings	763,799	-	6,272
			Gain on sale of capital assets	4,662	-	-
			Miscellaneous	1,617,857	-	-
			Total General Revenues	<u>41,609,525</u>		<u>6,272</u>
			Change in Net Assets	4,067,398		231,535
			Net Assets Beginning of Year	<u>126,302,388</u>		<u>1,034,430</u>
			Net Assets End of Year	<u>\$ 130,369,786</u>		<u>\$ 1,265,965</u>

See accompanying notes to the basic financial statements

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Troup County, Georgia
Balance Sheet
Governmental Funds
June 30, 2010

	<u>General</u>	<u>Parks and Recreation Endowment</u>	<u>Capital Improvements</u>	<u>SPLOST III</u>
Assets				
Cash and cash equivalents	\$ 11,042,991	\$ -	\$ -	\$ 11,290,963
Investments	-	6,002,966	-	-
Receivables:				
Accounts	544,497	-	-	-
Sales taxes	773,512	-	-	1,718,095
Other taxes	94,244	-	-	-
Intergovernmental	919,637	-	-	-
Interfund	7,964,276	-	-	-
Inventory	187,236	-	-	-
Prepaid items	529,713	-	-	-
Total Assets	<u>\$ 22,056,106</u>	<u>\$ 6,002,966</u>	<u>\$ -</u>	<u>\$ 13,009,058</u>
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$ 681,675	\$ -	106,867	\$ 161,112
Accrued expenditures	772,502	-	-	-
Intergovernmental payable	-	-	-	654,852
Interfund payable	-	-	7,963,492	784
Deferred revenue	36,278	-	-	-
Total Liabilities	<u>1,490,455</u>	<u>-</u>	<u>8,070,359</u>	<u>816,748</u>
Fund Balances				
Reserved for:				
Encumbrances	-	-	836,956	182,514
Program purposes	-	-	-	-
Inventory	187,236	-	-	-
Prepaid items	529,713	-	-	-
Culture and recreation	50,507	-	-	-
Endowment	-	6,002,966	-	-
Capital outlay	-	-	-	12,009,796
Unreserved:				
Undesignated (deficit), reported in:				
General fund	19,798,195	-	-	-
Capital projects funds	-	-	(8,907,315)	-
Total Fund Balances (Deficits)	<u>20,565,651</u>	<u>6,002,966</u>	<u>(8,070,359)</u>	<u>12,192,310</u>
Total Liabilities and Fund Balances	<u>\$ 22,056,106</u>	<u>\$ 6,002,966</u>	<u>\$ -</u>	<u>\$ 13,009,058</u>

See accompanying notes to the basic financial statements

Other Governmental Funds	Total Governmental Funds
\$ 580,360	\$ 22,914,314
-	6,002,966
-	544,497
-	2,491,607
-	94,244
3,907	923,544
-	7,964,276
-	187,236
-	529,713
\$ 584,267	\$ 41,652,397

\$ 4,735	\$ 954,389
-	772,502
-	654,852
-	7,964,276
-	36,278
4,735	10,382,297

-	1,019,470
579,532	579,532
-	187,236
-	529,713
-	50,507
-	6,002,966
-	12,009,796
-	19,798,195
-	(8,907,315)
579,532	31,270,100
\$ 584,267	\$ 41,652,397

Troup County, Georgia
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Assets
June 30, 2010

Total Governmental Fund Balances	\$	31,270,100
 Amounts Reported for Governmental Activities in the Statement of Net Assets Are Different Because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds		
Cost	\$ 139,287,931	
Less accumulated depreciation	<u>(32,560,694)</u>	106,727,237
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:		
Property taxes		36,278
Interfund receivables and payables between governmental funds are reported on the fund balance sheet but eliminated on the government-wide statement of net assets:		
Interfund receivables	(7,964,276)	
Interfund payables	<u>7,964,276</u>	-
Liabilities not due and payable in the current period and therefore are not reported in the funds:		
Compensated absences payable	(1,031,266)	
Claims payable	(390,184)	
Accrued interest	(77,663)	
Capital leases payable	(1,582,701)	
Intergovernmental agreement payable	(3,235,000)	
Landfill closure and postclosure care costs payable	(224,167)	
Net OPEB Obligation	<u>(1,122,848)</u>	<u>(7,663,829)</u>
 Net Assets of Governmental Activities	 \$	 <u>130,369,786</u>

See accompanying notes to the basic financial statements

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Troup County, Georgia
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For The Year Ended June 30, 2010

	<u>General</u>	<u>Parks and Recreation Endowment</u>	<u>Capital Improvements</u>	<u>SPLOST III</u>
Revenues				
Property taxes	\$ 22,018,261	\$ -	\$ -	\$ -
Sales taxes	4,772,849	-	-	10,591,175
Other taxes	1,749,687	-	-	-
Intergovernmental	4,370,702	-	724,879	758,933
Licenses and permits	154,440	-	-	-
Charges for services	2,336,563	-	-	-
Fines and forfeitures	1,630,901	-	-	-
Investment earnings	47,390	676,159	-	35,782
Miscellaneous	651,285	-	603,054	-
Total Revenues	<u>37,732,078</u>	<u>676,159</u>	<u>1,327,933</u>	<u>11,385,890</u>
Expenditures				
Current:				
General government	3,716,580	-	16,792	3,642
Judicial	4,742,492	-	-	-
Public safety	20,007,913	-	5,811	-
Highways and streets	2,924,301	-	-	2,042,759
Health and welfare	715,938	-	-	-
Culture and recreation	4,520,645	386,021	735	-
Conservation	207,231	-	-	-
Intergovernmental	-	-	-	4,036,826
Capital Outlay	86,153	-	3,435,916	1,854,717
Debt Service:				
Principal retirement	326,715	-	-	-
Interest and fiscal charges	184,186	-	-	-
Total Expenditures	<u>37,432,154</u>	<u>386,021</u>	<u>3,459,254</u>	<u>7,937,944</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	299,924	290,138	(2,131,321)	3,447,946
Other Financing Sources (Uses)				
Sale of capital assets	33,167	-	-	-
Transfers in	38,590	-	-	-
Transfers out	(1,282,506)	-	(89,108)	(8,214)
Total Other Financing Sources (Uses)	<u>(1,210,749)</u>	<u>-</u>	<u>(89,108)</u>	<u>(8,214)</u>
Net change in fund balances	<u>(910,825)</u>	<u>290,138</u>	<u>(2,220,429)</u>	<u>3,439,732</u>
Fund Balances (Deficits)				
Beginning of Year	21,452,643	5,712,828	(6,874,515)	9,777,163
Prior Period Adjustments	-	-	1,024,585	(1,024,585)
Fund Balances Beginning of Year (restated)	<u>21,452,643</u>	<u>5,712,828</u>	<u>(5,849,930)</u>	<u>8,752,578</u>
Increase in Reserves for Inventory and Prepaid Items	<u>23,833</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances (Deficits) End of Year	<u>\$ 20,565,651</u>	<u>\$ 6,002,966</u>	<u>\$ (8,070,359)</u>	<u>\$ 12,192,310</u>

See accompanying notes to the basic financial statements

Other Governmental Funds	Total Governmental Funds
\$ -	\$ 22,018,261
-	15,364,024
66,249	1,815,936
4,564	5,859,078
-	154,440
984,580	3,321,143
191,293	1,822,194
4,468	763,799
9,105	1,263,444
<u>1,260,259</u>	<u>52,382,319</u>
-	3,737,014
-	4,742,492
1,428,339	21,442,063
-	4,967,060
254,197	970,135
10,124	4,917,525
-	207,231
-	4,036,826
369,406	5,746,192
63,422	390,137
3,935	188,121
<u>2,129,423</u>	<u>51,344,796</u>
(869,164)	1,037,523
-	33,167
1,379,978	1,418,568
(38,740)	(1,418,568)
<u>1,341,238</u>	<u>33,167</u>
<u>472,074</u>	<u>1,070,690</u>
107,458	30,175,577
-	-
<u>107,458</u>	<u>30,175,577</u>
-	23,833
<u>\$ 579,532</u>	<u>\$ 31,270,100</u>

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, 2010

Net Changes In Fund Balances - Total Governmental Funds \$ 1,070,690

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeded capital outlay in the current period.		\$ (2,826,930)	
	Depreciation expense	5,746,192	2,919,262
	Capital outlay		
Governmental funds do not report donated capital assets. Donated capital assets increase net assets.			247,581
Governmental funds report proceeds from the disposal of capital assets. Proceeds must be adjusted to reflect gain/loss on the transactions.			(80,566)
Property tax revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.			
	Deferred @ 6/30/10	36,278	
	Deferred @ 6/30/09	(11,292)	24,986
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 assets.			292,638
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 assets.			97,500
Interest expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.			
	Deferred @ 6/30/10	(77,663)	
	Deferred @ 6/30/09	80,145	2,482
Compensated absences reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.			
	Deferred @ 6/30/10	(1,031,266)	
	Deferred @ 6/30/09	1,022,550	(8,716)
Claims payable reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.			
	Deferred @ 6/30/10	(390,184)	
	Deferred @ 6/30/09	476,221	86,037
Landfill closure and postclosure care reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.			
	Deferred @ 6/30/10	(224,167)	
	Deferred @ 6/30/09	190,179	(33,988)
Net OPEB Obligation in the statement of activities does not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.			
	Deferred @ 6/30/10	(1,122,848)	
	Deferred @ 6/30/09	548,507	(574,341)
The increase in fund balances reserves for prepaid items and inventory are added directly to the fund balances at the fund level but expenses are reduced at the government-wide level.			23,833
Change In Net Assets of Governmental Activities			\$ 4,067,398

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, 2010

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues				
Property taxes	\$ 22,023,797	\$ 22,023,797	\$ 22,018,261	\$ (5,536)
Sales taxes and other	6,558,710	6,558,710	6,522,536	(36,174)
Intergovernmental	4,444,691	4,610,353	4,370,702	(239,651)
Licenses and permits	216,800	216,800	154,440	(62,360)
Charges for services	2,422,345	2,675,345	2,336,563	(338,782)
Fines and forfeitures	1,224,098	1,224,098	1,630,901	406,803
Investment earnings	150,000	150,000	47,390	(102,610)
Miscellaneous	1,728,096	1,892,120	651,285	(1,240,835)
Total Revenues	38,768,537	39,351,223	37,732,078	(1,619,145)
Expenditures				
Current:				
General government	3,708,936	3,834,741	3,716,580	118,161
Judicial	4,988,839	5,033,296	4,742,492	290,804
Public safety	19,835,995	20,010,015	20,007,913	2,102
Highways and streets	3,352,785	3,352,785	2,924,301	428,484
Health and welfare	717,007	717,007	715,938	1,069
Culture and recreation	4,819,182	5,057,586	4,520,645	536,941
Conservation	204,271	204,271	207,231	(2,960)
Capital Outlay	154,065	154,065	86,153	67,912
Debt Service				
Principal retirement	326,870	326,870	326,715	155
Interest and fiscal charges	266,769	266,769	184,186	82,583
Total Expenditures	38,374,719	38,957,405	37,432,154	1,525,251
Excess (Deficiency) of Revenues Over (Under) Expenditures	393,818	393,818	299,924	(93,894)
Other Financing Sources (Uses)				
Sale of capital assets	3,000	3,000	33,167	30,167
Transfers in	66,000	66,000	38,590	(27,410)
Transfers out	(462,818)	(462,818)	(1,282,506)	(819,688)
Total Other Financing Sources (Uses)	(393,818)	(393,818)	(1,210,749)	(816,931)
Net Change in Fund Balances	\$ -	\$ -	(910,825)	\$ (910,825)
Fund Balances Beginning of Year			21,452,643	
Increase in Reserves for Inventory and Prepaid Items			23,833	
Fund Balances End of Year			\$ 20,565,651	

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, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues				
Investment earnings	\$ 500,000	500,000	\$ 676,159	\$ 176,159
Total Revenues	<u>500,000</u>	<u>500,000</u>	<u>676,159</u>	<u>176,159</u>
Expenditures				
Current:				
Culture and recreation	<u>500,000</u>	<u>500,000</u>	<u>386,021</u>	<u>113,979</u>
Total Expenditures	<u>500,000</u>	<u>500,000</u>	<u>386,021</u>	<u>113,979</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	290,138	<u>\$ 290,138</u>
Fund Balances Beginning of Year			<u>5,712,828</u>	
Fund Balances End of Year			<u>\$ 6,002,966</u>	

See accompanying notes to the basic financial statements

Troup County, Georgia
Comparative Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2010 and 2009

	2010	2009
Assets		
Cash	\$ 3,980,202	\$ 4,022,019
Taxes receivable	192,638	203,339
Other receivables	5,702	4,090
Total Assets	\$ 4,178,542	\$ 4,229,448
Liabilities		
Due to other entities	\$ 1,433,143	\$ 2,743,577
Due to other taxing units	485,823	550,595
Escrow bond deposits	187,040	182,000
Federal forfeiture funds	1,389,058	191,063
Confiscated funds	162,864	50,240
Inmate funds	108,345	112,287
Deferred liabilities	411,582	398,504
D.A.R.E. program	687	1,182
Total Liabilities	\$ 4,178,542	\$ 4,229,448

See accompanying notes to the basic financial statements

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NOTES TO THE BASIC FINANCIAL STATEMENTS

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

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 Balances.....	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
Fund Equity	1-E-9
Interfund Activity.....	1-E-10
Estimates.....	1-E-11
Comparative Data.....	1-E-12
 Stewardship, Compliance and Accountability	 2
Budgetary Information	2-A
Deficit Fund Equities.....	2-B
Excess of Expenditures over Appropriations	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 Postclosure Care Costs	3-G
Pensions.....	3-H
Net Assets.....	3-I
 Other Notes	 4
Risk Management.....	4-A
Postemployment Healthcare Plan.....	4-B
Commitments	4-C
Contingent Liabilities	4-D
Joint Ventures.....	4-E
Hotel/Motel Taxes	4-F
Deferred Compensation Plan.....	4-G
Prior Period Adjustment	4-H

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

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.

Component units are legally separate organizations for which the County is financially accountable. The County is financially accountable for an organization if the County appoints a voting majority of the organization's governing board and (1) the County is able to significantly influence the programs or services performed or provided by the organizations; or (2) the County is legally entitled to or can otherwise access the organization's resources; the County is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the County is obligated for the debt of the organization. Component units also may include organizations that are fiscally dependent on the County in that the County approves the budget, levies their taxes or issues their debt.

The 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.

The component unit columns included on the government-wide financial statements identify the financial data of the County's discretely presented component unit. They are reported separately to emphasize that the component unit is legally separate from the County.

A brief description of the discretely presented component unit follows: The 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 has the ability to modify or approve the budget of the TCBH.

The TCBH is reported as a component unit because the entity is legally separate, however, the County appoints a voting majority of the department's governing board, and the County is able to impose its will on the entity. The 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 component unit can be obtained directly from:

Troup County Board of Health
900 Dallis Street
LaGrange, Georgia 30240

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

1-B. Basis of Presentation

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

Government-wide Financial Statements - The government-wide financial statements include the statement of net assets and the statement of activities. These statements report financial information for the County as a whole. The primary government and the component unit are presented separately within these financial statements with the focus on the primary government. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and grants and County's general revenues. Neither fiduciary funds nor component units that are fiduciary in nature are included.

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

The statement of activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities. 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 are provided for governmental funds.

Major individual governmental funds are reported in separate columns.

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, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

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

General Fund – 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 – This fund was established to account for an endowment from Callaway Foundation, Inc., which may be expended for expenses in operating and maintaining recreation facilities.

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

Parks and Recreation Fund – This fund accounts for the revenues provided by a special purpose local option sales tax, intergovernmental contract proceeds and expenditures related to the construction of parks and recreation facilities.

Government Services Center Fund – This fund accounts for revenues provided by a special purpose local option sales tax and expenditures related to the construction of a new government services center.

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

Fiduciary Funds – The County's fiduciary funds are agency funds which are custodial in nature and used primarily by the County's constitutional officers.

1-C. Measurement Focus

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

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

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

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 revenue, and in the presentation of expenses versus expenditures. 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 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.

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

On governmental fund financial statements (i.e., on the modified accrual basis), receivables that will not be collected within the available period have been reported as deferred revenue (i.e., they are measurable but not available) rather than as revenue.

Grants and entitlements received before the eligibility requirements are met (e.g., cash advances) also are recorded as deferred revenue.

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

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

1-E. Assets, Liabilities and Fund Equity

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

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

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

Georgia law authorizes the County to invest in the following 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 uncollectibles, where applicable.

1-E-3 Interfund Balances

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/interfund payables." These amounts are eliminated in the governmental activities column of the statement of net assets

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 reserved 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, 2010, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is reserved as this amount is not available for general appropriation.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

1-E-6 Capital Assets

General capital assets are those assets specifically related to governmental activities. These assets generally result from expenditures in governmental funds. The County reports these assets in the governmental activities column of the government-wide statement of net assets but does not report these assets in the governmental fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The County maintains a capitalization threshold of five thousand dollars. The County's infrastructure consists primarily of roads and bridges. 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:

<u>Asset Class</u>	<u>Governmental Activities Estimated Lives</u>
Buildings	50 years
Machinery and equipment	3 – 7 years
Infrastructure	40 years

1-E-7 Compensated Absences

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

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

The total compensated absence liability is reported on the government-wide financial statements. Governmental funds report the compensated absence liability at the fund reporting level only "when due."

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

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of these funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are "due for payment" during the current year. The intergovernmental agreement, the claims and the landfill closure and post-closure care costs are recognized as liabilities in the governmental fund financial statements when due.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 1 - Summary of Significant Accounting Policies (Continued)

1-E-9 Fund Equity

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

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

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

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

1-E-10 Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. 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).

Transfers between funds reported in the governmental activities column are eliminated.

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.

1-E-12 Comparative Data

Comparative total data for the prior year have been presented only for individual funds in the fund financial statements in order to provide an understanding of the changes in the financial position and operations of these funds. Also, certain amounts presented in the prior year data have been reclassified to be consistent with the current year’s presentation. Certain revenues are classified as intergovernmental at the fund reporting level but reclassified as charges for services at the government-wide reporting level.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 2 – Stewardship, Compliance and Accountability

2-A. Budgetary Information

The County adopts an annual operating budget for the general fund and each special revenue 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 and special revenue 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.

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

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. Deficit Fund Equities

The following individual funds had deficit fund balances at the fund reporting level at June 30, 2010:

Capital Improvements Fund	\$ 8,070,359
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The deficit fund balances will be liquidated through general fund revenues appropriated for completion of the projects.

2-C. Excess of Expenditures Over Appropriations

For the year ended June 30, 2010, expenditures exceeded budget, as follows:

<u>Fund/Function</u>	<u>Excess</u>
Emergency 9-1-1 Fund	
Public Safety	\$ 41,521
General Fund	
Public Safety/Police protection	237,062
General Fund	
Conservation of natural resources	2,960

The overexpenditures were funded by excess collections of charges for services in the Emergency 9-1-1 Fund and through general fund revenues.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 3 - Detailed Notes on All Funds

3-A. Deposits and Investments

Deposits – Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the County’s deposits may not be returned to it. The County does not have a deposit policy for custodial risk. As of June 30, 2010, \$2,569,328 of the County’s bank balance of \$35,817,739 was exposed to custodial credit risk as follows:

Uninsured and Collateral held by Pledging Bank's Trust Department in the County's Name	<u>\$ 2,569,328</u>
Total	<u><u>\$ 2,569,328</u></u>

The component unit’s deposits were entirely covered by federal depository insurance and collateral held by the custodial bank in the unit’s name and in the State of Georgia Pledging Pool.

Deposits – External Investment Pool

A portion of the County’s deposits at June 30, 2010 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.

Investments – Credit Risk

As of June 30, 2010, the County had the following investments:

Investment Types	Maturities	Fair Value
Endowment:		
Ridgeworth Prime Quality Money Market Fund	Daily	\$ 11,350
Mutual Funds	Daily	3,944,279
SunTrust High Quality Intermediate Fund	Daily	2,047,337
Total		<u>\$ 6,002,966</u>

The above are investments held by the Troup County Recreation Endowment Fund. The Troup County Recreation Endowment Fund is a separate legal entity and is presented as a blended component unit for financial statement reporting.

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. As of June 30, 2010 the County’s investment in Ridgeworth Prime Quality Money Market Fund and in SunTrust Intermediate High Quality Bond Fund has an AAA rating by S&P. All other investments are unrated.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 3 - Detailed Notes on All Funds (Continued)

Investments – Interest Rate Risk

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

Investments – Concentration of Credit Risk

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.

3-B. Receivables

Receivables at June 30, 2010, 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.

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.

(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, 2010

Note 3 - Detailed Notes on All Funds (Continued)

3-D. Capital Assets

Capital asset activity for the year ended June 30, 2010, was as follows:

	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 16,331,181	\$ 496,534	\$ -	\$ 16,827,715
Construction in progress	1,812,246	1,305,018	1,812,246	1,305,018
Total non-depreciable assets	<u>18,143,427</u>	<u>1,801,552</u>	<u>1,812,246</u>	<u>18,132,733</u>
Other capital assets:				
Buildings	62,531,963	3,619,956	-	66,151,919
Machinery and equipment	21,747,944	2,154,188	415,404	23,486,728
Infrastructure	31,286,228	230,323	-	31,516,551
Total other capital assets	<u>115,566,135</u>	<u>6,004,467</u>	<u>415,404</u>	<u>121,155,198</u>
Total cost	<u>133,709,562</u>	<u>7,806,019</u>	<u>2,227,650</u>	<u>139,287,931</u>
Accumulated depreciation:				
Buildings	7,623,030	1,237,604	-	8,860,634
Machinery and equipment	12,530,169	1,161,441	334,838	13,356,772
Infrastructure	9,915,403	427,885	-	10,343,288
Total accumulated depreciation	<u>30,068,602</u>	<u>2,826,930</u>	<u>334,838</u>	<u>32,560,694</u>
Governmental activities capital assets, net	<u>\$ 103,640,960</u>	<u>\$ 4,979,089</u>	<u>\$ 1,892,812</u>	<u>\$ 106,727,237</u>

Governmental activities depreciation expense

General government	\$ 714,252
Public safety	791,518
Highway and streets	752,458
Health and welfare	232,296
Culture and recreation	336,406

Total governmental activities depreciation expense \$ 2,826,930

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 3 - Detailed Notes on All Funds (Continued)

	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Component unit				
Depreciable capital assets:				
Machinery and equipment	\$ 2,125,148	\$ 140,990	\$ 32,326	\$ 2,233,812
Less accumulated depreciation	1,824,145	117,790	32,326	1,909,609
Component unit capital assets, net	<u>\$ 301,003</u>	<u>\$ 23,200</u>	<u>\$ -</u>	<u>\$ 324,203</u>

3-E. - Interfund Balances and Transfers

Interfund balances at June 30, 2010, consisted of the following amounts and represent charges for services or reimbursable expenses. These remaining balances resulted from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting period, and (3) payments between funds are made. The County expects to repay all interfund balances within one year.

Payable to:	Payable from:		
	Capital Improvements	SPLOST III Fund	Total
General Fund	\$ 7,963,492	\$ 784	\$ 7,964,276
Total	<u>\$ 7,963,492</u>	<u>\$ 784</u>	<u>\$ 7,964,276</u>

Interfund transfers for the year ended June 30, 2010, consisted of the following:

Transfers out:	Transfers in:		
	General Fund	Other Governmental Funds	Total
General Fund	\$ -	\$ 1,282,506	\$ 1,282,506
Capital Improvements	-	89,108	89,108
SPLOST III Fund	-	8,214	8,214
Other Governmental Funds	38,590	150	38,740
Total	<u>\$ 38,590</u>	<u>\$ 1,379,978</u>	<u>\$ 1,418,568</u>

Interfund transfers in the General Fund totaled \$1,282,506 of which \$479,764 was transferred from the General Fund to the Emergency 9-1-1 Fund to subsidize the operation of the Emergency 9-1-1 center and \$802,742 was transferred from the General Fund to the Jail Fund, Senior Center Fund, Parks and Recreation Fund and Government Services Center Fund to subsidize and complete those capital projects. Additionally, \$38,590 was transferred from the Hotel/Motel Tax Fund to the General Fund. This amount represents the remaining portion of Hotel/Motel tax after compliance with the requirements of OCGA 48-13-51 (See note 4-F).

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 3 - Detailed Notes on All Funds (Continued)

3-F. Long-term Debt

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

The LaGrange Development Authority (the “Issuer”), the 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. The revenue bonds are secured by the intergovernmental contract under which LaGrange and Troup County have agreed to each pay one-half of the debt service on the bonds when due, commencing in February 2008. The Issuer is obligated for up to 50 years to reimburse LaGrange and Troup County for payments made under the intergovernmental contract from net proceeds received from the sale or lease of parcels.

Intergovernmental agreements requirements to maturity are as follows:

Year Ending June 30,	Principal	Interest	Total
2011	\$ 102,500	\$ 186,390	\$ 288,890
2012	110,000	180,128	290,128
2013	117,500	173,407	290,907
2014	125,000	166,227	291,227
2015	132,500	158,590	291,090
2016-2020	790,000	661,738	1,451,738
2021-2025	1,075,000	387,857	1,462,857
2026-2028	<u>782,500</u>	<u>74,137</u>	<u>856,637</u>
Total	<u>\$ 3,235,000</u>	<u>\$ 1,988,474</u>	<u>\$ 5,223,474</u>

Commitment - On July 1, 2008, Troup County entered into an agreement with the LaGrange-Troup County Hospital Authority (the “Authority”) to support the Authority’s effort to finance the acquisition and construction of additional healthcare facilities and renovations to existing healthcare facilities in Troup County. The Authority issued Revenue Anticipation Certificates, Series 2008A in the aggregate principal amount of \$46,590,000. Troup County has pledged to levy property taxes up to seven mills, to provide funds to service the principal and interest payments in the event of default by the Authority.

(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, 2010

Note 3 - Detailed Notes on All Funds (Continued)

Capital Leases - During 2007, the County entered into a capital lease obligation for telecommunication equipment and systems. The telecommunication equipment held under the capital lease at June 30, 2010 had a cost of \$274,987. The capital lease requires a monthly payment of \$5,613 including an interest rate of 5.0% for a term of sixty months.

During 2008, the County entered into a capital lease obligation for machinery and equipment. The machinery and equipment held under the capital lease at June 30, 2010 had a cost of \$1,987,396. The capital lease requires an annual payment of \$307,000, with a final payment of \$1,095,677 in 2013, including an interest rate of 4.4% for a term of five years.

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

<u>Year Ending June 30,</u>	<u>Amount</u>
2011	\$ 351,904
2012	307,000
2013	<u>1,095,677</u>
Total	1,754,581
Less: amount representing interest	<u>(171,880)</u>
Present value of minimum lease payments	<u><u>\$ 1,582,701</u></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, 2010

Note 3 - Detailed Notes on All Funds (Continued)

Changes in Long-term Debt - Changes in the County's long-term obligations consisted of the following for the year ended June 30, 2010:

	Outstanding July 1, 2009	Additions	Reductions	Outstanding June 30, 2010	Amount Due in One Year
Governmental Activities					
Compensated absences	\$ 1,022,550	\$ 809,566	\$ 800,850	\$ 1,031,266	\$ -
Capital Lease (2007)	107,496	-	63,422	44,074	44,074
Capital Lease (2008)	1,767,842	-	229,215	1,538,627	239,300
Landfill closure and post-closure care	190,179	33,988	-	224,167	-
Intergovernmental Contract (2007A)	782,500	-	-	782,500	-
Intergovernmental Contract (2007B)	2,550,000	-	97,500	2,452,500	102,500
Total Governmental Activities	\$ 6,420,567	\$ 843,554	\$ 1,190,987	\$ 6,073,134	\$ 385,874
Component Unit					
Compensated absences	\$ 499,560	\$ 138,599	-	\$ 638,159	-

The compensated absences payable, the claims payable, the capital lease (2008), the landfill closure and post-closure care costs payable, intergovernmental contract 2007A and intergovernmental contract 2007B are being paid from the general fund.

3-G. Landfill Closure and Postclosure Care Costs

State and Federal laws and regulations require that the County place a final cover on its construction and demolition (C & D) landfill when closed and perform certain maintenance and monitoring functions at the landfill site for five years after closure. In addition to operating expenses related to current year activity of the landfill, an estimated liability is being recognized based on the future closure and postclosure care costs that will be incurred near or after the date the C & D landfill no longer accepts waste. The recognition of those landfill closure and postclosure care costs is based on the amount of the landfill used during the year. The estimated liability for landfill closure and postclosure care costs is \$224,167 as of June 30, 2010, which is based on 49.35% usage (filled) of the landfill. It is estimated that an additional liability of \$230,073 will be recognized as closure and postclosure care costs between the date of the balance sheet and the date the landfill is expected to be filled to capacity (2017). The estimated total current cost of the landfill closure and postclosure care (\$454,240) is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor and maintain the C & D landfill were acquired as of June 30, 2010. However, the actual cost of closure and postclosure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

The County has undesignated funds in the General Fund in excess of \$20 million at June 30, 2010. No reserve is deemed necessary.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 3 - Detailed Notes on All Funds (Continued)

3-H. Pensions

A. Plan Description

The County contributes to the Association of County Commissioners of Georgia ("ACCG") Defined Benefit Plan ("Plan"), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for participating counties in Georgia. The County's payroll for employees covered by the Plan as of January 1, 2009 (the most recent actuarial valuation date) was \$15,113,182 (based on covered earnings for the preceding year). The County's total payroll was \$18,227,886. The ACCG issues a publicly available financial report that includes financial statements and required supplementary information for Troup County.

All full time County employees are eligible to participate in the Plan after completing one year of service. Benefits vest after five years of service. Participants become eligible to retire at the earlier of: a) age 65 with 3 years of participation in the Plan, b) age 55 and 30 years of service, or c) age 60 and 20 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 50% Joint and Survivor annuity. Compensation is averaged over a five year period prior to retirement or termination. The Plan also provides benefits in the event of death or disability. These benefit provisions were established by an adoption agreement executed by the County Board of Commissioners.

The following is the plan membership at January 1, 2009:

Membership	
Active plan participants	421
Retirees, beneficiaries and disables	
currently receiving benefits	89
Terminated plan participants entitled to,	
but not yet receiving benefits	<u>194</u>
Total	<u><u>704</u></u>

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

County Employee Benefits Corporation of Georgia
1100 Circle 74 Parkway, Suite 300
Atlanta, Georgia 30339

(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, 2010

Note 3 - Detailed Notes on All Funds (Continued)

B. Funding Policy

The 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. Administrative expenses are based on total covered payroll of plan members and are added to the annual funding requirement.

The Georgia Constitution enables the governing authority of the County, the Board of Commissioners, to establish and amend from time to time, the contribution rates for the employer and its plan members.

County employees are not required to contribute to the Plan.

For 2009, the County's annual pension cost of \$1,487,297 equaled the County's required and actual contributions. The required contribution was determined as part of the January 1, 2009 actuarial valuation using the projected unit credit actuarial cost method. The actuarial assumptions included (a) 7.75% investment rate of return, (b) projected salary increases of 4.0% - 6.5% based on age, and 0% per year cost-of-living adjustments. Both (a) and (b) included an inflation component of 3%. The asset valuation method used is market value. The unfunded actuarial accrued liability is being amortized as a level dollar of projected payroll on a closed basis. The remaining amortization period at January 1, 2009, was 10 years.

Annual Pension Cost – The County's annual pension cost for the last three years are as follows:

Fiscal Year Ended December 31,	Annual Pension Cost	Annual Pension Contribution	Percentage Contributed	Net Pension Obligation (Asset)
2007	\$ 1,071,851	\$ 1,081,328	100.9%	\$ (1,346)
2008	1,191,857	1,211,276	101.6%	(20,765)
2009	1,487,297	1,487,297	100.0%	(20,765)

Plan Fund Status – The County's funding status based upon the most recent actuarial valuation follows:

Schedule of Funding Progress						
Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL/(UAAL) (2)-(1)	(5) Annual Covered Payroll	(6) UAAL as a Percentage of Covered Payroll
12/31/2007	\$ 18,500,704	\$ 19,402,355	95.4%	\$ 901,651	\$ 14,140,780	6.4%
12/31/2008	18,463,747	21,636,433	85.3%	3,172,686	14,583,693	21.8%
12/31/2009	20,240,469	24,483,293	82.7%	4,242,824	15,113,182	28.1%

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 3 - Detailed Notes on All Funds (Continued)

Net Pension Assets – The County’s derivation of the annual required contribution, the annual pension cost and net pension obligation (asset) at January 1, 2009 (i.e., the most recent actuarial valuation) and 2008 are as follows:

	<u>December 31, 2009</u>	<u>December 31, 2008</u>
Derivation of the Annual Required Contribution:		
Normal Cost	\$ 953,501	\$ 894,621
Amortization of unfunded accrued actuarial liability (UAAL)	343,919	131,834
Pre-retirement death benefit expense	102,450	95,112
Post-retirement death benefit expense	18,531	3,247
Administrative expenses	<u>68,896</u>	<u>67,043</u>
Annual required contribution (ARC)	<u>\$ 1,487,297</u>	<u>\$ 1,191,857</u>
Derivation of the Annual Cost Pension Cost:		
Annual required contribution (ARC)	\$ 1,487,297	\$ 1,191,857
Interest on prior year net pension obligation	-	-
Adjustment to ARC	<u>-</u>	<u>-</u>
Annual pension cost	<u>\$ 1,487,297</u>	<u>\$ 1,191,857</u>
Derivation of the Net Pension Obligation (Asset):		
Annual pension cost	\$ 1,487,297	\$ 1,191,857
Contributions made	<u>1,487,297</u>	<u>1,211,276</u>
Increase (decrease) in net pension obligation (asset)	-	(19,419)
Net pension obligation (asset), beginning of year	<u>(20,765)</u>	<u>(1,346)</u>
Net pension obligation (asset), end of year	<u>\$ (20,765)</u>	<u>\$ (20,765)</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, 2010

Note 3 - Detailed Notes on All Funds (Continued)

3-I. Net Assets

Net assets invested in capital assets, net of related debt and net assets restricted for program purposes on the Government-wide statement of net assets as of June 30, 2010 are detailed as follows:

	Governmental Activities
Invested in capital assets, net of related debt:	
Cost of capital assets	\$ 139,287,931
Less capital lease related debt	(1,582,702)
Less accumulated depreciation	(32,560,694)
Invested in capital assets, net of related debt	\$ 105,144,535
 Restricted for program purposes:	
Drug abuse treatment and education	\$ 471,427
Victim/Witness assistance fund	8,682
Juvenile Supervision	99,423
 Restricted for program purposes	\$ 579,532

Note 4 - Other Notes

4-A. Risk Management

The County is exposed to various risks of losses related to torts, thefts of, damage to and destructions of assets; errors and omissions; injuries to employees; and natural disasters. During 1987 in an effort to hold down the cost of rising medical and health insurance, the County began paying part of its employee's claims out of its general fund. For the plan year ending June 30, 2010 the County is self-insured for claims up to \$90,000 per employee for a maximum of approximately \$4,479,139 in the aggregate for claims incurred and paid within the plan year. Claims exceeding this amount are covered by a private insurance carrier. The County includes dental insurance coverage for its employees in its self-insurance plan.

The County has joined together with other counties in the state as part of the Association of County Commissioners of Georgia Self-Insurance Workers Compensation Fund, a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

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

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 4 - Other Notes (Continued)

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

Settled claims have not exceeded commercial coverage in any of the past three fiscal years.

Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported.

Changes in the reported liability since June 30, 2007 resulted from the following:

Date	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claims Payments	End of Fiscal Year Liability
2008	\$ 382,629	\$ 4,350,907	\$ 4,318,606	\$ 414,930
2009	414,930	3,753,012	3,691,721	476,221
2010	476,221	4,122,896	4,208,933	390,184

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

4-B. Postemployment Healthcare Plan

A. Plan Description

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

Eligible retirees are those persons who:

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

The portion of premiums contributed by the retired employee is determined based on years of service and range from 25% to 50%.

B. Funding Policy

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

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 4 - Other Notes (Continued)

C. Annual OPEB Cost and Net OPEB Obligation

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

	<u>June 30, 2010</u>	<u>June 30, 2009</u>
Determination of Annual Required Contribution		
Normal Cost at year end	\$ 355,079	\$ 341,423
Amortization of UAAL	<u>325,687</u>	<u>299,411</u>
Annual Required Contribution (ARC)	680,766	640,834
Determination of Net OPEB Obligation		
Annual Required Contribution	680,766	640,834
Interest on prior year Net OPEB Obligation	21,940	-
Adjustments to ARC	<u>(31,720)</u>	<u>-</u>
Annual OPEB Cost	670,986	640,834
Contributions made*	<u>(96,645)</u>	<u>(92,327)</u>
Increase in Net OPEB Obligation	574,341	548,507
Net OPEB Obligation, beginning of year	<u>548,507</u>	<u>-</u>
Net OPEB Obligation, end of year **	<u><u>\$ 1,122,848</u></u>	<u><u>\$ 548,507</u></u>

* Employer contributions will be equal to the net expected employer benefit payments (gross benefit cost offset by the retiree's contributions) during the 2010 fiscal year plus any additional funds the County will place in a GASB 45 qualifying trust. GASB 45 defines contributions for this purpose to be actual benefit payments during the year plus contributions, if any, to a separate, irrevocable trust.

** The Net OPEB Obligation has been calculated using Estimated Employer Contributions for 2010.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 4 - Other Notes (Continued)

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the year ended June 30, 2010 are as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
6/30/2008	N/A	N/A	N/A
6/30/2009	\$ 640,834	14.39%	\$ 548,507
6/30/2010	670,986	14.40%	1,122,848

D. Funded Status and Funding Progress

As of June 30, 2010, the most recent actuarial valuation date, the County's funding has been limited to participant contributions. The actuarial accrued liability (AAL) for benefits was \$5,631,791. This amount is also the unfunded actuarial accrued liability (UAAL).

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

E. Actuarial Methods and Assumptions

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

In the June 30, 2010, actuarial valuation, the unprojected unit credit actuarial cost method was used. The actuarial assumptions include a 4.0 percent discount rate, which is a blended rate of the expected long-term investment returns on the employer's own investments calculated based on the funded level of the plan at the valuation date. Other actuarial assumptions include mortality rates, withdrawal rates based on the age of the employee, disability rates, retirement rates and an annual healthcare cost trend rate of 6.5 percent initially, reduced by decrements to a rate of 6.0 percent after ten years. The UAAL is being amortized over the maximum permissible amortization period of thirty years.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 4 - Other Notes (Continued)

4-C. Commitments

The County has entered into various noncancellable scheduled maintenance lease agreements that expire on June 30, 2012. Future minimum lease payments under the leases are as follows:

2011	\$ 54,000
2012	<u>1,350</u>
	<u>\$ 55,350</u>

4-D. Contingent Liabilities

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could result in a request for reimbursement to the grantor agency for costs disallowed under terms of the grant. Based on prior experience, the County believes such disallowances, if any, will be immaterial.

The County was a defendant in several lawsuits at June 30, 2010. In the opinion of County management, the outcome of these contingencies will not have a material effect on the financial position of the County.

4-E. 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 (RC) and is required to pay annual dues thereto. During the year ended June 30, 2010, the County paid \$29,271 in such dues. 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 RC in Georgia. The RC Board membership includes the 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
120 North Hill Street
P. O. Box 818
Griffin, Georgia 30224

4-F. Hotel/Motel Taxes

The County levies and collects a hotel/motel tax in accordance with the provisions of Section 48-13-51 of the Official Code of Georgia Annotated (OCGA). The County levies and collects the tax at a rate of 5%.

During the fiscal year ended June 30, 2010, the County collected \$66,249 in hotel/motel taxes. In accordance with OCGA 48-13-51, the County expended \$27,659. Expenditures exceed 40% of collections and meet the statutory requirement.

Troup County, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2010

Note 4 - Other Notes (Continued)

4-G. 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 County does not make contributions to the plan. Employee elected contributions are maintained in separate accounts for each employee by the third party administrator.

4-H. Prior Period Adjustment

The financial statements of the Capital Improvements Fund and the SPLOST III Fund reflect a prior period adjustment. The adjustment is necessary because certain capital projects were recorded in the Capital Improvements Fund in error. These projects were appropriately authorized SPLOST III projects and should have been recorded in the SPLOST III Fund.

The net effect of the adjustment on the Governmental Funds' Statement of Revenues, Expenditures and Changes in Fund Balance is to decrease beginning fund balance in the SPLOST III Fund by \$1,024,585, with a corresponding increase in the Capital Improvements Fund. There is no effect on current revenues or expenditures.

The combining and individual fund financial statements reflect the prior period adjustment as well. Each Fund's 2009 Comparative Balance Sheet and Comparative Statement of Revenues, Expenditures and Changes in Fund Balance have been restated. A summary of the changes follows:

	SPLOST III Fund	Capital Improvements Fund	Total
	<u> </u>	<u> </u>	<u> </u>
For the year ending June 30, 2009:			
Total assets	\$ (37,262)	\$ 987,323	\$ 950,061
Total liabilities	987,323	(37,262)	950,061
Total ending fund balance	(1,024,585)	1,024,585	-
Revenues	-	-	-
Expenditures	269,366	(269,366)	-
Net change in fund balance	(269,366)	269,366	-
Beginning fund balance	(755,219)	755,219	-
Ending fund balance	(1,024,585)	1,024,585	-

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REQUIRED SUPPLEMENTARY INFORMATION

Troup County, Georgia
Schedule of Funding Progress
Pension Plan
Year Ended June 30, 2010

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1)/(2)	(4) Unfunded AAL/(UAAL) (2)-(1)	(5) Annual Covered Payroll	(6) UAAL as a Percentage of Covered Payroll
12/31/2004	\$ 13,897,901	\$ 15,931,430	87.2%	\$ 2,033,529	\$ 11,555,629	17.6%
12/31/2005	15,063,073	16,769,144	89.8%	1,706,071	11,751,350	14.5%
12/31/2006	16,810,225	17,054,901	98.6%	244,676	12,738,845	1.9%
12/31/2007	18,500,704	19,402,355	95.4%	901,651	14,140,780	6.4%
12/31/2008	18,463,747	21,636,433	85.3%	3,172,686	14,583,693	21.8%
12/31/2009	20,240,469	24,483,293	82.7%	4,242,824	15,113,182	28.1%

Troup County, Georgia
Schedule of Employer Contributions
Pension Plan
Year Ended June 30, 2010

Fiscal Year Ended December 31,	Annual Pension Cost	Annual Pension Contribution	Percentage Contributed	Net Pension Obligation (Asset)
2004	\$ 987,540	\$ 987,540	100.0%	\$ 9,477
2005	990,417	990,417	100.0%	9,477
2006	1,044,187	1,045,533	100.1%	8,131
2007	1,071,851	1,081,328	100.9%	(1,346)
2008	1,191,857	1,211,276	101.6%	(20,765)
2009	1,487,297	1,487,297	100.0%	(20,765)

Troup County, Georgia
Schedule of Funding Progress
Postemployment Healthcare Plan
Year Ended June 30, 2010

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Liabilities (AAL) (1)	Unfunded Actuarial Liabilities (UAAL) (2)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
July 1, 2007	N/A	N/A	N/A	N/A	N/A	N/A
July 1, 2008	\$ -	\$ 5,177,427	\$ 5,177,427	0.00%	\$17,712,179	29.23%
July 1, 2009	-	5,631,791	5,631,791	0.00%	17,521,855	32.14%

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

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

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SUPPLEMENTARY INFORMATION

NONMAJOR GOVERNMENTAL FUNDS

Troup County, Georgia
Combining Balance Sheet - By Fund Type
Nonmajor Governmental Funds
June 30, 2010

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets			
Cash and cash equivalents	\$ 580,360	\$ -	\$ 580,360
Intergovernmental receivable	3,907	-	3,907
Interfund receivable	-	-	-
Total Assets	\$ 584,267	\$ -	\$ 584,267
Liabilities and Fund Balances			
Liabilities			
Accounts payable	\$ 4,735	\$ -	\$ 4,735
Interfund payable	-	-	-
Total Liabilities	4,735	-	4,735
Fund Balances (Deficits)			
Reserved for:			
Program purposes	579,532	-	579,532
Capital outlay	-	-	-
Unreserved - undesignated (deficits)	-	-	-
Total Fund Balances (Deficits)	579,532	-	579,532
Total Liabilities and Fund Balances	\$ 584,267	\$ -	\$ 584,267

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, 2010

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues			
Other taxes	\$ 66,249	\$ -	\$ 66,249
Intergovernmental	-	4,564	4,564
Charges for services	984,580	-	984,580
Fines and forfeitures	191,293	-	191,293
Investment earnings	3,933	535	4,468
Miscellaneous	-	9,105	9,105
Total Revenues	1,246,055	14,204	1,260,259
Expenditures			
Current:			
Public safety	1,428,339	-	1,428,339
Health and welfare	254,138	59	254,197
Culture and recreation	-	10,124	10,124
Capital Outlay	-	369,406	369,406
Debt Service:			
Principal	-	63,422	63,422
Interest	-	3,935	3,935
Total Expenditures	1,682,477	446,946	2,129,423
Excess (Deficiency) of Revenues Over (Under) Expenditures	(436,422)	(432,742)	(869,164)
Other Financing Sources (Uses)			
Transfers in	479,764	900,214	1,379,978
Transfers out	(38,590)	(150)	(38,740)
Total Other Financing Sources (Uses)	441,174	900,064	1,341,238
Net change in fund balances	4,752	467,322	472,074
Fund Balances Beginning of Year	574,780	(467,322)	107,458
Fund Balances End of Year	\$ 579,532	\$ -	\$ 579,532

GENERAL FUND

Troup County, Georgia
General Fund
Comparative Balance Sheet
June 30, 2010 and June 30, 2009

	2010	2009
Assets		
Cash and cash equivalents	\$ 11,042,991	\$ 13,061,757
Receivables:		
Accounts	544,497	448,705
Sales taxes	773,512	769,218
Other taxes	94,243	93,951
Intergovernmental	919,637	407,666
Interfund	7,964,277	7,453,418
Inventory	187,236	195,002
Prepaid items	529,713	498,114
Total Assets	\$ 22,056,106	\$ 22,927,831
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 681,675	\$ 759,034
Accrued expenditures	772,502	704,862
Interfund payable	-	-
Deferred revenue	36,278	11,292
Total Liabilities	1,490,455	1,475,188
Fund Balances		
Reserved for:		
Encumbrances	-	273,650
Inventory	187,236	195,002
Prepaid items	529,713	498,114
Culture and recreation	50,507	50,507
Unreserved	19,798,195	20,435,370
Total Fund Balances	20,565,651	21,452,643
Total Liabilities and Fund Balances	\$ 22,056,106	\$ 22,927,831

Troup County, Georgia
General Fund
Comparative Statement of Revenues, Expenditures and
Changes in Fund Balances
For The Years Ended June 30, 2010 and June 30, 2009

	2010	2009
Revenues		
Property taxes	\$ 22,018,261	\$ 21,969,112
Sales taxes	4,772,849	4,807,415
Other taxes	1,749,687	1,780,043
Intergovernmental	4,370,702	4,370,981
Licenses and permits	154,440	200,906
Charges for services	2,336,563	2,481,241
Fines and forfeitures	1,630,901	1,496,862
Investment earnings	47,390	143,020
Miscellaneous	651,285	982,095
Total Revenues	37,732,078	38,231,675
Expenditures		
Current:		
General government	3,716,580	3,649,794
Judicial	4,742,492	4,720,706
Public safety	20,007,913	19,479,214
Highways and streets	2,924,301	2,828,385
Health and welfare	715,938	731,287
Culture and recreation	4,520,645	4,848,855
Conservation	207,231	167,530
Capital Outlay	86,153	395,372
Debt Service		
Principal Retirement	326,715	312,054
Interest and fiscal charges	184,186	285,446
Total Expenditures	37,432,154	37,418,643
Excess (Deficiency) of Revenues Over (Under) Expenditures	299,924	813,032
Other Financing Sources (Uses)		
Sale of capital assets	33,167	7,251
Transfers in	38,590	70,679
Transfers out	(1,282,506)	(482,673)
Total Other Financing Sources (Uses)	(1,210,749)	(404,743)
Net Change in Fund Balances	(910,825)	408,289
Fund Balances Beginning of Year	21,452,643	21,041,824
Increase in Reserve in Inventory & Prepaids	23,833	2,530
Fund Balances End of Year	\$ 20,565,651	\$ 21,452,643

Troup County, Georgia
General Fund
Schedule of Revenues - Budget and Actual
For The Year Ended June 30, 2010
(With Actual Amounts For The Year Ended June 30, 2009)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Property taxes:					
Real	\$ 20,027,822	\$ 20,027,822	\$ 20,463,890	\$ 436,068	\$ 19,786,187
Intangible	307,325	307,325	218,498	(88,827)	346,736
Motor vehicle	1,688,650	1,688,650	1,335,873	(352,777)	1,836,189
Total Property Taxes	22,023,797	22,023,797	22,018,261	(5,536)	21,969,112
Selective taxes:					
Local option sales tax	4,785,000	4,785,000	4,772,849	(12,151)	4,807,415
Railroad tax	16,650	16,650	25,642	8,992	27,149
Beverage tax	190,000	190,000	162,491	(27,509)	181,728
Franchise tax	208,000	208,000	221,980	13,980	212,105
Insurance premium tax	1,359,060	1,359,060	1,339,574	(19,486)	1,359,061
Total Selective Taxes	6,558,710	6,558,710	6,522,536	(36,174)	6,587,458
Intergovernmental-State of Georgia					
Department of Transportation:					
Highways	33,000	37,860	28,634	(9,226)	35,379
Parks and recreation	98,500	98,500	68,664	(29,836)	111,501
Inmate detail	39,500	39,500	42,182	2,682	42,182
Transit	-	27,700	-	(27,700)	-
Department of Corrections - inmate subsidy	2,288,136	2,288,136	2,553,020	264,884	2,244,722
Department of Administrative Services - flood control	26,000	26,000	27,989	1,989	25,989
Department of Revenue:					
Real estate transfer tax	40,824	40,824	47,058	6,234	49,662
Department of Defense - salary supplement - fire chief	17,634	17,634	17,634	-	17,634
Board of Pardon and Parole	10,000	10,000	10,995	995	16,455
Judicial Council of Georgia	-	24,000	24,000	-	-
Juvenile Court - administrative office of the courts	28,520	58,520	48,516	(10,004)	28,520
Georgia Association Emergency Medical Services	-	1,446	1,445	(1)	-
Georgia Pubic Defenders Standard Council	-	-	29,955	29,955	-
West Georgia Technical College	25,000	25,000	25,000	-	-
Department of Human Resources:					
Troup senior center	193,181	223,885	208,275	(15,610)	185,729
Pandemic influenza planning	-	-	-	-	3,000
Troup transit	433,000	433,000	293,374	(139,626)	428,401
Total Intergovernmental-State of Georgia	\$ 3,233,295	\$ 3,352,005	\$ 3,426,741	\$ 74,736	\$ 3,189,174

(Continued)

Troup County, Georgia
General Fund
Schedule of Revenues - Budget and Actual
For The Year Ended June 30, 2010
(With Actual Amounts For The Year Ended June 30, 2009)

(Continued)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Intergovernmental-Federal Government					
US Department of Treasury:					
Two Rivers	\$ 47,215	\$ 69,358	\$ 60,316	\$ (9,042)	\$ 38,605
West Point Lake payment in lieu of taxes	58,000	58,000	95,093	37,093	127,273
West Point Lake patrol	45,000	45,000	46,400	1,400	37,400
US Department of Agriculture-summer lunch program	40,500	40,500	31,943	(8,557)	52,224
US Department of Justice:					
Council of Juvenile Court Judges of Georgia	6,600	6,600	11,151	4,551	12,277
Bureau of Justice Assistance Grant	-	-	-	-	2,500
Byrne Memorial Justice Assistance Grant	-	24,809	-	(24,809)	24,809
Legal	-	-	-	-	-
Total Intergovernmental-Federal Government	197,315	244,267	244,903	636	295,088
Intergovernmental-Local Governments					
City of LaGrange, Georgia:					
Payment in lieu of taxes for housing authority	11,000	11,000	11,346	346	10,669
Inmate housing	600,000	600,000	339,462	(260,538)	408,750
City of Hogansville, Georgia:					
Inmate housing	45,000	45,000	25,280	(19,720)	72,838
Prison labor	-	-	-	-	33,327
Fire service	173,717	173,717	159,240	(14,477)	176,771
City of West Point, Georgia:					
Prison labor	42,182	42,182	42,182	-	42,182
Meriwether County, Georgia:					
Prison labor	42,182	42,182	-	(42,182)	42,182
Troup County DFACS	-	-	21,548	21,548	-
Troup County Board of Education - resource officer	100,000	100,000	100,000	-	100,000
Total Intergovernmental-Local Governments	1,014,081	1,014,081	699,058	(315,023)	886,719
Total Intergovernmental	4,444,691	4,610,353	4,370,702	(239,651)	4,370,981
Licenses and Permits:					
Alcoholic beverage licenses	10,500	10,500	10,803	303	8,972
Business licenses	40,000	40,000	32,849	(7,151)	38,535
Building/trailer permits	39,000	39,000	26,099	(12,901)	27,779
Bank licenses	125,000	125,000	83,579	(41,421)	124,403
Dangerous dog	-	-	25	25	-
Driveway/timber permits	2,300	2,300	1,085	(1,215)	1,217
Total Licenses and Permits	\$ 216,800	\$ 216,800	\$ 154,440	\$ (62,360)	\$ 200,906

(Continued)

Troup County, Georgia
General Fund
Schedule of Revenues - Budget and Actual
For The Year Ended June 30, 2010
(With Actual Amounts For The Year Ended June 30, 2009)

(Continued)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Charges for Services:					
Magistrate court	\$ 350,000	\$ 350,000	\$ 279,897	\$ (70,103)	\$ 341,867
Superior court	265,000	265,000	272,727	7,727	281,826
State court	75,000	75,000	74,737	(263)	64,943
Probate	95,000	95,000	91,094	(3,906)	103,879
Sheriff	16,000	16,000	7,094	(8,906)	12,738
Telephone commissions	280,000	280,000	217,191	(62,809)	276,504
Landfill	350,000	350,000	252,832	(97,168)	336,750
Recycling	70,000	70,000	51,777	(18,223)	18,690
Work release program	326,000	326,000	301,384	(24,616)	266,989
Parks and recreation	552,580	805,580	740,228	(65,352)	618,020
Miscellaneous	42,765	42,765	47,602	4,837	159,035
Total Charges for Services	2,422,345	2,675,345	2,336,563	(338,782)	2,481,241
Fines and forfeitures:					
State court	900,000	900,000	1,079,074	179,074	1,025,604
Superior court	85,000	85,000	157,263	72,263	118,462
Drug funds	-	-	121,150	121,150	78,727
Juvenile court	10,598	10,598	11,157	559	10,983
Jail 10% fine	220,000	220,000	246,783	26,783	251,131
Contempt	1,000	1,000	2,189	1,189	1,365
Attorney's indigent defense	7,500	7,500	13,285	5,785	10,590
Total Fines and forfeitures	1,224,098	1,224,098	1,630,901	406,803	1,496,862
Miscellaneous:					
Investment earnings	150,000	150,000	47,390	(102,610)	143,020
Parks and recreation fundraising/sponsors	297,818	297,818	248,835	(48,983)	284,817
Miscellaneous	1,430,278	1,594,302	402,450	(1,191,852)	697,278
Total Miscellaneous	1,878,096	2,042,120	698,675	(1,343,445)	1,125,115
Total Revenues	38,768,537	39,351,223	37,732,078	(1,619,145)	38,231,675
Other Financing Sources - sale of capital assets	3,000	3,000	33,167	30,167	7,251
Other Financing Sources - Transfers in	66,000	66,000	38,590	(27,410)	70,679
Total Revenues and Other Financing Sources	\$ 38,837,537	\$ 39,420,223	\$ 37,803,835	\$ (1,616,388)	\$38,309,605

Troup County, Georgia
General Fund
Schedule of Expenditures - Budget and Actual
For The Year Ended June 30, 2010
(With Actual Amounts For The Year Ended June 30, 2009)

	2010			Variance	2009
	Original Budget	Final Budget	Actual	Positive (Negative)	Actual
General Government					
Legislative	\$ 44,247	\$ 44,247	\$ 44,247	\$ -	\$ 43,908
Executive	1,310,933	1,335,933	1,325,909	10,024	1,236,348
Elections	170,587	170,587	169,098	1,489	289,291
Financial Administration	1,842,497	1,842,497	1,776,614	65,883	1,737,383
Other	340,672	441,477	400,712	40,765	342,864
Total General Government	3,708,936	3,834,741	3,716,580	118,161	3,649,794
Judicial	4,988,839	5,033,296	4,742,492	290,804	4,720,706
Public Safety					
Police protection	9,441,768	9,484,195	9,721,257	(237,062)	9,591,595
Fire protection	3,827,484	3,934,268	3,885,070	49,198	3,650,086
Protective inspection	539,289	564,098	520,824	43,274	477,032
Correction	6,027,454	6,027,454	5,880,762	146,692	5,710,661
Other	-	-	-	-	49,840
Total Public Safety	19,835,995	20,010,015	20,007,913	2,102	19,479,214
Highway and Streets					
Highway and streets	1,849,632	1,849,632	1,615,465	234,167	1,535,962
County shop	517,139	517,139	428,529	88,610	438,299
Sanitation	986,014	986,014	880,307	105,707	854,124
Total Highway and Streets	3,352,785	3,352,785	2,924,301	428,484	2,828,385
Health and welfare	717,007	717,007	715,938	1,069	731,287
Culture and recreation	4,819,182	5,057,586	4,520,645	536,941	4,848,855
Conservation of natural resources	204,271	204,271	207,231	(2,960)	167,530
Capital Outlay	154,065	154,065	86,153	67,912	395,372
Debt Service					
Principal retirement	326,870	326,870	326,715	155	312,054
Interest and fiscal charges	266,769	266,769	184,186	82,583	285,446
Total Debt Service	593,639	593,639	510,901	82,738	597,500
Total Expenditures	38,374,719	38,957,405	37,432,154	1,525,251	37,418,643
Other Financing Uses - Transfers out	462,818	462,818	1,282,506	(819,688)	482,673
Total Expenditures and Other Financing Uses	\$ 38,837,537	\$ 39,420,223	\$ 38,714,660	\$ 705,563	\$37,901,316

MAJOR SPECIAL REVENUE FUND

Troup County, Georgia
Parks and Recreation Endowment Fund
Comparative Balance Sheet
June 30, 2010 and June 30, 2009

	<u>2010</u>	<u>2009</u>
Assets		
Investments	<u>\$ 6,002,966</u>	<u>\$ 5,712,828</u>
 Fund Balances		
Reserved for endowment	<u>\$ 6,002,966</u>	<u>\$ 5,712,828</u>

Troup County, Georgia
Parks and Recreation Endowment Fund
Comparative Statement of Revenues, Expenditures and
Changes in Fund Balances
For The Years Ended June 30, 2010 and June 30, 2009

	<u>2010</u>	<u>2009</u>
Revenues		
Investment earnings	\$ 676,159	\$ (842,369)
Total Revenues	<u>676,159</u>	<u>(842,369)</u>
Expenditures		
Current:		
Culture and recreation	<u>386,021</u>	<u>410,299</u>
Total Expenditures	<u>386,021</u>	<u>410,299</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	290,138	(1,252,668)
Fund Balances Beginning of Year	<u>5,712,828</u>	<u>6,965,496</u>
Fund Balances End of Year	<u>\$ 6,002,966</u>	<u>\$ 5,712,828</u>

NONMAJOR SPECIAL REVENUE FUNDS

Troup County, Georgia
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2010

	Drug Abuse Treatment and Education	Juvenile Supervision	Victim/ Witness Assistance	Emergency 9-1-1	Hotel/ Motel Tax	Total Nonmajor Special Revenue Funds
Assets						
Cash and cash equivalents	\$ 472,620	\$ 102,622	\$ 5,118	\$ -	\$ -	\$ 580,360
Intergovernmental receivable	343	-	3,564	-	-	3,907
Total Assets	\$ 472,963	\$ 102,622	\$ 8,682	\$ -	\$ -	\$ 584,267
Liabilities and Fund Balances						
Liabilities						
Accounts payable	\$ 1,536	\$ 3,199	\$ -	\$ -	\$ -	\$ 4,735
Fund Balances						
Reserved for program purposes	471,427	99,423	8,682	-	-	579,532
Total Liabilities and Fund Balances	\$ 472,963	\$ 102,622	\$ 8,682	\$ -	\$ -	\$ 584,267

Troup County, Georgia
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For The Year Ended June 30, 2010

	Drug Abuse Treatment and Education	Juvenile Supervision	Victim/ Witness Assistance	Emergency 9-1-1	Hotel/ Motel Tax	Total Nonmajor Special Revenue Funds
Revenues						
Other Taxes	\$ -	\$ -	\$ -	\$ -	\$ 66,249	\$ 66,249
Charges for services	-	36,005	-	948,575	-	984,580
Fines and forfeitures	74,503	-	116,790	-	-	191,293
Investment earnings	3,062	592	279	-	-	3,933
Total Revenues	77,565	36,597	117,069	948,575	66,249	1,246,055
Expenditures						
Current:						
Public safety	-	-	-	1,428,339	-	1,428,339
Health and welfare	25,407	81,562	119,510	-	27,659	254,138
Total Expenditures	25,407	81,562	119,510	1,428,339	27,659	1,682,477
Excess (Deficiency) of Revenues Over (Under) Expenditures	52,158	(44,965)	(2,441)	(479,764)	38,590	(436,422)
Other Financing Sources (Uses)						
Transfers in	-	-	-	479,764	-	479,764
Transfers out	-	-	-	-	(38,590)	(38,590)
Total Other Financing Sources (Uses)	-	-	-	479,764	(38,590)	441,174
Net change in fund balances	52,158	(44,965)	(2,441)	-	-	4,752
Fund Balances Beginning of Year	419,269	144,388	11,123	-	-	574,780
Fund Balances End of Year	\$ 471,427	\$ 99,423	\$ 8,682	\$ -	\$ -	\$ 579,532

Troup County, Georgia
Drug Abuse Treatment and Education Fund
Comparative Balance Sheet
June 30, 2010 and June 30, 2009

	<u>2010</u>	<u>2009</u>
Assets		
Cash and cash equivalents	\$ 472,620	\$ 418,435
Intergovernmental receivable	343	1,734
Total Assets	<u>\$ 472,963</u>	<u>\$ 420,169</u>
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 1,536	\$ 900
Fund Balances		
Reserved for program purposes	<u>471,427</u>	<u>419,269</u>
Total Liabilities and Fund Balances	<u>\$ 472,963</u>	<u>\$ 420,169</u>

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, 2010
(With Comparative Actual Amounts for the Year Ended June 30, 2009)

	2010			Variance Positive (Negative)	2009
	Original Budget	Final Budget	Actual		Actual
Revenues					
Fines and forfeitures	\$ 84,000	\$ 84,000	\$ 74,503	\$ (9,497)	\$ 69,414
Investment earnings	4,000	4,000	3,062	(938)	7,540
Total Revenues	<u>88,000</u>	<u>88,000</u>	<u>77,565</u>	<u>(10,435)</u>	<u>76,954</u>
Expenditures					
Current:					
Health and welfare	<u>488,000</u>	<u>488,000</u>	<u>25,407</u>	<u>462,593</u>	<u>12,119</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (400,000)</u>	<u>\$ (400,000)</u>	52,158	<u>\$ 452,158</u>	64,835
Fund Balances Beginning of Year			<u>419,269</u>		<u>354,434</u>
Fund Balances End of Year			<u>\$ 471,427</u>		<u>\$ 419,269</u>

Troup County, Georgia
Juvenile Supervision Fund
Comparative Balance Sheet
June 30, 2010 and June 30, 2009

	2010	2009
Assets		
Cash and cash equivalents	\$ 102,622	\$ 148,992
 Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 3,199	\$ 4,604
 Fund Balances		
Reserved for program purposes	99,423	144,388
 Total Liabilities and Fund Balances	\$ 102,622	\$ 148,992

Troup County, Georgia
Juvenile Supervision Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For The Year Ended June 30, 2010
(With Comparative Actual Amounts for the Year Ended June 30, 2009)

	2010			Variance Positive (Negative)	2009
	Original Budget	Final Budget	Actual		Actual
Revenues					
Charges for services	\$ 35,000	\$ 35,000	\$ 36,005	\$ 1,005	\$ 38,226
Investment earnings	1,000	1,000	592	(408)	871
Total Revenues	36,000	36,000	36,597	597	39,097
Expenditures					
Current:					
Health and welfare	85,000	85,000	81,562	3,438	40,586
Contingency	95,000	95,000	-	95,000	-
Total Expenditures	180,000	180,000	81,562	98,438	40,586
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (144,000)	\$ (144,000)	(44,965)	\$ 99,035	(1,489)
Fund Balances Beginning of Year			144,388		145,877
Fund Balances End of Year			\$ 99,423		\$ 144,388

Troup County, Georgia
Victim/Witness Assistance Fund
Comparative Balance Sheet
June 30, 2010 and June 30, 2009

	<u>2010</u>	<u>2009</u>
Assets		
Cash and cash equivalents	\$ 5,118	\$ 5,559
Intergovernmental receivable	3,564	5,564
Total Assets	<u>\$ 8,682</u>	<u>\$ 11,123</u>
 Liabilities and Fund Balances		
 Fund Balances		
Reserved for program purposes	<u>\$ 8,682</u>	<u>\$ 11,123</u>
Total Liabilities and Fund Balances	<u>\$ 8,682</u>	<u>\$ 11,123</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, 2010
(With Comparative Actual Amounts for the Year Ended June 30, 2009)

	<u>2010</u>			<u>2009</u>	
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Actual</u>
Revenues					
Fines and forfeitures	\$ 119,500	\$ 119,500	\$ 116,790	\$ (2,710)	\$ 116,458
Investment earnings	500	500	279	(221)	423
Total Revenues	<u>120,000</u>	<u>120,000</u>	<u>117,069</u>	<u>(2,931)</u>	<u>116,881</u>
Expenditures					
Current:					
Health and welfare	<u>120,000</u>	<u>120,000</u>	<u>119,510</u>	<u>490</u>	<u>117,011</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	(2,441)	<u>\$ (2,441)</u>	(130)
Fund Balances Beginning of Year			<u>11,123</u>		<u>11,253</u>
Fund Balances End of Year			<u>\$ 8,682</u>		<u>\$ 11,123</u>

Troup County, Georgia
Emergency 9-1-1 Fund
Comparative Balance Sheet
June 30, 2010 and June 30, 2009

	2010	2009
Assets		
Cash and cash equivalents	\$ -	\$ -
Intergovernmental receivable	-	-
	-	-
Total Assets	\$ -	\$ -
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ -	\$ -
Interfund payable	-	-
	-	-
Total Liabilities	-	-
Fund Balances		
Reserved for program purposes	-	-
	-	-
Total Liabilities and Fund Balances	\$ -	\$ -

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, 2010
(With Comparative Actual Amounts for the Year Ended June 30, 2009)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
Charges for services	\$ 924,000	\$ 924,000	\$ 948,575	\$ 24,575	\$ 898,538
Expenditures					
Current:					
Public safety	1,386,818	1,386,818	1,428,339	(41,521)	1,381,211
Total Expenditures	<u>1,386,818</u>	<u>1,386,818</u>	<u>1,428,339</u>	<u>(41,521)</u>	<u>1,381,211</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(462,818)	(462,818)	(479,764)	(16,946)	(482,673)
Other Financing Sources (Uses)					
Transfers in	462,818	462,818	479,764	16,946	482,673
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			<u>\$ -</u>		<u>\$ -</u>

Troup County, Georgia
Hotel/Motel Tax Fund
Comparative Balance Sheet
June 30, 2010 and June 30, 2009

	2010	2009
Assets		
Cash and cash equivalents	\$ -	\$ -
Intergovernmental receivable	-	-
	-	-
Total Assets	\$ -	\$ -
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ -	\$ -
Interfund payable	-	-
	-	-
Total Liabilities	-	-
Fund Balances		
Reserved for program purposes	-	-
	-	-
Total Liabilities and Fund Balances	\$ -	\$ -

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, 2010
(With Comparative Actual Amounts for the Year Ended June 30, 2009)

	2010			2009	
	Original Budget	Final Budget	Actual	Variance Positive (Negative)	Actual
Revenues					
Other taxes	\$ 110,000	110,000	\$ 66,249	\$ (43,751)	\$ 124,805
Expenditures					
Current:					
Health and welfare	44,000	44,000	27,659	16,341	54,126
Excess of Revenues Over Expenditures	66,000	66,000	38,590	(27,410)	70,679
Other Financing Sources (Uses)					
Transfers out	(66,000)	(66,000)	(38,590)	27,410	(70,679)
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>	-
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			<u>\$ -</u>		<u>\$ -</u>

MAJOR CAPITAL PROJECTS FUNDS

Troup County, Georgia
Capital Improvements Fund
Comparative Balance Sheet
June 30, 2010 and June 30, 2009

	<u>2010</u>	<u>Restated 2009</u>
Assets		
Cash and cash equivalents	\$ -	\$ -
Receivables:		
Interfund	-	1,076,431
Total Assets	<u>\$ -</u>	<u>\$ 1,076,431</u>
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 106,867	\$ 179,006
Interfund payable	7,963,492	6,747,355
Total Liabilities	<u>8,070,359</u>	<u>6,926,361</u>
Fund Balances (Deficits)		
Reserved for encumbrances	836,956	1,048,686
Unreserved - undesignated (deficits)	<u>(8,907,315)</u>	<u>(6,898,616)</u>
Total Fund Balances (Deficits)	<u>(8,070,359)</u>	<u>(5,849,930)</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 1,076,431</u>

Troup County, Georgia
Capital Improvements Fund
Comparative Statement of Revenues, Expenditures and
Changes in Fund Balances
For The Years Ended June 30, 2010 and June 30, 2009

	2010	Restated 2009
Revenues		
Intergovernmental	\$ 724,879	\$ 4,572,743
Miscellaneous	603,054	295,516
Total Revenues	1,327,933	4,868,259
Expenditures		
Current:		
General government	16,792	67,414
Public safety	5,811	-
Culture and recreation	735	-
Capital Outlay	3,435,916	5,387,794
Total Expenditures	3,459,254	5,455,208
(Deficiency) of Revenues (Under) Expenditures	(2,131,321)	(586,949)
Other Financing Sources (Uses)		
Transfers in	-	-
Transfers out	(89,108)	-
Total Other Financing Sources (Uses)	(89,108)	-
Net change in fund balance	(2,220,429)	(586,949)
Fund Balances (Deficits) Beginning of Year	(5,849,930)	(6,018,200)
Prior Period Adjustment	-	755,219
Fund Balances (Deficits) Beginning of Year - Restated	(5,849,930)	(5,262,981)
Fund Balances (Deficits) End of Year	\$ (8,070,359)	\$ (5,849,930)

Troup County, Georgia
SPLOST III Fund
Comparative Balance Sheet
June 30, 2010 and June 30, 2009

	<u>2010</u>	<u>Restated 2009</u>
Assets		
Cash and cash equivalents	\$ 11,290,963	\$ 8,733,145
Receivables:		
Sales taxes	1,718,095	1,709,894
Interfund	-	8,214
Total Assets	<u>\$ 13,009,058</u>	<u>\$ 10,451,253</u>
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 161,112	\$ 59,627
Intergovernmental payable	654,852	651,726
Interfund payable	784	987,323
Total Liabilities	<u>816,748</u>	<u>1,698,676</u>
Fund Balances		
Reserved for:		
Encumbrances	182,514	1,277,604
Capital outlay	12,009,796	7,474,973
Total Fund Balances	<u>12,192,310</u>	<u>8,752,577</u>
Total Liabilities and Fund Balances	<u>\$ 13,009,058</u>	<u>\$ 10,451,253</u>

Troup County, Georgia
SPLOST III Fund
Comparative Statement of Revenues, Expenditures and
Changes in Fund Balances
For The Years Ended June 30, 2010 and June 30, 2009

	2010	Restated 2009
Revenues		
Sales taxes	\$ 10,591,175	\$ 10,660,976
Investment earnings	35,782	61,361
Intergovernmental	758,933	438,036
Total Revenues	11,385,890	11,160,373
Expenditures		
Current:		
General government	3,642	15,102
Highways and streets	2,042,759	1,339,797
Intergovernmental	4,036,826	4,063,432
Capital Outlay	1,854,717	1,187,321
Total Expenditures	7,937,944	6,605,652
Excess of Revenues Over Expenditures	3,447,946	4,554,721
Other Financing Sources (Uses)		
Transfers in	-	-
Transfers out	(8,214)	-
Total Other Financing Sources (Uses)	(8,214)	-
Net change in fund balance	3,439,732	4,554,721
Fund Balances (Deficits) Beginning of Year	8,752,578	4,953,076
Prior Period Adjustment	-	(755,219)
Fund Balances (Deficits) Beginning of Year - Restated	8,752,578	4,197,857
Fund Balances End of Year	\$ 12,192,310	\$ 8,752,578

NONMAJOR CAPITAL PROJECTS FUNDS

**Troup County, Georgia
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2010**

	Jail	Senior Center Expansion	Parks and Recreation	Government Services Center	Total Nonmajor Capital Projects Funds
Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund receivable	-	-	-	-	-
Total Assets	\$ -	\$ -	\$ -	\$ -	\$ -
Liabilities and Fund Balances					
Liabilities					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund payable	-	-	-	-	-
Total Liabilities	-	-	-	-	-
Fund Balances (Deficits)					
Reserved for capital outlay	-	-	-	-	-
Unreserved - undesignated (deficits)	-	-	-	-	-
Total Fund Balances (Deficits)	-	-	-	-	-
Total Liabilities and Fund Balances	\$ -	\$ -	\$ -	\$ -	\$ -

Troup County, Georgia
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For The Year Ended June 30, 2010

	Jail	Senior Center Expansion	Parks and Recreation	Government Services Center	Total Nonmajor Capital Projects Funds
Revenues					
Intergovernmental	\$ -	\$ 4,564	\$ -	\$ -	\$ 4,564
Investment earnings	170	-	365	-	535
Miscellaneous	-	-	9,105	-	9,105
Total Revenues	170	4,564	9,470	-	14,204
Expenditures					
Current:					
Health and welfare	-	59	-	-	59
Culture and recreation	-	-	10,124	-	10,124
Capital Outlay	281,210	22,440	27,902	37,854	369,406
Debt Service:					
Principal	-	-	-	63,422	63,422
Interest	-	-	-	3,935	3,935
Total Expenditures	281,210	22,499	38,026	105,211	446,946
Excess (Deficiency) of Revenues Over (Under) Expenditures	(281,040)	(17,935)	(28,556)	(105,211)	(432,742)
Other Financing Sources (Uses)					
Transfers in	-	117,230	308,390	474,594	900,214
Transfers out	(150)	-	-	-	(150)
Total Other Financing Sources (Uses)	(150)	117,230	308,390	474,594	900,064
Net change in fund balances	(281,190)	99,295	279,834	369,383	467,322
Fund Balances (Deficits)					
Beginning of Year	281,190	(99,295)	(279,834)	(369,383)	(467,322)
Fund Balances (Deficits) End of Year	\$ -	\$ -	\$ -	\$ -	\$ -

Troup County, Georgia
Jail Fund
Comparative Balance Sheet
June 30, 2010 and June 30, 2009

	<u>2010</u>	<u>2009</u>
Assets		
Cash and cash equivalents	\$ -	\$ 332,252
Interfund receivable	-	160
Total Assets	<u>\$ -</u>	<u>\$ 332,412</u>
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ -	\$ 51,212
Interfund payable	-	10
Total Liabilities	<u>-</u>	<u>51,222</u>
Fund Balances		
Reserved for capital outlay	-	281,190
Total Fund Balances	<u>-</u>	<u>281,190</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 332,412</u>

Troup County, Georgia
Jail Fund
Comparative Statement of Revenues, Expenditures and
Changes in Fund Balances
For The Years Ended June 30, 2010 and June 30, 2009

	<u>2010</u>	<u>2009</u>
Revenues		
Investment earnings	\$ 170	\$ 8,811
Total Revenues	<u>170</u>	<u>8,811</u>
Expenditures		
Current:		
General government	-	386
Capital Outlay	<u>281,210</u>	<u>1,274,123</u>
Total Expenditures	<u>281,210</u>	<u>1,274,509</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(281,040)	(1,265,698)
Other Financing Sources (Uses)		
Transfers out	<u>(150)</u>	<u>-</u>
Net change in fund balances	(281,190)	(1,265,698)
Fund Balances Beginning of Year	<u>281,190</u>	<u>1,546,888</u>
Fund Balances End of Year	<u>\$ -</u>	<u>\$ 281,190</u>

Troup County, Georgia
Senior Center Expansion Fund
Comparative Balance Sheet
June 30, 2010 and June 30, 2009

	<u>2010</u>	<u>2009</u>
Assets		
Cash and cash equivalents	\$ -	\$ 13,152
Total Assets	<u>\$ -</u>	<u>\$ 13,152</u>
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ -	\$ 3,054
Interfund payable	-	<u>109,393</u>
Total Liabilities	<u>-</u>	<u>112,447</u>
Fund Balances (Deficits)		
Unreserved - undesignated (deficits)	-	<u>(99,295)</u>
Total Fund Balances (Deficits)	<u>-</u>	<u>(99,295)</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 13,152</u>

Troup County, Georgia
Senior Center Expansion Fund
Comparative Statement of Revenues, Expenditures and
Changes in Fund Balances
For The Years Ended June 30, 2010 and June 30, 2009

	<u>2010</u>	<u>2009</u>
Revenues		
Intergovernmental	\$ 4,564	\$ 835,436
Total Revenues	<u>4,564</u>	<u>835,436</u>
Expenditures		
Current:		
Health and welfare	59	-
Capital Outlay	<u>22,440</u>	<u>934,654</u>
Total Expenditures	<u>22,499</u>	<u>934,654</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(17,935)	(99,218)
Other Financing Sources (Uses)		
Transfers in	<u>117,230</u>	<u>-</u>
Net change in fund balances	99,295	(99,218)
Fund Balances (Deficits) Beginning of Year	<u>(99,295)</u>	<u>(77)</u>
Fund Balances (Deficits) End of Year	<u>\$ -</u>	<u>\$ (99,295)</u>

Troup County, Georgia
Parks and Recreation Fund
Comparative Balance Sheet
June 30, 2010 and June 30, 2009

	<u>2010</u>	<u>2009</u>
Assets		
Cash and cash equivalents	\$ -	\$ 70,357
Receivables:		
Interfund	-	-
Total Assets	<u>\$ -</u>	<u>\$ 70,357</u>
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ -	\$ 4,065
Interfund payable	-	346,126
Total Liabilities	-	350,191
Fund Balances (Deficits)		
Unreserved - undesignated (deficits)	-	(279,834)
Total Fund Balances (Deficits)	-	(279,834)
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 70,357</u>

Troup County, Georgia
Parks and Recreation Fund
Comparative Statement of Revenues, Expenditures and
Changes in Fund Balances
For The Years Ended June 30, 2010 and June 30, 2009

	<u>2010</u>	<u>2009</u>
Revenues		
Investment earnings	\$ 365	\$ 11,458
Miscellaneous	9,105	-
Total Revenues	<u>9,470</u>	<u>11,458</u>
Expenditures		
Current:		
Culture and recreation	10,124	-
Capital Outlay	<u>27,902</u>	<u>48,133</u>
Total Expenditures	<u>38,026</u>	<u>48,133</u>
(Deficiency) of Revenues (Under) Expenditures	(28,556)	(36,675)
Other Financing Sources (Uses)		
Transfers in	308,390	-
Transfers out	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>308,390</u>	<u>-</u>
Net change in fund balance	279,834	(36,675)
Fund Balances (Deficits) Beginning of Year	<u>(279,834)</u>	<u>(243,159)</u>
Fund Balances (Deficits) End of Year	<u>\$ -</u>	<u>\$ (279,834)</u>

Troup County, Georgia
Government Services Center Fund
Comparative Balance Sheet
June 30, 2010 and June 30, 2009

	2010	2009
Assets		
Cash and cash equivalents	\$ -	\$ -
Receivables:		
Interfund	-	261,631
Total Assets	\$ -	\$ 261,631
 Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ -	\$ 21,367
Interfund payable	-	609,647
Total Liabilities	-	631,014
Fund Balances (Deficits)		
Unreserved - undesignated (deficits)	-	(369,383)
Total Fund Balances (Deficits)	-	(369,383)
Total Liabilities and Fund Balances	\$ -	\$ 261,631

Troup County, Georgia
Government Services Center Fund
Comparative Statement of Revenues, Expenditures and
Changes in Fund Balances
For The Years Ended June 30, 2010 and June 30, 2009

	<u>2010</u>	<u>2009</u>
Revenues		
Investment earnings	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>
Expenditures		
Current:		
General government	-	124
Capital Outlay	37,854	195,357
Debt Service:		
Principal	63,422	60,335
Interest	3,935	7,021
Total Expenditures	<u>105,211</u>	<u>262,837</u>
(Deficiency) of Revenues (Under) Expenditures	(105,211)	(262,837)
Other Financing Sources (Uses)		
Transfers in	474,594	-
Transfers out	-	-
Total Other Financing Sources (Uses)	<u>474,594</u>	<u>-</u>
Net change in fund balance	369,383	(262,837)
Fund Balances (Deficits) Beginning of Year	<u>(369,383)</u>	<u>(106,546)</u>
Fund Balances (Deficits) End of Year	<u>\$ -</u>	<u>\$ (369,383)</u>

FIDUCIARY FUNDS

Troup County, Georgia
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For The Year Ended June 30, 2010

Tax Commissioner	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash	\$ 282,169	\$ 61,815,115	\$ 61,842,425	\$ 254,859
Taxes receivable	203,339	55,279,816	55,290,517	192,638
Total Assets	\$ 485,508	\$ 117,094,931	\$ 117,132,942	\$ 447,497
Liabilities				
Due to other taxing units	\$ 485,508	\$ 117,094,931	\$ 117,132,942	\$ 447,497
Special Escrow	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash	\$ 147,835	\$ -	\$ -	\$ 147,835
Liabilities				
Due to others entities	\$ 147,835	\$ -	\$ -	\$ 147,835
Installment Fines	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash	\$ 398,504	\$ 13,513	\$ 435	\$ 411,582
Liabilities				
Deferred liabilities	\$ 398,504	\$ 13,513	\$ 435	\$ 411,582
Probate Judge	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash	\$ 1,289,252	\$ -	\$ 226,037	\$ 1,063,215
Liabilities				
Due to other entities	\$ 1,289,252	\$ -	\$ 226,037	\$ 1,063,215

(Continued)

Troup County, Georgia
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For The Year Ended June 30, 2010

(Continued)

Sheriff	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash	\$ 488,884	\$ 5,851,033	\$ 4,538,763	\$ 1,801,154
Liabilities				
Due to other entities	\$ 2,792	\$ 3,235,912	\$ 3,218,105	\$ 20,599
Escrow bond deposits	182,000	220,621	215,581	187,040
Federal forfeiture funds	191,063	1,772,487	574,492	1,389,058
Confiscated funds	50,240	173,995	61,371	162,864
Inmate funds	61,607	448,018	468,719	40,906
D.A.R.E. Program	1,182	-	495	687
Total Liabilities	\$ 488,884	\$ 5,851,033	\$ 4,538,763	\$ 1,801,154
Child Support	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash	\$ -	\$ 96,102	\$ 96,102	\$ -
Liabilities				
Due to other entities	\$ -	\$ 96,102	\$ 96,102	\$ -
Magistrate Judge	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash	\$ 33,483	\$ 781,447	\$ 794,541	\$ 20,389
Liabilities				
Due to other entities	\$ 33,483	\$ 781,447	\$ 794,541	\$ 20,389
Juvenile Court	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash	\$ 5,459	\$ 24,468	\$ 25,786	\$ 4,141
Liabilities				
Due to other entities	\$ 5,459	\$ 24,468	\$ 25,786	\$ 4,141

(Continued)

Troup County, Georgia
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For The Year Ended June 30, 2010

(Continued)

Clerk of State Court	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash	\$ 31,464	\$ 76,529	\$ 70,946	\$ 37,047
Liabilities				
Due to other entities	\$ 31,464	\$ 76,529	\$ 70,946	\$ 37,047
Clerk of Superior Court	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash	\$ 1,215,421	\$ 251,771	\$ 1,345,646	\$ 121,546
Liabilities				
Due to other entities	\$ 1,215,421	\$ 251,771	\$ 1,345,646	\$ 121,546
Transfer Tax	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash	\$ 10,844	\$ 102,296	\$ 103,242	\$ 9,898
Liabilities				
Due to other taxing units	\$ 10,844	\$ 102,296	\$ 103,242	\$ 9,898
Inmate Store	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash	\$ 61,792	\$ 12,520	\$ -	\$ 74,312
Other receivables	4,090	4,239	2,627	5,702
Total Assets	\$ 65,882	\$ 16,759	\$ 2,627	\$ 80,014
Liabilities				
Due to other entities	\$ 15,202	\$ -	\$ 2,627	\$ 12,575
Inmate funds	50,680	16,759	-	67,439
Total Liabilities	\$ 65,882	\$ 16,759	\$ 2,627	\$ 80,014

(Continued)

Troup County, Georgia
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For The Year Ended June 30, 2010

(Continued)

Intangible Recording Tax	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash	\$ 54,243	\$ 492,887	\$ 518,702	\$ 28,428
Liabilities				
Due to other taxing units	\$ 54,243	\$ 492,887	\$ 518,702	\$ 28,428
Work Release	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash	\$ 2,669	\$ 8,940	\$ 5,813	\$ 5,796
Liabilities				
Due to other entities	\$ 2,669	\$ 8,940	\$ 5,813	\$ 5,796
Totals	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash	\$ 4,022,019	\$ 69,526,621	\$ 69,568,438	\$ 3,980,202
Taxes receivable	203,339	55,279,816	55,290,517	192,638
Other receivables	4,090	4,239	2,627	5,702
Total Assets	\$ 4,229,448	\$ 124,810,676	\$ 124,861,582	\$ 4,178,542
Liabilities				
Due to other entities	\$ 2,743,577	\$ 4,475,169	\$ 5,785,603	\$ 1,433,143
Due to other taxing units	550,595	117,690,114	117,754,886	485,823
Escrow bond deposits	182,000	220,621	215,581	187,040
Federal forfeiture funds	191,063	1,772,487	574,492	1,389,058
Confiscated funds	50,240	173,995	61,371	162,864
Inmate funds	112,287	464,777	468,719	108,345
Deferred liabilities	398,504	13,513	435	411,582
D.A.R.E. program	1,182	-	495	687
Total Liabilities	\$ 4,229,448	\$ 124,810,676	\$ 124,861,582	\$ 4,178,542

OTHER SCHEDULES

Troup County, Georgia
Schedule of Projects Constructed With Special Sales Tax Proceeds
Year Ended June 30, 2010

Project	Original Estimated Costs	Current Estimated Costs	-----Expenditures-----		Total	Estimated Percentage of Completion
			Prior Years	Current Year		
Jail	\$ 9,908,585	\$ 13,944,527	\$ 13,663,317	\$ 281,210	\$ 13,944,527	100%
Parks and Recreation	\$ 20,000,000	\$ 20,019,215	\$ 19,991,313	\$ 38,026	\$ 20,029,339	100%
Government Services Center	\$ 30,000,000	\$ 28,000,000	\$ 27,667,044	\$ 105,211	\$ 27,772,255	99%
SPLOST III Infrastructure	\$ 43,800,000	\$ 43,800,000	\$ 9,423,343	\$ 3,901,117	\$ 13,324,460	30%
SPLOST III City of LaGrange	\$ 19,400,000	\$ 19,320,000	\$ 7,068,328	\$ 2,988,301	\$ 10,056,629	52%
SPLOST III City of Hogansville	\$ 3,400,000	\$ 3,400,000	\$ 1,240,058	\$ 524,263	\$ 1,764,321	52%
SPLOST III City of West Point	\$ 3,400,000	\$ 3,400,000	\$ 1,240,058	\$ 524,263	\$ 1,764,321	52%

NOTE: The schedule has been corrected to reflect the prior period adjustment discussed in Note 4-H. SPLOST III Infrastructure Prior Years Expenditures have been increased by \$1,024,585.

Total SPLOST III Infrastructure Expenditures per the June 30, 2009 Schedule	\$ 8,398,758
Prior period adjustment	<u>1,024,585</u>
Revised Prior Years Expenditures	<u>\$ 9,423,343</u>

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STATISTICAL SECTION

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.	101 - 119
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.	120 - 127
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.	128 - 130
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.	131 - 132
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.	133 - 135

Data Source:

Unless otherwise noted, the information in these tables is derived from the comprehensive annual financial report for the applicable year. The County implemented GASB Statement No. 34 in fiscal year 2003, therefore tables presenting government-wide financial data include only eight years of information.

Troup County, Georgia
Changes in Net Assets - Governmental Activities (Unaudited)
Last Eight Fiscal Years ¹
(accrual basis of accounting)

	For The Fiscal Year Ended June 30,							
	2003	2004	2005	2006	2007	2008	2009	2010
Expenses:								
General government ³	\$ 3,135,515	\$ 3,277,310	\$ 3,450,385	\$ 4,039,973	\$ 3,763,951	\$ 7,554,183	\$ 4,539,757	\$ 4,465,143
Judicial	3,321,981	3,596,852	3,740,623	3,929,890	4,250,478	4,547,103	4,830,161	4,780,381
Public safety	16,162,153	16,820,359	17,420,410	18,851,801	19,991,303	21,270,146	22,048,272	22,617,970
Highways and streets ⁴	3,077,170	3,504,427	3,273,133	4,052,567	4,695,819	10,079,059	9,019,162	9,829,715
Health and welfare	575,436	656,074	666,129	650,001	801,638	1,154,390	1,186,264	1,202,372
Culture and recreation	3,811,613	4,249,349	4,785,801	4,949,623	4,964,807	5,759,119	5,649,583	5,658,112
Other	491,280	148,937	159,926	160,450	160,475	183,108	167,530	207,231
Interest and fiscal charges	637,725	1,273,011	1,058,363	771,458	426,388	218,408	290,112	185,639
Total Expenses	31,212,873	33,526,319	34,554,770	37,405,763	39,054,859	50,765,516	47,730,841	48,946,563
Program Revenues:								
Charges for services:								
Judicial fees	792,346	763,293	727,454	760,520	773,557	807,508	792,515	718,455
Sheriff fees	1,174,126	1,359,417	1,558,404	1,501,232	1,806,319	2,732,941	1,432,281	1,439,414
Fines ⁷	1,345,401	1,557,006	1,845,234	1,692,141	1,817,866	1,902,612	1,803,115	1,822,194
Emergency telephone fees	523,995	489,278	479,936	851,849	308,599	301,322	898,538	948,575
Parks and recreation	780,655	502,186	538,461	556,866	624,616	685,316	618,020	740,228
Landfill	145,210	168,791	155,917	329,841	692,093	402,413	336,750	252,832
Licenses and permits	217,386	232,332	204,381	219,572	176,393	188,354	200,906	154,440
Other	101,894	98,822	93,007	254,512	896,749	248,361	215,951	156,932
Operating grants and contributions ²	5,566,966	6,680,983	3,410,243	3,382,577	3,197,665	3,248,206	4,768,403	4,021,011
Capital grants and contributions ⁶	290,490	1,746,631	369,769	54,487	1,393,171	1,229,308	4,572,743	1,150,355
Total Program Revenues	10,938,469	13,598,739	9,382,806	9,603,597	11,687,028	11,746,341	15,639,222	11,404,436
Net (Expense) Revenue	(20,274,404)	(19,927,580)	(25,171,964)	(27,802,166)	(27,367,831)	(39,019,175)	(32,091,619)	(37,542,127)
General Revenues:								
Taxes:								
Property	14,557,450	17,640,583	18,502,577	19,221,406	19,917,933	21,033,583	21,949,157	22,043,247
Sales	12,032,317	12,578,088	12,814,028	14,541,921	14,635,723	16,412,632	15,468,391	15,364,024
Selective	1,354,563	1,446,903	1,539,841	1,639,412	1,755,406	1,900,417	1,904,848	1,815,936
Gain on sale of capital assets	19,492	400	-	-	147,090	303,662	7,251	4,662
Investment earnings ⁵	1,132,956	1,305,047	884,795	1,513,281	2,188,601	312,461	(608,885)	763,799
Miscellaneous	1,632,635	906,259	1,769,810	635,369	552,211	1,123,647	1,277,611	1,617,857
Total General Revenues	30,729,413	33,877,280	35,511,051	37,551,389	39,196,964	41,086,402	39,998,373	41,609,525
Change in Net Assets	\$ 10,455,009	\$ 13,949,700	\$ 10,339,087	\$ 9,749,223	\$ 11,829,133	\$ 2,067,227	\$ 7,906,754	\$ 4,067,398

Notes:

¹ The County implemented GASB Statement No. 34 in fiscal year 2003, therefore, only eight years of government-wide financial data is presented.

² In fiscal years 2003 and 2004, the County recognized contributions from Callaway Foundation, Inc. totaling \$2 million and \$3 million for financing the operation and maintenance costs of parks and recreation facilities.

³ The increase in expenses from 2007 to 2008 for the general government function relates to the payment of SPLOST to the cities within the County.

⁴ During fiscal years 2009 and 2008, the County completed a substantial higher amount of road paving and transportation materials as compared to fiscal year 2007.

⁵ 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.

⁶ 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.

⁷ During fiscal year 2009, State Court fines have decreased substantially due to a decline in traffic citations, much related to fewer state patrol officers on duty because of state budget reductions.

Data Source:

Applicable years' comprehensive annual financial report.

Troup County, Georgia
Changes in Net Assets - Governmental Activities - Percentage of Total (Unaudited)
Last Eight Fiscal Years ¹
(accrual basis of accounting)

For The Fiscal Year Ended June 30,								
	2003	2004	2005	2006	2007	2008	2009	2010
Expenses:								
General government	10.05%	9.78%	9.99%	10.80%	9.64%	14.88%	9.51%	9.12%
Judicial	10.64%	10.73%	10.83%	10.51%	10.88%	8.96%	10.12%	9.77%
Public safety	51.78%	50.17%	50.41%	50.40%	51.19%	41.90%	46.19%	46.21%
Highways and streets	9.86%	10.45%	9.47%	10.83%	12.02%	19.85%	18.90%	20.08%
Health and welfare	1.84%	1.96%	1.93%	1.74%	2.05%	2.27%	2.48%	2.45%
Culture and recreation	12.21%	12.67%	13.85%	13.23%	12.71%	11.34%	11.84%	11.56%
Other	1.57%	0.44%	0.46%	0.43%	0.41%	0.36%	0.35%	0.42%
Interest and fiscal charges	2.04%	3.80%	3.06%	2.06%	1.10%	0.44%	0.61%	0.39%
Total Expenses	100.00%							
Program Revenues:								
Charges for services:								
Judicial fees	7.24%	5.61%	7.75%	7.92%	6.62%	6.87%	5.07%	6.30%
Sheriff fees	10.73%	10.00%	16.61%	15.63%	15.46%	23.27%	9.16%	12.62%
Fines ⁷	12.30%	11.45%	19.67%	17.62%	15.55%	16.20%	11.53%	15.98%
Emergency telephone fees	4.79%	3.60%	5.12%	8.87%	2.64%	2.57%	5.75%	8.32%
Parks and recreation	7.14%	3.69%	5.74%	5.80%	5.34%	5.83%	3.95%	6.49%
Landfill	1.33%	1.24%	1.66%	3.43%	5.92%	3.43%	2.15%	2.22%
Licenses and permits	1.99%	1.71%	2.18%	2.29%	1.51%	1.60%	1.28%	1.35%
Other	0.93%	0.73%	0.99%	2.65%	7.67%	2.11%	1.38%	1.38%
Operating grants and contributions ²	50.89%	49.13%	36.35%	35.22%	27.36%	27.65%	30.49%	35.26%
Investment earnings ⁵	2.66%	12.84%	3.94%	0.57%	11.93%	10.47%	29.24%	10.08%
Total Program Revenues	100.00%							
General Revenues:								
Taxes:								
Property	47.37%	52.07%	52.10%	51.19%	50.81%	51.19%	54.88%	52.98%
Sales	39.16%	37.13%	36.08%	38.73%	37.34%	39.95%	38.67%	36.92%
Selective	4.41%	4.27%	4.34%	4.37%	4.48%	4.63%	4.76%	4.36%
Gain on sale of capital assets	0.06%	0.00%	0.00%	0.00%	0.38%	0.74%	0.02%	0.01%
Investment earnings	3.69%	3.85%	2.49%	4.03%	5.58%	0.76%	-1.52%	1.84%
Miscellaneous	5.31%	2.68%	4.98%	1.69%	1.41%	2.73%	3.19%	3.89%
Total General Revenues	100.00%							

Notes:

¹ The County implemented GASB Statement No. 34 in fiscal year 2003, therefore, only eight years of government-wide financial data is presented.

² In fiscal years 2003 and 2004, recognized contributions from Callaway Foundation, Inc. totaling \$2 million and \$3 million for financing the operation and maintenance costs of parks and recreation facilities.

² In fiscal years 2003 and 2004, the County recognized contributions from Callaway Foundation, Inc. totaling \$2 million and \$3 million for financing the operation and maintenance costs of parks and recreation facilities.

³ The increase in expenses from 2007 to 2008 for the general government function relates to the payment of SPLOST to the cities within the County.

⁴ During fiscal year 2008, the County completed a substantial higher amount of road paving and transportation materials as compared to fiscal year 2007.

⁵ 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.

⁶ 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.

⁷ During fiscal year 2009, State Court fines have decreased substantially due to a decline in traffic citations, much related to fewer state patrol officers on duty because of state budget reductions.

Data Source:

Applicable years' comprehensive annual financial report.

Troup County, Georgia
*Government-wide Net Assets by Component (Unaudited)*¹
*Last Eight Fiscal Years*²
(accrual basis of accounting)

	June 30, 2003	June 30, 2004	June 30, 2005	June 30, 2006	June 30, 2007	June 30, 2008	June 30, 2009	June 30, 2010
Amounts								
Governmental Activities								
Invested in capital assets, net of related debt ³	\$ 46,863,245	\$ 59,073,849	\$ 66,834,441	\$ 76,569,003	\$ 89,391,413	\$ 94,741,900	\$ 101,765,619	\$ 105,144,535
Restricted	14,371,134	15,039,605	15,642,917	14,735,219	13,344,274	14,027,454	26,297,173	18,825,316
Unrestricted	9,226,885	10,297,510	12,272,693	13,195,052	13,592,720	9,626,280	8,239,596	6,399,935
Total	\$ 70,461,264	\$ 84,410,964	\$ 94,750,051	\$ 104,499,274	\$ 116,328,407	\$ 118,395,634	\$ 136,302,388	\$ 130,369,786
Total Percentage Increase From Prior Year	0.0%	19.8%	12.2%	10.3%	11.3%	1.8%	15.1%	-4.4%
Percentage of Total								
Governmental Activities								
Invested in capital assets, net of related debt ³	66.51%	69.98%	70.54%	73.27%	76.84%	80.02%	74.66%	80.65%
Restricted	20.40%	17.82%	16.51%	14.10%	11.47%	11.85%	19.29%	14.44%
Unrestricted	13.09%	12.20%	12.95%	12.63%	11.69%	8.13%	6.05%	4.91%
Total	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Notes:

¹ Accounting standards require that net assets be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted. Net assets are 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.

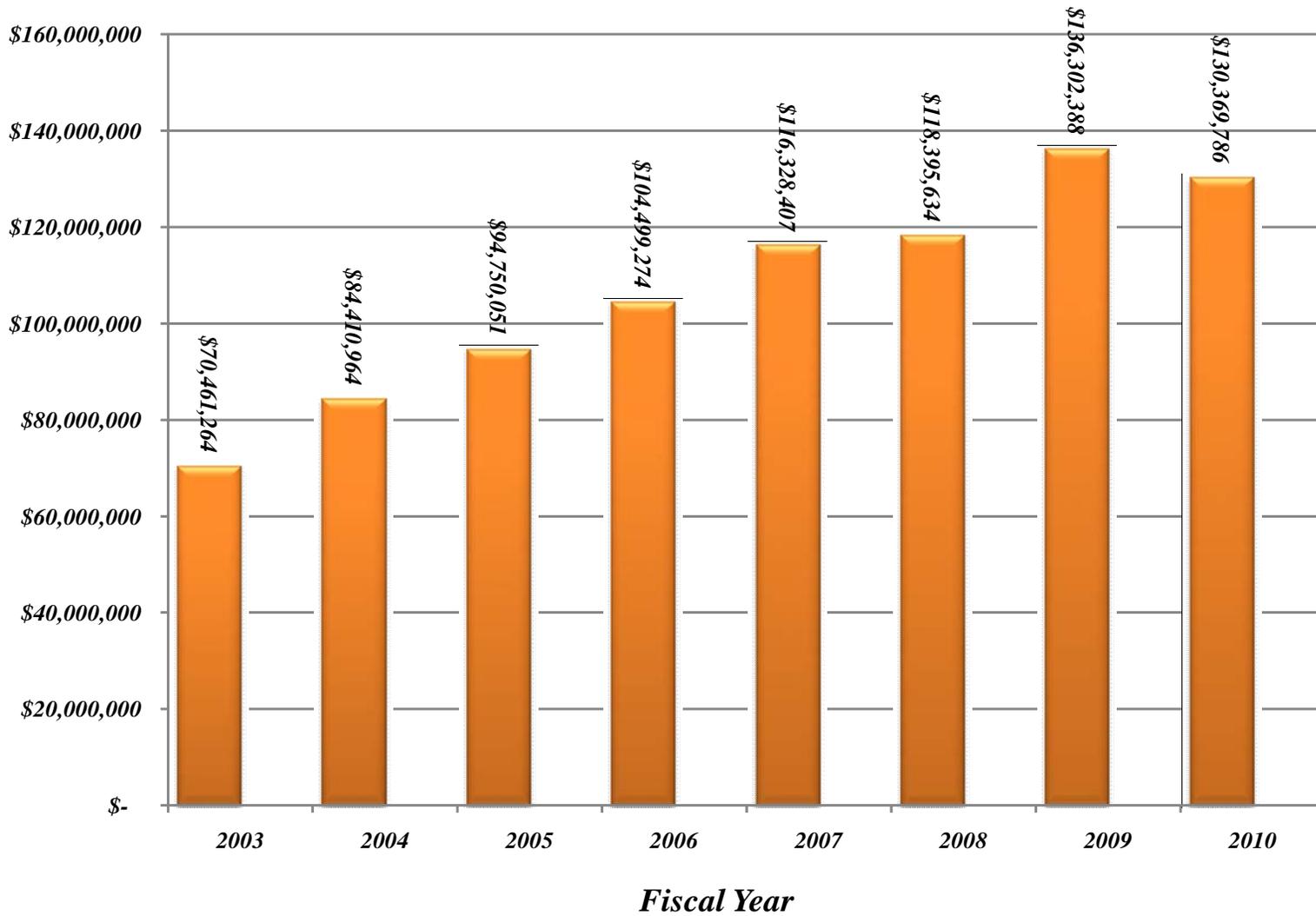
² The County implemented GASB Statement No. 34 in fiscal year 2003, therefore, only eight years of government-wide financial data is presented.

³ The increase in "invested in capital assets, net of related debt" from fiscal years 2004 - 2009 relates to the capitalization of parks and recreation facilities and a government services center, which are being financed by debt secured by special purpose local option sales taxes, which is being repaid over five years or in a shorter time period than the capital assets are being depreciated.

Data Source:

Applicable years' comprehensive annual financial report.

Troup County, Georgia
Chart - Total Government-wide Net Assets
Last Eight Fiscal Years
(accrual basis of accounting)



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,									
	2001	2002 ²	2003	2004	2005	2006	2007	2008	2009	2010
Revenue Source	Amounts									
Taxes ³	\$ 18,345,724	\$ 23,336,629	\$ 27,954,139	\$ 31,601,722	\$ 32,844,984	\$ 35,572,661	\$ 36,312,165	\$ 39,352,112	\$ 39,342,351	\$ 39,198,221
Intergovernmental	4,016,174	4,847,725	4,688,554	5,218,361	4,461,074	4,261,400	4,107,013	5,436,469	10,217,196	5,859,078
Licenses and permits	222,769	262,439	217,386	232,332	204,831	219,572	176,393	188,354	200,906	154,440
Fines and forfeitures	1,229,710	1,193,178	1,186,184	1,183,798	1,641,613	1,692,141	2,034,182	2,116,735	1,682,734	1,822,194
Charges for services	2,107,674	2,823,115	2,612,076	2,810,401	2,857,914	3,336,289	4,020,085	3,692,560	3,418,005	3,321,143
Contributions ⁴	-	2,000,000	2,000,000	3,000,000	13,753	2,500	-	-	-	-
Investment earnings ⁵	794,036	209,991	1,132,956	1,305,047	884,795	1,513,281	2,188,601	312,461	(608,885)	763,799
Miscellaneous ⁶	652,823	586,281	1,631,245	906,259	1,769,810	635,367	550,510	1,123,647	1,277,611	1,263,444
Total revenues	\$ 27,368,910	\$ 35,259,358	\$ 41,422,540	\$ 46,257,920	\$ 44,678,774	\$ 47,233,211	\$ 49,388,949	\$ 52,222,338	\$ 55,529,918	\$ 52,382,319
% Change From Prior Year	1.9%	28.8%	17.5%	11.7%	-3.4%	5.7%	4.6%	5.7%	6.3%	-5.7%
	Percentage of Total									
Taxes	67.0%	66.2%	67.5%	68.3%	73.5%	75.3%	73.5%	75.4%	70.8%	74.8%
Intergovernmental	14.7%	13.7%	11.3%	11.3%	10.0%	9.0%	8.3%	10.4%	18.4%	11.2%
Licenses and permits	0.8%	0.7%	0.5%	0.5%	0.5%	0.5%	0.4%	0.4%	0.4%	0.3%
Fines and forfeitures	4.5%	3.4%	2.9%	2.6%	3.7%	3.6%	4.1%	4.1%	3.0%	3.5%
Charges for services	7.7%	8.0%	6.3%	6.1%	6.4%	7.1%	8.1%	7.1%	6.2%	6.3%
Contributions	0.0%	5.7%	4.8%	6.5%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Investment earnings	2.9%	0.6%	2.7%	2.8%	2.0%	3.2%	4.4%	0.6%	-1.1%	1.5%
Miscellaneous	2.4%	1.7%	4.0%	2.1%	4.1%	1.3%	1.1%	2.2%	2.3%	2.4%
Total revenues	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

(continued)

Notes:

¹ Includes all governmental fund types.

² In fiscal year 2002, the parks and recreation endowment fund was reclassified on this table from an expendable trust fund to a special revenue fund.

³ For changes in the sources of taxes, see the "tax revenues by source - governmental funds" statistical table

⁴ For fiscal years 2002 - 2004, recognized contributions from Callaway Foundation, Inc. for financing the operation and maintenance costs for parks and recreation facilities.

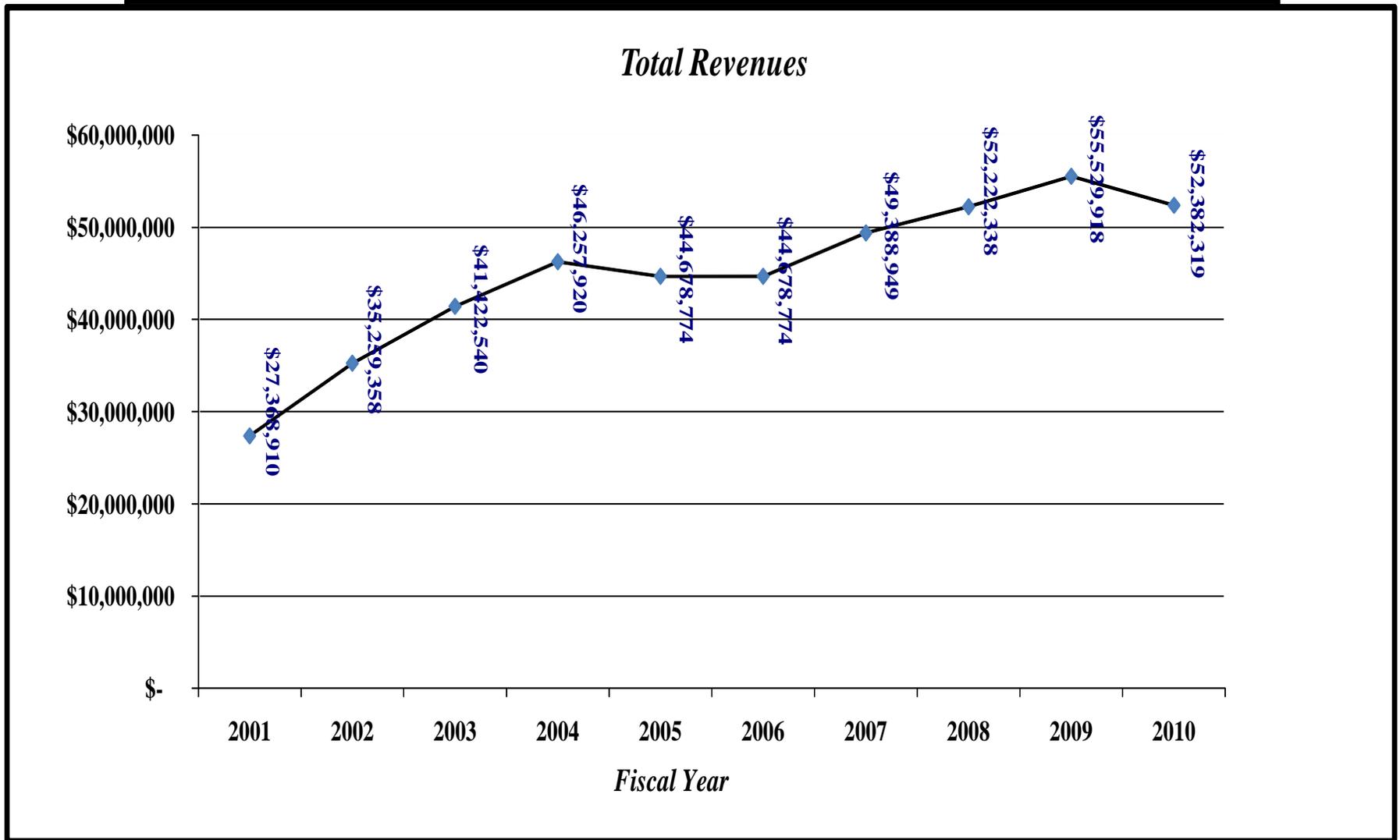
⁵ For fiscal years 2000 - 2002, includes only the general fund. In fiscal year 2008, investment earnings were reduced significantly from fiscal 2007 primarily due to endowment earnings in equity securities.

⁶ For fiscal years 2000 - 2002 includes investment earnings for all funds other than the general fund.

Data Source:

Applicable years' comprehensive annual financial report.

Troup County, Georgia
Chart-Total General Governmental Revenues
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,	Property	Local Option Sales	Special Purpose Local Option Sales	Insurance Premium	Alcoholic Beverage	Other ¹	Total
Amounts							
2001	\$ 12,935,590	\$ 4,017,629	\$ 27,078	\$ 942,030	\$ 165,892	\$ 257,505	\$ 18,345,724
2002	14,073,557	3,868,147	4,102,935 ²	879,913	159,833	252,244	23,336,629
2003	14,567,259	3,719,682	8,312,635	971,593	125,802	257,168	27,954,139
2004	17,576,731	3,950,525	8,627,563	1,041,983	151,172	253,748	31,601,722
2005	18,491,115	4,012,504	8,801,524	1,127,445	149,039	263,357	32,844,984
2006	19,391,328	4,536,174	10,005,747	1,203,973	150,901	284,538	35,572,661
2007	19,921,036	4,574,886	10,060,837	1,261,727	162,224	331,455	36,312,165
2008	21,039,063	5,097,402	11,315,230	1,326,722	193,091	380,604	39,352,112
2009	21,969,112	4,807,415	10,660,976	1,359,061	181,728	364,059	39,342,351
2010	22,018,261	4,772,849	10,591,175	1,339,574	162,491	313,871	39,198,221

% Change in Dollars

Over 10 Years

70.2%	18.8%	39013.6%	42.2%	-2.1%	21.9%	113.7%
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Percentage of Total

2001	70.5%	21.9%	0.1%	5.1%	0.9%	1.4%	100.0%
2002	60.3%	16.6%	17.6%	3.8%	0.7%	1.1%	100.0%
2003	52.1%	13.3%	29.7%	3.5%	0.5%	0.9%	100.0%
2004	55.6%	12.5%	27.3%	3.3%	0.5%	0.8%	100.0%
2005	56.3%	12.2%	26.8%	3.4%	0.5%	0.8%	100.0%
2006	54.5%	12.8%	28.1%	3.4%	0.4%	0.8%	100.0%
2007	54.9%	12.6%	27.7%	3.5%	0.4%	0.9%	100.0%
2008	53.5%	13.0%	28.8%	3.4%	0.5%	0.8%	100.0%
2009	55.8%	12.2%	27.1%	3.5%	0.5%	0.9%	100.0%
2010	56.2%	12.2%	27.0%	3.4%	0.4%	0.8%	100.0%

Notes:

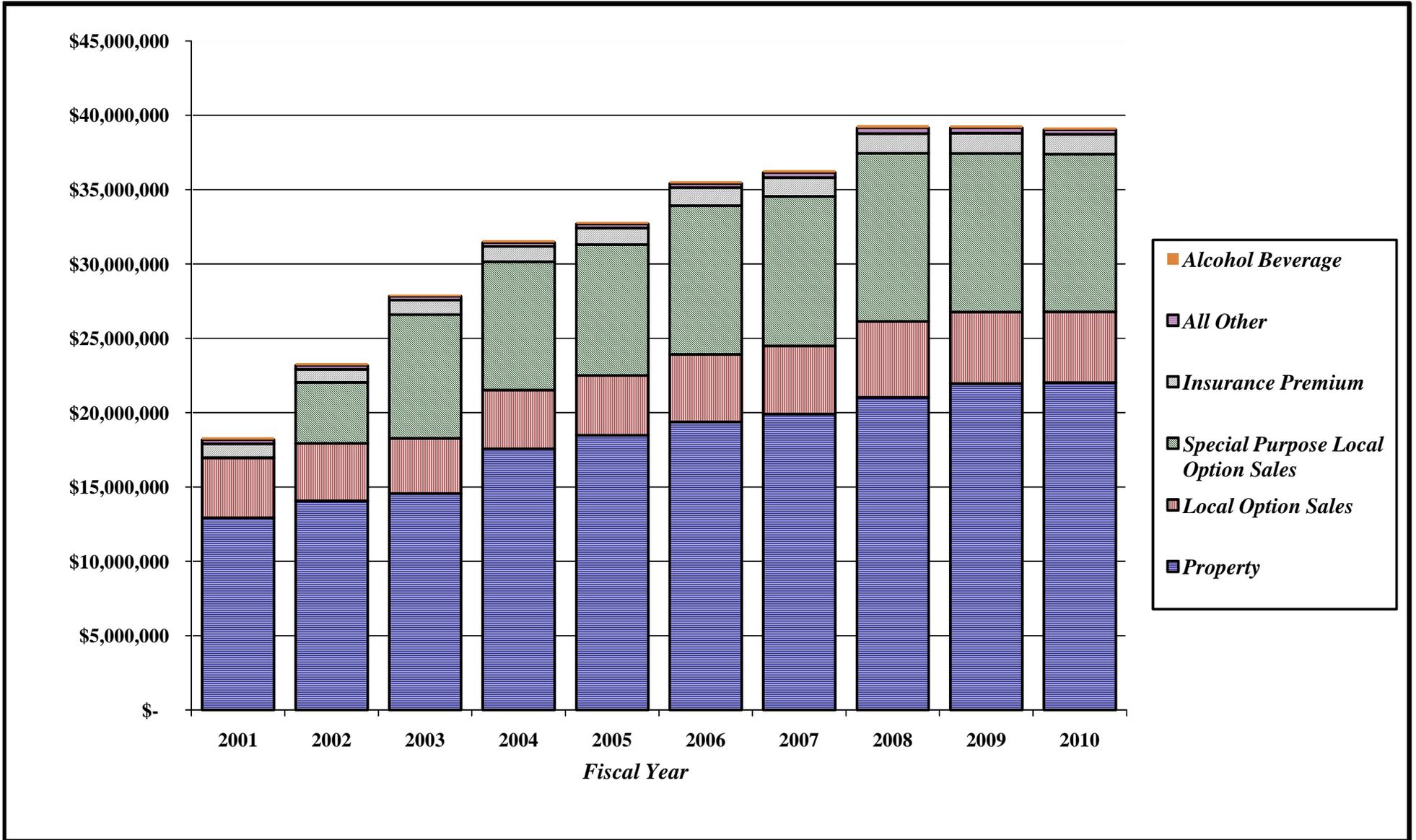
¹ Includes franchise taxes, railroad taxes and hotel/motel taxes.

² Two special purpose local option sales taxes were approved for the construction of park and recreation facilities and a new government services center, each of which was effective January 1, 2002 and expired December 31, 2006. A special purpose local option sales tax was approved effective January 1, 2007 and expires December 31, 2012. This tax is being shared with the cities within the County and will fund a new County Health Department, infrastructure improvements, water and sewer system improvements and public safety equipment, primarily fire trucks.

Data Source:

Applicable years' comprehensive annual financial report.

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



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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	2001	2002 ²	2003	2004	2005	2006	2007	2008	2009	2010
Current:										
General government	\$ 2,806,739	\$ 2,902,630	\$ 3,181,509	\$ 2,960,646	\$ 2,903,232	\$ 3,676,841	\$ 3,380,368	\$ 3,726,264	\$ 3,732,820	\$ 3,737,014
Judicial	3,120,471	3,098,418	3,323,448	3,590,112	3,712,517	3,956,021	4,242,383	4,531,450	4,720,706	4,742,492
Public safety	12,874,798	14,254,297	15,425,696	16,188,265	16,719,086	18,480,260	19,457,423	20,535,725	20,860,425	21,442,063
Highways and streets ⁷	3,304,611	4,007,187	2,571,379	2,922,271	2,643,544	3,470,784	4,092,685	9,515,697	8,231,614	4,967,060
Health and welfare	743,466	805,943	569,904	593,436	596,155	600,603	741,654	990,915	955,129	970,135
Culture and recreation ³	1,064,786	3,415,385	3,637,059	3,948,555	4,433,889	4,645,411	4,647,255	5,382,692	5,259,154	4,917,525
Other	404,532	406,673	533,123	142,972	153,783	154,291	154,809	183,108	167,530	207,231
Intergovernmental	-	-	-	-	-	-	-	-	-	4,036,826
Total Current	24,319,403	28,890,533	29,242,118	30,346,257	31,162,206	34,984,211	36,716,577	44,865,851	43,927,378	45,020,346
<i>% Change From Prior Year</i>	4.3%	18.8%	1.2%	3.8%	2.7%	12.3%	5.0%	22.2%	-2.1%	2.5%
Capital Outlay ⁴	3,779,403	4,976,111	11,387,428	17,425,698	15,865,556	4,669,561	3,548,428	9,675,194	9,420,690	5,746,192
<i>% Change From Prior Year</i>	119.5%	31.7%	128.8%	53.0%	-9.0%	-70.6%	-24.0%	172.7%	-2.6%	-39.0%
Debt Service ⁵										
Principal	-	-	1,500,000	7,940,000	9,230,000	9,790,000	10,159,757	57,399	372,389	390,137
Interest and fees	-	-	810,506	1,235,459	1,081,755	801,050	463,550	135,908	292,467	188,121
Total Debt Service	-	-	2,310,506	9,175,459	10,311,755	10,591,050	10,623,307	193,307	664,856	578,258
<i>% Change From Prior Year</i>	0.0%	0.0%	100.0%	297.1%	12.4%	2.7%	0.3%	-98.2%	243.9%	-13.0%
Total Expenditures	\$ 28,098,806	\$ 33,866,644	\$ 42,940,052	\$ 56,947,414	\$ 57,339,517	\$ 50,244,822	\$ 50,888,312	\$ 54,734,352	\$ 54,012,924	\$ 51,344,796
<i>% Change From Prior Year</i>	12.2%	20.5%	26.8%	32.6%	0.7%	-12.4%	1.3%	7.6%	-1.3%	-4.9%
Debt Service as a % of Noncapital Expenditures ⁶	0.0%	0.0%	7.3%	23.2%	24.9%	23.2%	22.4%	0.4%	1.5%	1.3%

(continued)

Notes:

¹ Includes all governmental fund types.

² In fiscal year 2002, the parks and recreation endowment fund was reclassified on this table from an expendable trust fund to a special revenue fund.

³ Beginning in fiscal year 2003, the new parks and recreation facilities were operational.

⁴ The capital outlay expenditure for fiscal years 2003 - 2005 included construction of parks and recreation facilities and the construction of a government services center.

⁵ Beginning in fiscal year 2003, the County began repaying \$18,010,000 in debt issued to construct park and recreation facilities and in fiscal year 2004 began repaying \$20,560,000 in debt issued to construct a government services center.

⁶ Beginning in fiscal year 2003, the noncapital expenditures are total expenditures less the amount capitalized.

⁷ During fiscal year 2008, the County purchased a substantial higher amount of road paving and transportation materials as compared to fiscal year 2007.

Data Source:

Applicable years' comprehensive annual financial report.

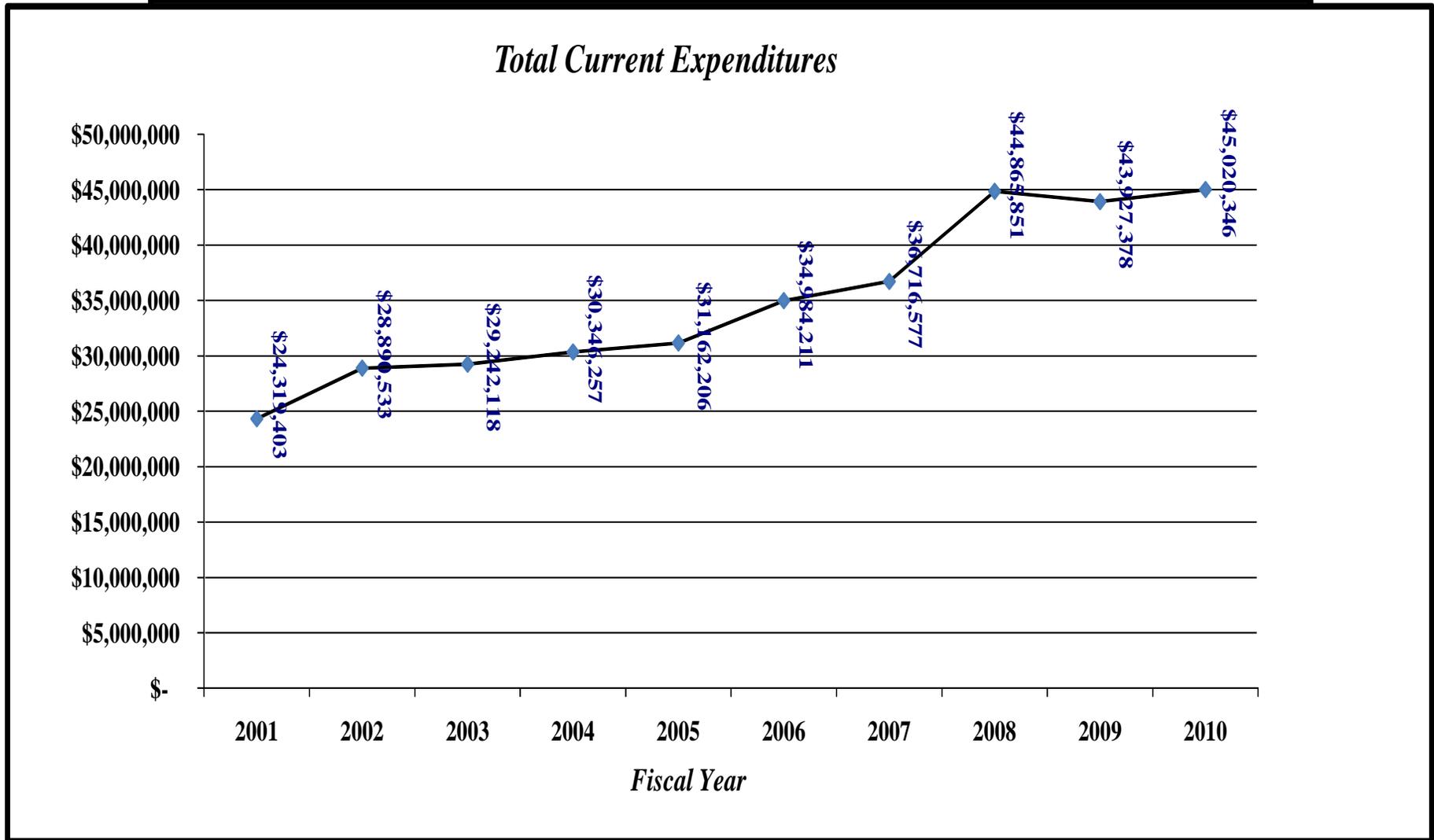
Troup County, Georgia
General Governmental Current Expenditures by Function (Unaudited) ¹
Last Ten Fiscal Years
(modified accrual basis of accounting)

Function	For the Year Ended June 30,									
	2001	2002 ²	2003	2004	2005	2006	2007	2008	2009	2010
	Amounts									
Current:										
General government	\$ 2,806,739	\$ 2,902,630	\$ 3,181,509	\$ 2,960,646	\$ 2,903,232	\$ 3,676,841	\$ 3,380,368	\$ 3,726,264	\$ 3,732,820	\$ 3,737,014
Judicial	3,120,471	3,098,418	3,323,448	3,590,112	3,712,517	3,956,021	4,242,383	4,531,450	4,720,706	4,742,492
Public safety	12,874,798	14,254,297	15,425,696	16,188,265	16,719,086	18,480,260	19,457,423	20,535,725	20,860,425	21,442,063
Highways and streets	3,304,611	4,007,187	2,571,379	2,922,271	2,643,544	3,470,784	4,092,685	9,515,697	8,231,614	4,967,060
Health and welfare	743,466	805,943	569,904	593,436	596,155	600,603	741,654	990,915	955,129	970,135
Culture and recreation ³	1,064,786	3,415,385	3,637,059	3,948,555	4,433,889	4,645,411	4,647,255	5,382,692	5,259,154	4,917,525
Other	404,532	406,673	533,123	142,972	153,783	154,291	154,809	183,108	167,530	207,231
Intergovernmental	-	-	-	-	-	-	-	-	-	4,036,826
Total Current	\$ 24,319,403	\$ 28,890,533	\$ 29,242,118	\$ 30,346,257	\$ 31,162,206	\$ 34,984,211	\$ 36,716,577	\$ 44,865,851	\$ 43,927,378	\$ 45,020,346
	Percentage of Total									
Current:										
General government	11.5%	10.0%	10.9%	9.8%	9.3%	10.5%	9.2%	8.3%	8.5%	8.3%
Judicial	12.8%	10.7%	11.4%	11.8%	11.9%	11.3%	11.6%	10.1%	10.7%	10.5%
Public safety	52.9%	49.3%	52.8%	53.3%	53.7%	52.8%	53.0%	45.8%	47.5%	47.6%
Highways and streets	13.6%	13.9%	8.8%	9.6%	8.5%	9.9%	11.1%	21.2%	18.7%	11.0%
Health and welfare	3.1%	2.8%	1.9%	2.0%	1.9%	1.7%	2.0%	2.2%	2.2%	2.2%
Culture and recreation ³	4.4%	11.8%	12.4%	13.0%	14.2%	13.3%	12.7%	12.0%	12.0%	10.9%
Other	1.7%	1.4%	1.8%	0.5%	0.5%	0.4%	0.4%	0.4%	0.4%	0.5%
Intergovernmental ⁴	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	9.0%
Total Current	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Notes:
¹ Includes all governmental fund types.
² In fiscal year 2002, the parks and recreation endowment fund was reclassified on this table from an expendable trust fund to a special revenue fund.
³ Beginning in fiscal year 2002, additional parks and recreation facilities were operational, resulting in increased expenditures.
⁴ Beginning in fiscal year 2010, the SPLOST payments made to the County cities, rather than in than in the function costs.

Data Source:
Applicable years' comprehensive annual financial report.

Troup County, Georgia
Chart-Total Current Expenditures
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	2001	2002¹	2003	2004	2005	2006	2007	2008	2009	2010
Total Revenues	\$ 27,368,910	\$ 35,259,358	\$ 41,422,540	\$ 46,257,920	\$ 44,678,774	\$ 47,233,211	\$ 49,388,949	\$ 52,222,338	\$ 55,529,918	\$ 52,382,319
Total Expenditures²	28,098,806	33,866,644	42,940,052	56,947,414	57,339,517	50,244,822	50,888,312	54,734,352	54,012,924	51,344,796
Excess (Deficiency) of Revenues Over (Under) Expenditures²	(729,896)	1,392,714	(1,517,512)	(10,689,494)	(12,660,743)	(3,011,611)	(1,499,363)	(2,512,014)	1,516,994	1,037,523
Other Financing Sources (Uses)										
Sale of capital assets	-	-	19,492	400	-	140	382,615	576,110	7,251	33,167
Inception of capital lease	-	-	-	-	-	-	274,987	1,987,396	-	-
Inception of intergovernmental agreement ³	-	18,062,433	-	21,338,789	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	546,104	482,673	1,418,568
Transfers out	-	-	-	-	-	-	-	(546,104)	(482,673)	(1,418,568)
Total Other Financing Sources (Uses)	-	18,062,433	19,492	21,339,189	-	140	657,602	2,563,506	7,251	33,167
Net Change in Fund Balances	(729,896)	19,455,147	(1,498,020)	10,649,695	(12,660,743)	(3,011,471)	(841,761)	51,492	1,524,245	1,070,690
Fund Balances, Beginning of Year	15,610,944	14,857,684	34,908,051	34,377,905	45,068,900	32,416,370	29,481,301	28,702,169	28,650,866	30,175,577
Other Changes	(23,364)	595,220	967,874	41,300	8,213	76,402	62,629	(102,795)	466	23,833
Fund Balances, End of Year	\$ 14,857,684	\$ 34,908,051	\$ 34,377,905	\$ 45,068,900	\$ 32,416,370	\$ 29,481,301	\$ 28,702,169	\$ 28,650,866	\$ 30,175,577	\$ 31,270,100

Notes:

¹ In fiscal year 2002, the parks and recreation endowment fund was reclassified on this table from an expendable trust fund to a special revenue fund.

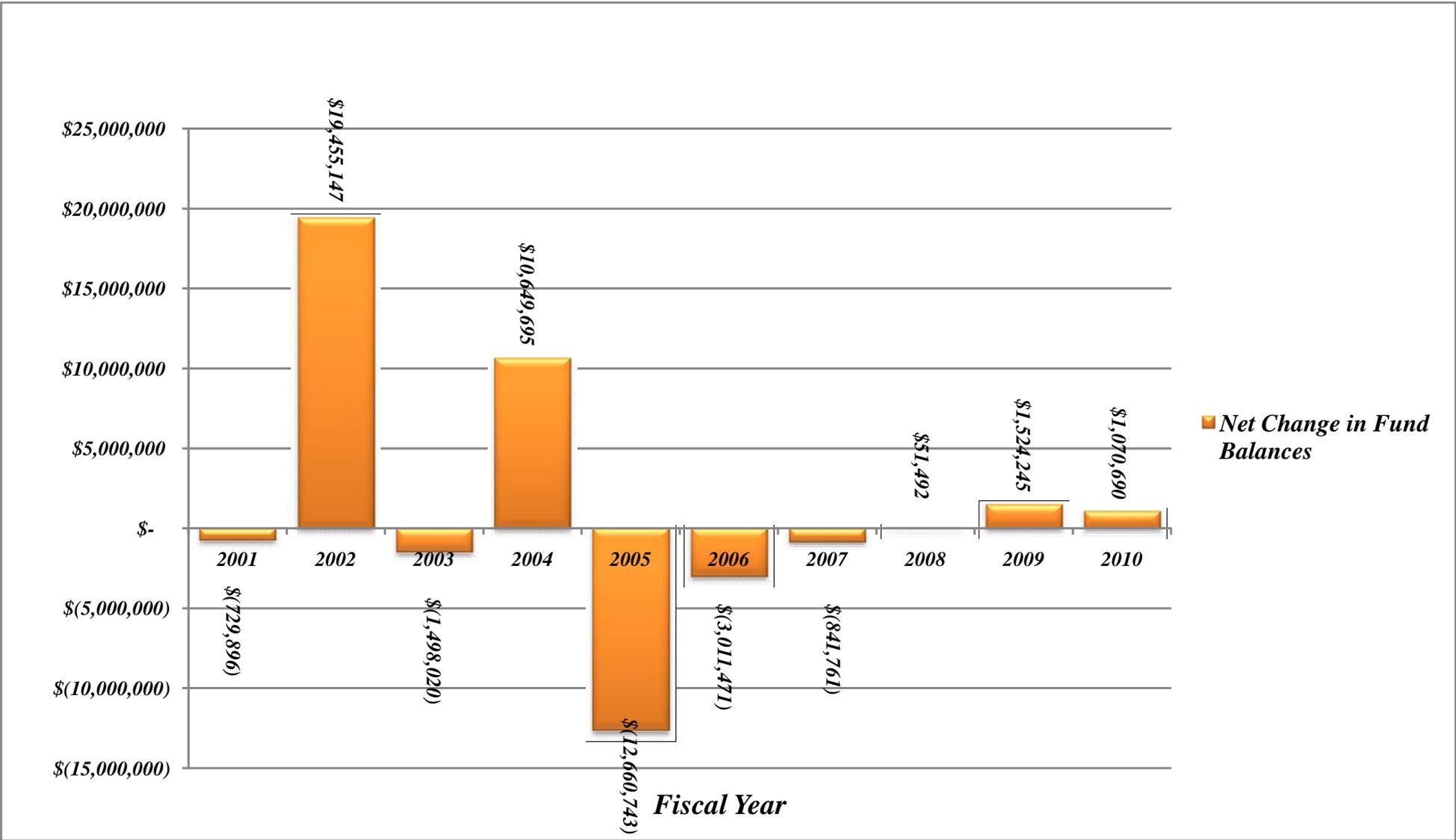
² During fiscal years 2002 - 2006, the County was expending loan proceeds to construct new park and recreation facilities and a new government services center, resulting in an increase in expenditures and a deficiency between revenues and expenditures. A special purpose local option sales tax was approved effective January 1, 2007 and expires December 31, 2012. This tax is being shared with the cities within the County and will fund a new County Health Department, infrastructure improvements, water and sewer system improvements and public safety equipment, primarily fire trucks.

³ During fiscal years 2002 and 2004, the County received loan proceeds to construct new park and recreation facilities and a new government services center.

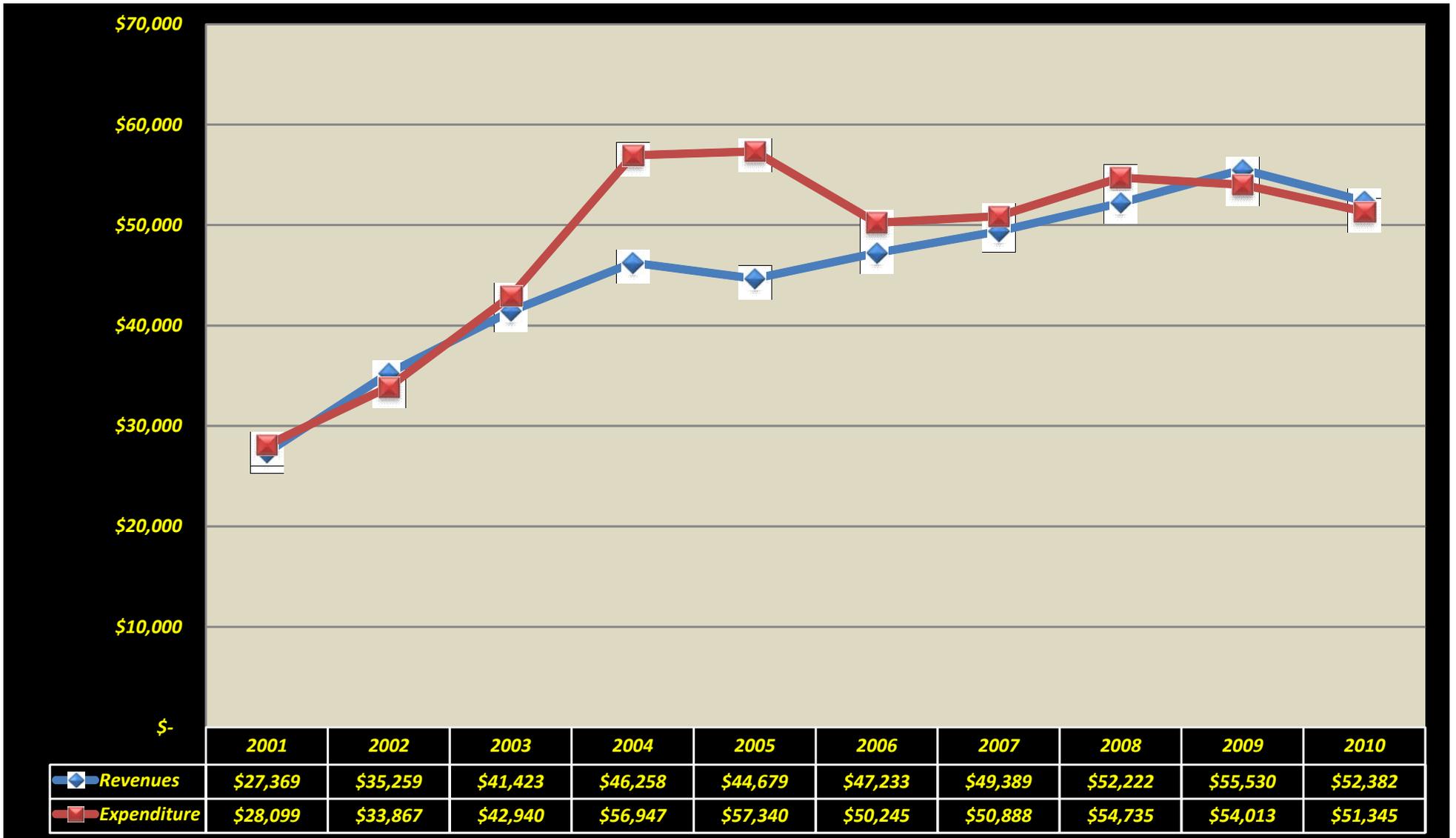
Data Source:

Applicable years' comprehensive annual financial report.

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



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



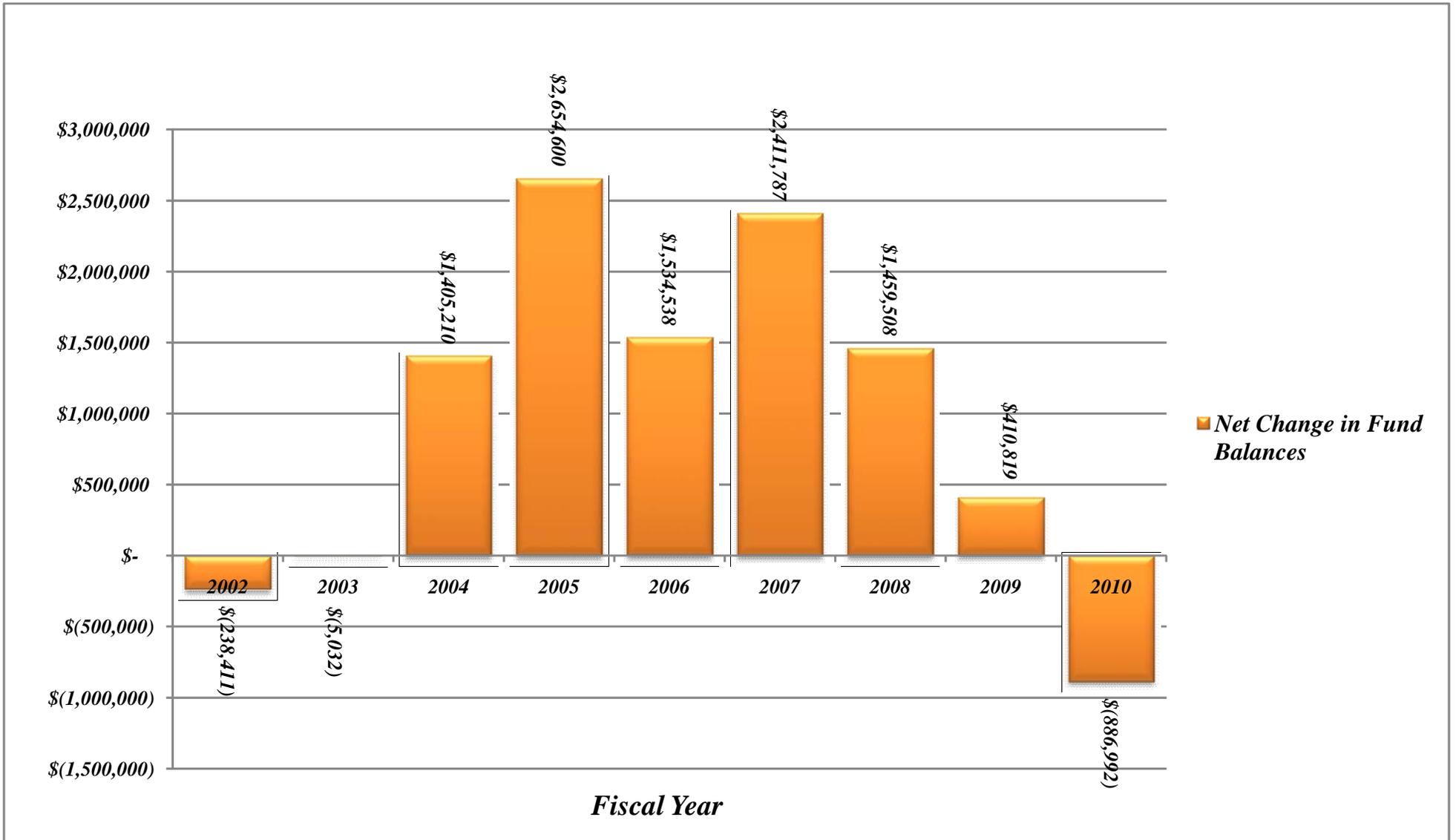
Troup County, Georgia
Changes in Fund Balances - General Fund (Unaudited)
Last Eight Fiscal Years
(modified accrual basis of accounting)

	For the Fiscal Year Ended June 30,								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
Revenues:									
Taxes and commissions	\$ 19,233,694	\$ 19,641,504	\$ 22,974,159	\$ 24,043,460	\$ 25,566,914	\$ 26,189,784	\$ 27,908,637	\$ 28,556,570	\$ 28,540,797
Licenses and permits	262,439	217,386	232,332	204,831	219,572	176,393	188,354	200,906	154,440
Courts and law enforcement	1,069,089	1,077,641	1,080,486	1,486,413	1,536,559	1,817,866	1,902,612	1,496,862	1,630,901
Intergovernmental	4,313,640	4,491,399	4,984,395	4,091,305	4,260,914	4,000,297	4,207,161	4,370,981	4,370,702
Other	3,472,066	3,397,957	3,362,572	3,592,725	3,423,696	4,181,931	4,323,529	3,606,356	3,035,238
Total Revenues	\$ 28,350,928	\$ 28,825,887	\$ 32,633,944	\$ 33,418,734	\$ 35,007,655	\$ 36,366,271	\$ 38,530,293	\$ 38,231,675	\$ 37,732,078
Expenditures:									
Current:									
General government	2,870,685	3,181,404	2,917,295	2,853,497	3,315,601	3,352,966	3,489,368	3,649,794	3,716,582
Judicial	3,098,418	3,323,448	3,590,112	3,712,517	3,956,021	4,242,383	4,531,450	4,720,706	4,742,492
Public safety	14,238,192	15,423,084	16,169,593	16,717,361	17,185,059	18,072,404	19,113,231	19,479,214	20,007,913
Highways and streets	2,679,778	2,448,156	2,909,933	2,643,544	3,470,784	2,920,433	2,886,017	2,828,385	2,924,301
Health and welfare	638,679	423,441	474,964	471,549	453,121	481,433	708,081	731,287	715,938
Culture and recreation	3,379,162	3,606,470	3,714,219	4,030,541	4,229,469	4,207,393	4,958,188	4,848,855	4,520,645
Other	848,112	533,123	142,972	153,783	154,291	154,809	167,567	167,530	207,229
Capital Outlay	1,051,693	859,670	1,350,946	189,555	341,818	498,274	3,082,487	393,307	86,153
Debt Service	-	-	-	-	-	-	125,950	597,500	510,901
Total Expenditures	28,804,719	29,798,796	31,270,034	30,772,347	33,106,164	33,930,095	39,062,339	37,416,578	37,432,154
Excess (Deficiency) of Revenues									
Over (Under) Expenditures	(453,791)	(972,909)	1,363,910	2,646,387	1,901,491	2,436,176	(532,046)	815,097	299,924
Net Transfers In (Out)	-	-	-	-	(443,352)	(469,633)	(469,157)	(411,994)	(1,243,916)
Sale of Capital Assets	-	-	-	-	-	382,615	576,110	7,251	33,167
Inception of Capital Lease	-	-	-	-	-	-	1,987,396	-	-
Changes in Reserves	215,380	284,280	41,300	8,213	76,399	62,629	(102,795)	465	23,833
Restatements	-	683,597	-	-	-	-	-	-	-
Net Change in Fund Balances	(238,411)	(5,032)	1,405,210	2,654,600	1,534,538	2,411,787	1,459,508	410,819	(886,992)
Fund Balance Beginning of Year	11,819,624	11,581,213	11,576,181	12,981,391	15,635,991	17,170,529	19,582,316	21,041,824	21,452,643
Fund Balance End of Year	\$ 11,581,213	\$ 11,576,181	\$ 12,981,391	\$ 15,635,991	\$ 17,170,529	\$ 19,582,316	\$ 21,041,824	\$ 21,452,643	\$ 20,565,651

Data Source:

Applicable years' comprehensive annual financial report.

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



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

	At June 30,									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Fund										
Reserved	\$ 198,914	\$ 320,561	\$ 604,840	\$ 646,140	\$ 704,860	\$ 781,259	\$ 843,888	\$ 741,093	\$ 1,017,273	\$ 767,456
Unreserved	11,819,624	11,260,652	10,971,341	12,335,251	14,931,131	16,389,270	18,738,428	20,300,731	20,435,370	19,798,195
Subtotal General Fund	12,018,538	11,581,213	11,576,181	12,981,391	15,635,991	17,170,529	19,582,316	21,041,824	21,452,643	20,565,651
General Fund Percentage Change	-1.3%	-3.6%	0.0%	12.1%	20.4%	9.8%	14.0%	7.5%	2.0%	-4.1%
All Other Governmental Funds ¹										
Reserved ²	237,691	23,527,758	24,359,543	34,110,371	19,030,468	14,989,843	13,325,775	13,977,024	17,394,646	19,611,764
Unreserved										
Capital Projects Funds	2,800,369	(200,920)	(1,557,816)	(2,022,859)	(2,199,579)	(2,679,071)	(4,205,922)	(6,367,982)	(8,671,713)	(8,907,315)
Subtotal All Other Governmental Funds	3,038,060	23,326,838	22,801,727	32,087,512	16,830,889	12,310,772	9,119,853	7,609,042	8,722,933	10,704,449
All Other Governmental Funds Percentage Change	-11.7%	667.8%	-2.3%	40.7%	-47.5%	-26.9%	-25.9%	-16.6%	14.6%	22.7%
Total Governmental Funds										
Reserved ²	436,605	23,848,319	24,964,383	34,756,511	19,735,328	15,771,102	14,169,663	14,718,117	18,411,919	20,379,220
Unreserved	14,619,993	11,059,732	9,413,525	10,312,392	12,731,552	13,710,199	14,532,506	13,932,749	11,763,657	10,890,880
Total Governmental Funds	\$ 15,056,598	\$ 34,908,051	\$ 34,377,908	\$ 45,068,903	\$ 32,466,880	\$ 29,481,301	\$ 28,702,169	\$ 28,650,866	\$ 30,175,576	\$ 31,270,100
All Governmental Funds Percentage Change	-3.6%	131.8%	-1.5%	31.1%	-28.0%	-9.2%	-2.6%	-0.2%	5.3%	3.6%

Notes:

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

² Two special purpose local option sales taxes were approved for the construction of parks and recreation facilities and a new government services center, each of which were effective January 1, 2002 and expired December 31, 2006.

Data Source:

Applicable years' comprehensive annual financial report.

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

Amounts													
Fiscal ⁵ Year	Residential Property	Commercial Property	Industrial Property	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	Total Direct Tax Rate ⁴	Estimated Actual Value	Annual Percentage Change
2001	\$ 515,113,215	\$ 277,668,823	\$ 387,890,739	\$ 68,529,033	\$ 22,363,592	\$ 40,034,720	\$ 135,576,221	\$ 6,989,279	\$ 124,030,293	\$ 1,330,135,329	8.830	\$ 3,325,338,323	6.4%
2002	550,895,364	289,454,909	440,963,828	68,382,244	23,678,156	42,719,954	145,731,698	5,666,753	145,059,909	1,422,432,997	8.830	3,556,082,493	6.9%
2003	599,333,762	311,471,873	424,290,129	70,062,280	26,496,772	41,009,624	146,904,567	3,652,767	142,132,287	1,481,089,487	8.830	3,702,723,718	4.1%
2004	652,153,559	302,430,375	419,754,169	75,530,460	32,631,756	45,379,443	144,836,172	1,984,347	143,102,779	1,531,597,502	10.830	3,828,993,755	3.4%
2005	696,137,617	290,387,917	450,895,319	100,625,156	55,798,944	45,388,386	145,372,098	5,325,924	185,135,007	1,604,796,354	10.560	4,011,990,885	4.8%
2006	749,051,155	298,667,525	443,691,072	102,547,284	60,941,772	44,300,578	151,221,183	5,443,890	202,331,861	1,653,532,598	10.560	4,133,831,495	3.0%
2007	811,585,473	306,166,848	444,130,115	109,504,208	66,221,472	44,203,834	144,743,802	3,646,654	198,211,639	1,731,990,767	10.560	4,329,976,918	4.7%
2008	872,468,473	320,674,955	442,280,944	124,522,588	83,356,396	43,547,414	135,813,394	2,918,449	220,979,172	1,804,603,441	10.560	4,511,508,603	4.2%
2009	946,047,411	346,802,645	460,100,637	132,010,296	97,138,960	39,771,528	140,912,911	3,106,190	325,018,232	1,840,872,346	10.560	4,602,180,865	2.0%
2010	958,261,127	371,958,260	477,933,773	115,024,741	111,260,028	46,495,351	147,535,103	3,460,984	363,323,054	1,868,606,313	10.560	4,671,515,783	1.5%
*	\$ 735,104,716	\$ 311,568,413	\$ 439,193,073	\$ 96,673,829	\$ 57,988,785	\$ 43,285,083	\$ 143,864,715	\$ 4,219,524	\$ 204,932,423	\$ 1,626,965,713		\$ 4,067,414,284	
**	86.0%	34.0%	23.2%	67.8%	397.5%	16.1%	8.8%	-50.5%	192.9%	40.5%		40.5%	
Percentage of Total													
2001	35.4%	19.1%	26.7%	4.7%	1.5%	2.8%	9.3%	0.5%	9.3%	90.7%			
2002	35.1%	18.5%	28.1%	4.4%	1.5%	2.7%	9.3%	0.4%	10.2%	89.8%			
2003	36.9%	19.2%	26.1%	4.3%	1.6%	2.5%	9.1%	0.2%	9.6%	90.4%			
2004	38.9%	18.1%	25.1%	4.5%	1.9%	2.7%	8.6%	0.1%	9.3%	90.7%			
2005	38.9%	16.2%	25.2%	5.6%	3.1%	2.5%	8.1%	0.3%	11.5%	88.5%			
2006	40.4%	16.1%	23.9%	5.5%	3.3%	2.4%	8.1%	0.3%	12.2%	87.8%			
2007	42.0%	15.9%	23.0%	5.7%	3.4%	2.3%	7.5%	0.2%	11.4%	88.6%			
2008	43.1%	15.8%	21.8%	6.1%	4.1%	2.1%	6.7%	0.1%	12.2%	87.8%			
2009	43.7%	16.0%	21.2%	6.1%	4.5%	1.8%	6.5%	0.1%	17.7%	82.3%			
2010	42.9%	16.7%	21.4%	5.2%	5.0%	2.1%	6.6%	0.2%	19.4%	80.6%			

* 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 freport exemptions.

³ Generally includes timber and heavy equipment.

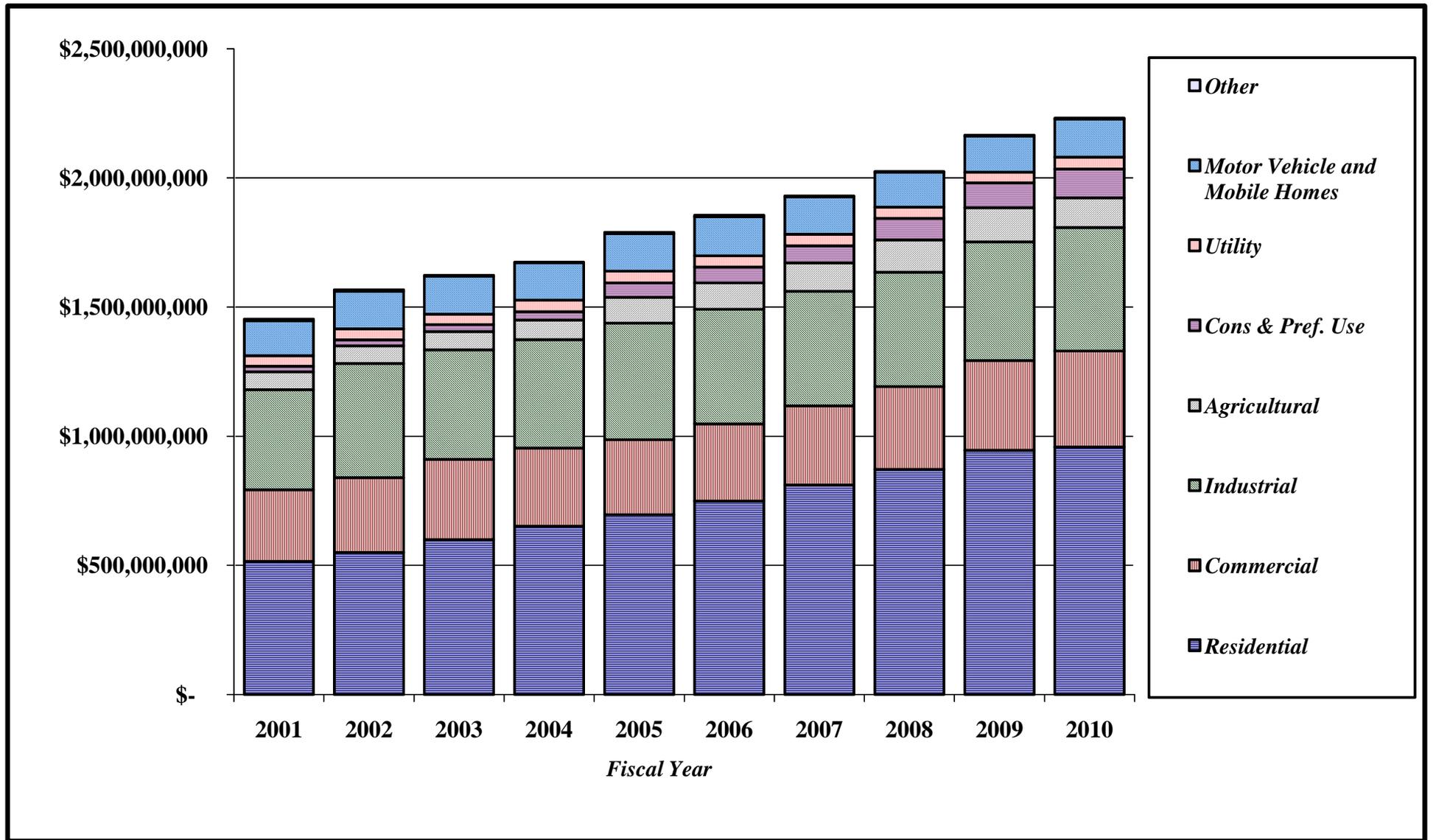
⁴ Tax rates expressed in rate per \$1,000.

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://www.etax.dor.ga.gov/PTD/cds/csheets/index.aspx>

Troup County, Georgia
Chart - Taxable Assessed Value
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 ³	LaGrange Downtown Development Authority	City of Hogansville	City of West Point	Troup County Schools
2000	2001	8.830	0.250	4.000	10.500	7.930	17.780
2001	2002	8.830	0.250	4.000	10.500	7.920	17.780
2002	2003	8.830	0.250	4.000	10.150	10.000	17.780
2003	2004	10.830	0.250	4.000	9.950	9.740	19.280
2004	2005	10.560	0.250	-	7.950	10.500	18.500
2005	2006	10.560	0.250	4.000	7.950	10.400	18.850
2006	2007	10.560	0.250	4.000	7.950	10.354	18.850
2007	2008	10.560	0.250	4.000	7.950	10.354	18.850
2008	2009	10.560	0.250	4.000	7.950	9.781	18.850
2009	2010	10.560	0.250	4.000	7.950	9.781	18.850

Notes:

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

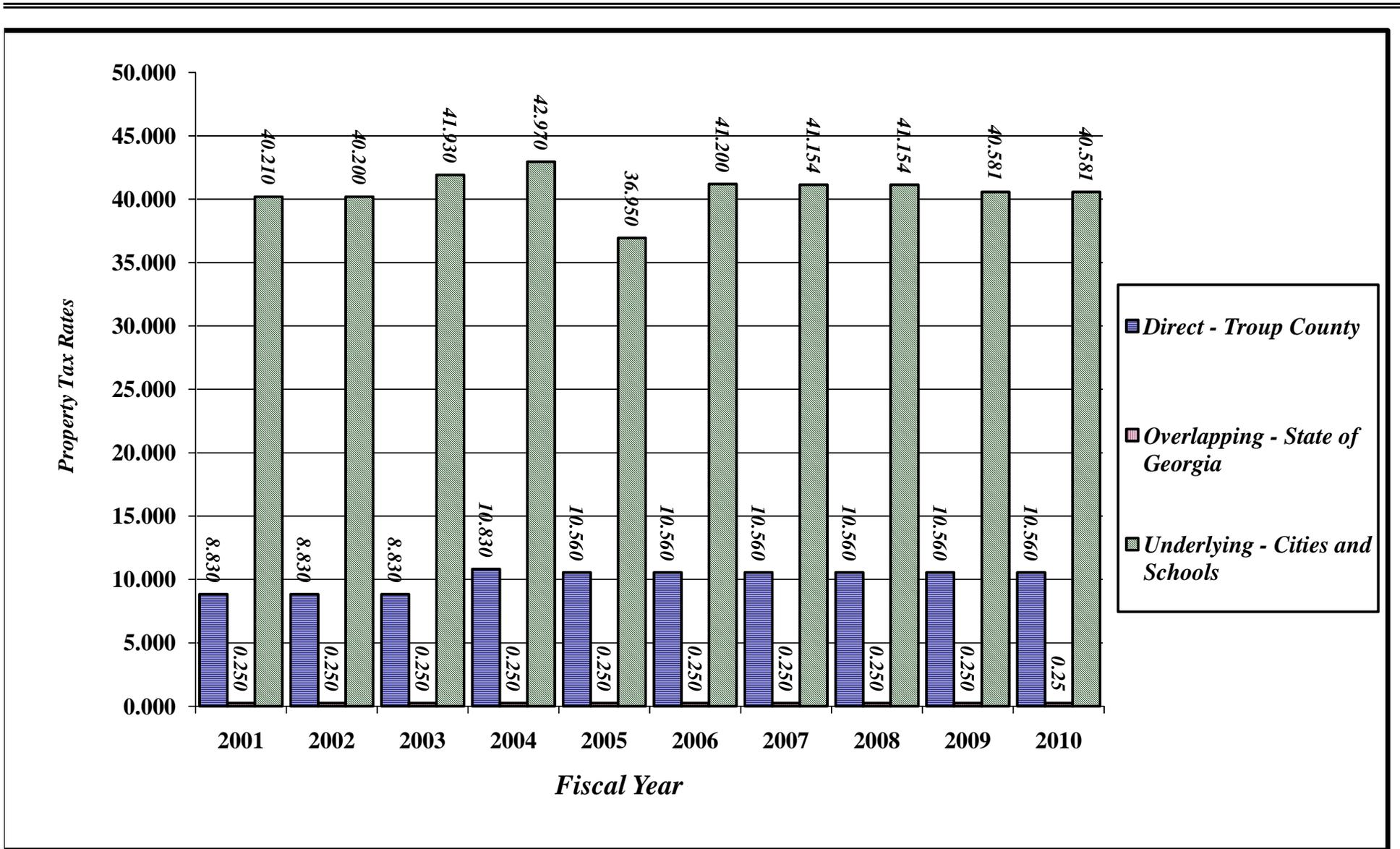
² Underlying rates are those of the LaGrange Downtown Development Authority, City of Hogansville, City of West Point and Troup County Schools that apply to property owners located within Troup County. Although an underlying city, the City of LaGrange has not levied a property tax in the last ten fiscal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

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

Data Source:

Georgia Department of Revenue, Property Tax Division,
<http://www.etax.dor.ga.gov/PTD/cds/csheets/millrate.aspx>

Troup County, Georgia
Chart-Direct, Overlapping and Underlying Property Tax Rates
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 Fiscal Year of The Levy		Collections in Subsequent Year By Year of Levy	Total Collections to Date		Total Uncollected Taxes ^{1, 3}	
		Amount	Percentage of Levy		Amount	Percentage of Levy	Amount	Percentage of Levy
2001	\$ 9,697,869	\$ 9,554,683	98.52%	\$ 303,814	\$ 9,858,497	101.66%	\$ (160,628)	-1.66%
2002	10,214,433	9,945,818	97.37%	160,264	10,106,082	98.94%	108,351	1.06%
2003	10,954,021	10,747,267	98.11%	257,347	11,004,614	100.46%	(50,593)	-0.46%
2004	13,972,211	13,559,567	97.05%	101,462	13,661,029	97.77%	311,182	2.23%
2005	14,312,113	14,147,104	98.85%	70,965	14,218,069	99.34%	94,044	0.66%
2006	14,850,673	14,706,303	99.03%	53,826	14,760,129	99.39%	90,544	0.61%
2007	15,631,393	15,292,881	97.83%	28,527	15,321,408	98.02%	309,985	1.98%
2008	16,484,627	16,381,046	99.37%	54,530	16,435,576	99.70%	49,051	0.30%
2009	17,628,513	17,509,137	99.32%	-	17,509,137	99.32%	119,376	0.68%
2010	18,902,523	18,707,151	98.97%	-	18,707,151	98.97%	195,372	1.03%

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.

³ In fiscal years 2001 and 2003, the County reports more than 100% of the tax levy collected. Adjustments were made to the tax digests in these years with "not-on-digest" amounts added to the tax digests and errors deducted from the tax digest. The net effect results in increased tax collections beyond the amounts levied. Although the table has been restated to reflect the requirements of GASB Statement No. 44, restating the excess collections to the appropriate year was not practical.

Data Source:

Troup County Tax Commissioner's Office

Troup County, Georgia
Principal Property Taxpayers (Unaudited)
For The Fiscal Years Ended June 30, 2010 and 2000

2010				2000			
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 and Company	\$ 103,385,076	1	5.36%	Milliken and Company	\$ 106,695,733	1	10.09%
KIA Motors Manufacturing of GA	92,988,658	2	4.82%	Mobil Chemical Company	25,237,555	2	2.39%
Wal-Mart	34,610,447	3	1.79%	Shorewood Packaging	21,179,308	3	2.00%
Kimberly-Clark Corporation	33,934,663	4	1.76%	Kimberly-Clark Corporation	18,233,860	4	1.72%
Duracell, Inc.	33,382,140	5	1.73%	Interface Flooring Systems, Inc.	17,831,822	5	1.69%
Interface Flooring Systems, Inc.	30,961,737	6	1.60%	West Point Stevens, Inc.	17,656,450	6	1.67%
Exxon-Mobil Corporation	20,872,449	7	1.08%	William Carter Co.	14,988,852	7	1.42%
Diverse Power	14,536,928	8	0.75%	Duracell, Inc.	14,126,542	8	1.34%
BellSouth Telecommunications	11,353,859	9	0.59%	Powertel/Atlanta, Inc.	12,475,722	9	1.18%
Forestar-USA-Real Estate Group	9,214,300	10	0.48%	Inflation Systems, Inc.	11,666,582	10	1.10%
Total Principal Taxpayers	385,240,257		19.97%	Total Principal Taxpayers	260,092,426		24.59%
All Other Taxpayers	1,544,019,242		80.03%	All Other Taxpayers	797,775,897		75.41%
Total	<u>\$ 1,929,259,499</u>		<u>100.00%</u>	Total	<u>\$1,057,868,323</u>		<u>100.00%</u>

Notes:

¹ Net of freeport exemptions.

Data Source:

Troup County Tax Commissioner's Office

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

For The Fiscal Year Ended June 30,	Direct		Overlapping State of Georgia	Underlying Troup County Schools ³	Total Direct, Overlapping and Underlying Rates
	Troup County				
	LOST ¹	SPLOST ²			
2001	1.00%	0.00%	4.00%	1.00%	6.00%
2002	1.00%	1.00%	4.00%	1.00%	7.00%
2003	1.00%	1.00%	4.00%	1.00%	7.00%
2004	1.00%	1.00%	4.00%	1.00%	7.00%
2005	1.00%	1.00%	4.00%	1.00%	7.00%
2006	1.00%	1.00%	4.00%	1.00%	7.00%
2007	1.00%	1.00%	4.00%	1.00%	7.00%
2008	1.00%	1.00%	4.00%	1.00%	7.00%
2009	1.00%	1.00%	4.00%	1.00%	7.00%
2010	1.00%	1.00%	4.00%	1.00%	7.00%

Notes:

¹ The local option sales tax was approved by referendum October 1, 1979 and is effective indefinitely. The County is required to reduce their property tax millage rate in the current year by the amount of these taxes collected in the prior year.

² A special purpose local option sales tax was approved effective January 1, 2002 and expired December 31, 2006. The current special purpose local option sales tax was approved effective January 1, 2007 and expires December 31, 2012. This latter tax will be shared with the cities and will be used to fund a new County Health Department facility, infrastructure improvements, water and sewer system improvements and public safety equipment, primarily fire trucks.

³ An education special purpose local option sales tax was approved effective July 1, 2002 and expired June 30, 2007. The current special purpose local option sales tax was approved effective July 1, 2007 and expires June 30, 2012. The latter tax is being used to construct new school buildings and renovate existing school buildings.

Data Source:

Georgia Department of Revenue, Sales and Use Tax Division,
http://www.etax.dor.ga.gov/IndTax_SalesTax.aspx

Troup County, Georgia
Taxable Sales by Category (Unaudited)
Calendar Years 2005 - 2009 ¹

	2005		2006		2007		2008		2009 ²	
	Amount	Percentage	Amount	Percentage	Amount	Percentage	Amount	Percentage	Amount	Percentage
By Category:										
Food	\$ 216,670,821	23.68%	\$ 234,360,002	23.28%	\$ 250,899,537	23.69%	\$ 222,737,636	19.84%	\$ 190,740,798	18.52%
Automotive	169,928,817	18.57%	210,461,594	20.91%	221,939,638	20.95%	219,717,547	19.57%	124,598,606	12.10%
General	130,339,648	14.25%	143,702,244	14.28%	144,776,814	13.67%	144,966,753	12.91%	143,155,050	13.90%
Utilities	114,013,541	12.46%	119,084,420	11.83%	123,171,486	11.63%	125,184,361	11.15%	122,026,930	11.85%
Lumber	70,196,305	7.67%	78,729,366	7.82%	77,625,590	7.33%	79,963,893	7.12%	19,217,883	1.87%
Home	49,820,555	5.45%	52,912,980	5.26%	53,653,320	5.06%	52,275,503	4.66%	66,532,996	6.46%
Miscellaneous	57,357,056	6.27%	62,226,949	6.18%	59,390,222	5.61%	97,580,535	8.69%	41,236,847	4.00%
Manufacturing	55,094,222	6.02%	58,193,844	5.78%	68,254,164	6.44%	93,997,441	8.37%	73,626,840	7.15%
Miscellaneous Service	39,942,205	4.37%	46,923,006	4.66%	46,286,283	4.37%	73,135,810	6.52%	81,609,319	7.92%
Apparel	11,500,015	1.26%	-	0.00%	13,305,827	1.26%	12,926,993	1.17%	5,771,174	0.56%
Accommodations	-	0.00%	-	0.00%	-	0.00%	-	0.00%	6,690,800	0.65%
Construction	-	0.00%	-	0.00%	-	0.00%	-	0.00%	4,487,533	0.44%
Other Retail	-	0.00%	-	0.00%	-	0.00%	-	0.00%	73,642,627	7.15%
Wholesale	-	0.00%	-	0.00%	-	0.00%	-	0.00%	76,627,878	7.43%
Total Taxable Sales	\$ 914,863,185	100.00%	\$ 1,006,594,405	100.00%	\$ 1,059,302,881	100.01%	\$ 1,122,486,472	100.00%	\$ 1,029,965,281	100.00%
Total Percentage Increase	N/A		10.0%		5.2%		6.0%		-8.2%	

Notes:

¹ Only five years of data is available.

² 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 ⁴			Percentage of Personal Income	Estimated ⁵ Population	Per Capita
	Capital Leases	Intergovernmental Agreements	Total			
2001	\$ -	\$ -	\$ -	0.000%	59,617	\$ -
2002 ¹	-	18,010,000	18,010,000	0.012%	59,828	301
2003	-	16,510,000	16,510,000	0.010%	60,162	274
2004 ²	-	29,130,000	29,130,000	0.018%	61,205	476
2005	-	19,900,000	19,900,000	0.011%	62,245	320
2006	-	10,110,000	10,110,000	0.006%	62,656	161
2007	225,230	-	225,230	0.000%	63,398	4
2008 ³	2,155,228	3,425,000	5,580,228	0.003%	64,119	87
2009	1,875,338	3,332,500	5,207,838	0.003%	64,653	81
2010	1,582,701	3,235,000	4,817,701	0.002%	65,189	74

Notes:

¹ In fiscal year 2002, the County incurred debt to construct parks and recreation facilities.

² In fiscal year 2004, the County incurred debt to construct a new government services center.

³ County entered into a capital lease in the amount of \$1,987,396 for machinery and equipment and entered into an intergovernmental agreement with the LaGrange Development Authority and the Troup County Development Authority in the amount of \$6,850,000, of which the County is repaying 50%.

Data Sources:

⁴ Applicable years' comprehensive annual financial report.

⁵ Demographic and economic statistics table.

Troup County, Georgia
Underlying and Direct Governmental Activities Debt (Unaudited)
 June 30, 2010

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable ¹	Estimated Share of Overlapping Debt
Underlying Debt²			
Troup County Board of Education: ³			
General obligation bonds	\$ 26,598,075	100.0%	\$ 26,598,075
Cities ⁴			
LaGrange:			
Loans	2,635,000	100.0%	2,635,000
Capital leases	2,931,506	100.0%	2,931,506
West Point:			
Capital leases	24,097	100.0%	24,097
LaGrange-Troup County Hospital Authority			
Revenue bond	46,590,000	100.0%	<u>46,590,000</u>
Total Underlying Debt			<u>78,778,678</u>
County Direct Debt			
Intergovernmental agreement:			
LaGrange - industrial park revenue bonds	3,235,000	100.0%	3,235,000
Capital leases	1,582,701	100.0%	<u>1,582,701</u>
Total County Direct Debt			<u>4,817,701</u>
Total Underlying and Direct Debt			<u><u>\$ 83,596,379</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 Troup County Board of Education.

⁴ Each specific government.

⁵ Each specific authority.

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

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Assessed Value ¹	\$ 1,330,135,329	\$ 1,422,432,997	\$ 1,481,089,487	\$ 1,531,597,502	\$ 1,604,796,354	\$ 1,653,532,598	\$ 1,731,990,767	\$ 1,804,603,441	\$ 1,840,872,346	\$ 1,868,606,313
Legal Debt Margin										
Debt limit (10% of assessed value) ²	\$ 133,013,533	\$ 142,243,300	\$ 148,108,949	\$ 153,159,750	\$ 160,479,635	\$ 165,353,260	\$ 173,199,077	\$ 180,460,344	\$ 184,087,235	\$ 186,860,631
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	\$ 133,013,533	\$ 142,243,300	\$ 148,108,949	\$ 153,159,750	\$ 160,479,635	\$ 165,353,260	\$ 173,199,077	\$ 180,460,344	\$ 184,087,235	\$ 186,860,631
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

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	(thousands of dollars) Personal Income ²	Per Capita Personal Income ³	Per Capita Personal Income % of U.S. ³	Median Age ⁴	School Enrollment ⁵	Unemployment Rate ⁹			County Employment ⁸
							County ⁶	State of Georgia ⁶	United States ⁷	
2001	59,617	\$ 1,517,763	\$ 25,459	82%	N/A	11,642	4.3%	4.0%	4.5%	29,586
2002	59,828	1,552,785	25,954	82%	N/A	11,706	5.4%	4.8%	5.8%	27,865
2003	60,162	1,597,391	26,551	82%	N/A	11,737	5.3%	4.8%	6.3%	28,380
2004	61,205	1,658,936	27,105	80%	N/A	11,885	5.6%	4.7%	5.6%	28,312
2005	62,245	1,751,673	28,142	79%	N/A	11,943	6.7%	5.2%	5.0%	28,347
2006	62,656	1,812,151	28,922	77%	N/A	12,102	5.8%	4.7%	4.6%	28,689
2007	63,398	1,884,815	29,730	75%	N/A	12,273	5.8%	4.5%	4.6%	28,577
2008	64,119	1,949,439	30,403	76%	N/A	12,386	8.2%	6.2%	5.5%	27,861
2009	64,653	2,016,110	31,184	76%	35.0	12,465	12.7%	9.6%	9.5%	26,300
2010	65,189	2,085,061	31,985	76%	N/A	12,648	11.9%	10.2%	9.5%	26,721

Notes:

⁹ The substantial increase in the unemployment rates in 2009 relates to the nationwide recession.

Data Sources:

¹ <http://recenter.tamu.edu/data/popc/popcs13.html>, 2010 based upon management's estimates.

² 2001 - 2008 - U.S. Bureau of Economic Analysis - <http://www.bea.gov/regional/reis/default.cfm?selTable=CA1-3§ion=2>, 2009 & 2010 estimated by management

³ 2001 - 2008 Bureau of Economic Analysis - <http://www.bea.gov/bea/regional/reis/drill.cfm>, 2009 & 2010 estimated by management

⁴ U.S. Census Bureau - <http://usgovinfo.about.com/gi/dynamic/offsite.htm?site=http://factfinder.census.gov/>

⁵ GA Department of Education, March count - http://app.doe.k12.ga.us/ows-bin/owa/fte_pack_ethnicsex.entry_form

⁶ Real Estate Center, <http://recenter.tamu.edu/data/emp/empc/cntycn132850.asp>

⁷ U.S. Department of Labor, Bureau of Labor Statistics, http://data.bls.gov/PDQ/servlet/SurveyOutputServlet?data_tool=latest_numbers&series_id=LNS14000000

⁸ Real Estate Center, <http://recenter.tamu.edu/data/emp/LAUCN132850.htm>

N/A - Not Available

Troup County, Georgia
Principal Employers (Unaudited)
For the Fiscal Years Ended June 30, 2010 and 2006 ¹

Employer	Type of Business	2010		
		Number of Employees	Rank	Percentage of Major County Employers
Troup County School System	Education K-12	2,400	1	7.63%
West Georgia Health System	Healthcare	1,275	2	4.06%
KIA Motors Manufacturing of GA	Automobile assembly	1,200	3	3.82%
Wal-Mart Distribution Center	Logistics/warehousing	1,060	4	3.37%
Milliken and Company	Floor covering, etc.	992	5	3.16%
Interfaceflor	Carpet tiles	987	6	3.14%
Troup County Government	County government	573	7	1.82%
City of LaGrange Government	Municipal government	425	8	1.35%
Duracell	Batteries	420	9	1.34%
Sewon America, Inc.	Metal stamping	400	10	1.27%
Total Principal Employers		9,732		30.96%
Other Employers - Estimated		21,707		69.04%
Total Employers		31,439		100.00%

Employer	Type of Business	2006		
		Number of Employees	Rank	Percentage of Major County Employers
Troup County School System	Education K-12	2,381	1	7.94%
Milliken and Company	Floor covering, etc.	1,756	2	5.85%
West Georgia Health System	Healthcare	1,405	3	4.68%
Interfaceflor	Carpet tiles	1,115	4	3.72%
Wal-Mart Distribution Center	General merchandise	1,012	5	3.37%
Troup County Government	County government	543	6	1.81%
Duracell	Batteries	475	7	1.58%
City of LaGrange Government	Municipal government	430	8	1.43%
Emerson Network Power	Telephone communications	400	9	1.33%
Kleen-Tex Industries	Dust control mats	365	10	1.22%
Total Principal Employers		9,882		32.95%
Other Employers		20,112		67.05%
Total Employers		29,994		100.00%

Notes:

¹ Information prior to June 30, 2006 is not available.

Data Source:

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

Troup County, Georgia
County Employees by Function/Program (Unaudited)
Last Seven Fiscal Years ¹

<u>Function/program</u>	<u>Fiscal Year</u>						
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
General Government							
Board of commissioners	5	5	5	5	5	5	5
Administration	3	3	3	3	3	3	3
County clerk	1	1	1	1	1	1	1
Human resources	2	2	2	2	2	2	2
Finance	4	4	4	4	4	4	4
Information technology ²	3	-	-	-	-	-	-
Voter registration	2	2	3	3	3	3	3
Tax commissioner	10	10	10	10	10	10	10
Tax assessor	7	9	9	9	9	10	9
Buildings and grounds	7	5	5	5	5	5	5
Purchasing	2	3	3	3	3	3	3
Total General Government	46	44	45	45	45	46	45
Judicial							
Court administration	4	4	6	6	6	6	6
Victim/witness advocacy	3	1	1	1	1	1	1
Probate court	4	4	4	4	4	4	4
Juvenile court	9	9	11	10	11	11	11
State court	2	2	2	2	2	2	2
Magistrate court	12	12	9	10	11	11	11
Clerk of superior court	13	13	13	13	13	12	13
Solicitor	6	6	5	6	7	6	7
District attorney ³	2	-	-	-	-	-	-
Total Judicial	55	51	51	52	55	53	55
Public Safety							
Police protection	119	125	132	140	143	145	147
Fire protection	59	59	59	61	61	63	62
Protective inspection	7	6	6	6	8	9	9
Corrections	91	93	94	97	99	99	89
E-911	27	24	24	24	25	26	27
Emergency management	1	1	1	1	1	1	1
Total Public Safety	304	308	316	329	337	343	335
Highways and Streets							
Highways and streets	24	23	23	29	32	30	30
County shop	10	10	10	10	9	9	9
Sanitation	28	28	28	28	31	30	31
Total Highways and Streets	62	61	61	67	72	69	70
Culture and Recreation							
Recreation ⁴	22	28	30	31	31	29	29
Parks ⁴	11	11	12	12	12	11	11
Senior citizens center	11	10	10	13	14	12	13
Transportation	14	16	15	16	17	14	12
Total Culture and Recreation	58	65	67	72	74	66	65
Conservation of Natural Resources							
County extension service	4	2	2	2	2	2	2
Land and water conservation	2	2	1	1	1	1	1
Total Conservation of Natural Resources	6	4	3	3	3	3	3
Total	531	533	543	568	586	580	573
<i>Percentage Change From Prior Year</i>	-	0.4%	1.9%	4.6%	3.2%	-1.0%	-1.2%

Notes:

- ¹ Only seven years of information available.
- ² Service has been contracted out effective fiscal year 2005.
- ³ All employees of this office are state employees effective fiscal year 2005.
- ⁴ Additional facilities were placed in service in fiscal year 2005.

Data Source:

Troup County Human Resources Department

Troup County, Georgia
Operating Statistics by Function/Program (Unaudited)
Last Five Fiscal Years ¹

Function/program	Fiscal Year				
	2006	2007	2008	2009	2010
Fire					
Emergency responses	2,214	2,293	2,214	2,379	2,450
Fires extinguished	358	384	359	262	262
Inspections	1,040	530	501	360	331
Refuse collection					
Refuse collected (tons per day)	21.1	23.0	42.5	34.3	29.2
Library					
Volumes in collection	135,164	145,714	143,619	152,287	149,527
Total volumes borrowed	163,217	154,389	136,671	164,084	173,113

Notes:

¹ Information prior to fiscal year 2006 is unavailable.

Data Source :

Various County Departments.

Troup County, Georgia
Capital Asset Statistics by Function/Program (Unaudited)
Last Five Fiscal Years ¹

Function/Program	Fiscal Year				
	2006	2007	2008	2009	2010
Fire stations	12	12	12	12	12
Refuse collection					
Collection trucks	3	3	3	3	3
Streets and highways					
Traffic signals	1	1	1	1	1
Parks and recreation					
Acreage	920	922	922	922	922

Notes:

¹ Information prior to fiscal year 2006 is unavailable.

Data Source:

Various County Departments.

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SPECIAL REPORTS

J. K. BOATWRIGHT & CO., P. C.
CERTIFIED PUBLIC ACCOUNTANTS
LAGRANGE, GEORGIA 30241

December 27, 2010

**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 the financial statements of the governmental 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, 2010, which collectively comprise the County's basic financial statements and have issued our report thereon dated December 27, 2010. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Troup County, Georgia's internal control over financial reporting as a basis for designing our auditing procedures 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 over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Troup County, Georgia's internal control over financial reporting.

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.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Troup County, Georgia's financial statements are free of 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as item 10-1.

We noted certain matters that we reported to management of Troup County, Georgia, in a separate letter dated December 27, 2010.

Troup County, Georgia's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Troup County, Georgia's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, the audit committee, the Board of Commissioners, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Yours truly,



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

J. K. BOATWRIGHT & CO., P. C.
CERTIFIED PUBLIC ACCOUNTANTS
LAGRANGE, GEORGIA 30241

December 27, 2010

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT
COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Commissioners
Troup County, Georgia

Compliance

We have audited Troup County, Georgia's compliance with the types of compliance requirements described in the *OMB Circular A-133 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, 2010. Troup County, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Troup County, Georgia's management. Our responsibility is to express an opinion on Troup County, Georgia's compliance based on our audit.

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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 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 consider necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Troup County, Georgia's compliance with those requirements.

In our opinion, Troup County, Georgia, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2010.

Internal Control over Compliance

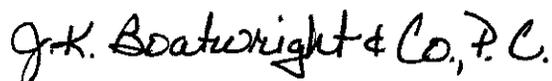
Management of Troup County, Georgia is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Troup County, Georgia's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB A-133, 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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that a material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the audit committee, the Board of Commissioners, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

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, 2010

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant Number	Federal Expenditures
<u>U. S. Department of Agriculture</u>			
Passed through State of Georgia			
Department of Early Care and Learning:			
Summer Food Service Program for Children			
June 2, 2010 - July 30, 2010	10.559	S10-08016	\$ 39,200
<u>U. S. Department of Justice</u>			
Office of Juvenile Justice and Delinquency Prevention:			
Passed through Council of Juvenile Court Judges of Georgia:			
Juvenile Accountability Incentive Block Grant			
October 1, 2008 - September 30, 2009	16.523	06B-ST-0001	4,453
Office of Juvenile Justice and Delinquency Prevention:			
Passed through Council of Juvenile Court Judges of Georgia:			
Juvenile Accountability Incentive Block Grant			
October 1, 2009 - September 30, 2010	16.523	07B-ST-0001	<u>1,305</u>
	Subtotal		<u>5,758</u>
Office of Justice Programs:			
FY09 Edward Byrne Memorial Justice Assistance Grant Program Local Solicitation			
March 1, 2009 - February 28, 2013	16.738	2009-DJ-BX-0162	22,143
Office of Justice Programs:			
Passed through the Office of the Governor, Criminal Justice Coordinating Council:			
ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG)			
March 1, 2009 - February 28, 2013	16.803	2009-SU-B9-0003	29,994

Troup County, Georgia
Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2010

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant Number	Federal Expenditures
<u>U. S. Department of Justice (continued)</u>			
Office of Justice Programs:			
Passed through The City of LaGrange, Georgia:			
ARRA - FY09 Recovery Act Edward Byrne			
Memorial Justice Assistance Grant Program			
Local Solicitation			
March 1, 2009 - February 28, 2013	16.804	2009-SB-B9-04724	\$ 24,800
<u>U. S. Department of Transportation</u>			
Passed through State of Georgia			
Department of Transportation:			
Airport Improvement Program			
September 29, 2009 - October 31, 2011	20.106	AP100-9014-30(285)	122,766
Passed through State of Georgia			
Department of Transportation:			
Capital Improvement Assistance			
July 1, 2008 - June 30, 2009	20.509	GA-18-0029	33,040
Passed through State of Georgia			
Department of Transportation:			
ARRA - Capital Improvement Assistance			
July 1, 2009 - June 30, 2010	20.509	GA-86-X001	647
Passed through State of Georgia			
Department of Transportation:			
Formula Grants for Other Than Urbanized Areas			
July 1, 2009 - June 30, 2010	20.509	GA-18-4030	<u>79,774</u>
	Subtotal		<u>113,461</u>

Troup County, Georgia
Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2010

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant Number	Federal Expenditures
<u>U. S. Department of Transportation (continued)</u>			
Passed through Georgia Department of Human Resources:			
Passed through McIntosh Trail Regional Development Center:			
Coordinated Transportation Program:			
Capital Assistance Program for Elderly Persons and Persons with Disabilities			
July 1, 2009 - June 30, 2010	20.513	MTRDC 100404	\$ 2,977
National Highway Traffic Safety Administration:			
Passed through State of Georgia Governor's Office of Highway Safety:			
State and Community Highway Safety			
October 1, 2008 - September 30, 2009	20.600	GA-2009-000-00843	3,659
National Highway Traffic Safety Administration:			
Passed through State of Georgia Governor's Office of Highway Safety:			
State and Community Highway Safety			
October 1, 2009 - September 30, 2010	20.600	GA-2010-00-00424	<u>24,974</u>
	Subtotal		<u>28,633</u>
<u>U.S. Environmental Protection Agency</u>			
Passed through the Georgia Environmental Protection Division:			
Passed through Two Rivers Resource Conservation and Development Council, Inc:			
Nonpoint Source Implementation Grants - 319 Program			
July 1, 2009 - June 30, 2010	66.460		17,114

Troup County, Georgia
Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2010

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant Number	Federal Expenditures
<u>U.S. Department of Education</u>			
Passed through Georgia Department of Human Resources:			
Passed through McIntosh Trail Regional Development Center:			
Coordinated Transportation Program:			
Vocational Rehabilitation Grants to States			
July 1, 2009 - June 30, 2010	84.126	MTRDC 100404	\$ 21,286
<u>U.S. Department of Health and Human Services</u>			
Passed through Georgia Department of Human Resources:			
Passed through McIntosh Trail Regional Development Center:			
Coordinated Transportation Program:			
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers			
July 1, 2009 - June 30, 2010	93.044	MTRDC 100404	3,739
Passed through Georgia Department of Human Resources:			
Passed through Chattahoochee-Flint Regional Development Center:			
Special Programs for the Aging- Title III, Part C - Nutrition Services			
July 1, 2009 - June 30, 2010	93.045	04-171-02-10	139,314

Troup County, Georgia
Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2010

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant Number	Federal Expenditures
<u>U.S. Department of Health and Human Services (continued)</u>			
Passed through Georgia Department of Human Resources:			
Passed through McIntosh Trail Regional Development Center:			
Coordinated Transportation Program:			
U.S. Department of Health and Human Services			
Temporary Assistance for Needy Families			
July 1, 2009 - June 30, 2010	93.558	MTRDC 100404	\$ 73,327
Passed through Georgia Administrative Office of the Courts:			
State Court Improvement Program:			
Supreme Courts - Committee on Justice for Children			
July 15, 2009 - June 14, 2010	93.586	18206	24,000
Passed through Georgia Department of Human Resources:			
Passed through McIntosh Trail Regional Development Center:			
Coordinated Transportation Program:			
U.S. Department of Health and Human Services			
Social Services Block Grants			
July 1, 2009 - June 30, 2010	93.667	MTRDC 100404	180,781
Passed through Georgia Department of Human Resources:			
Passed through Chattahoochee-Flint Regional Development Center:			
ARRA - Aging Home-Delivered Nutrition Services for States			
July 1, 2009 - June 30, 2010	93.705	04-171-02-10	6,705

Troup County, Georgia
Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2010

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Grant Number	Federal Expenditures
<u>U.S. Department of Health and Human Services (continued)</u>			
Passed through Georgia Department of Human Resources:			
Passed through Chattahoochee-Flint Regional Development Center:			
ARRA - Aging Congragate Nutrition Services for States			
July 1, 2009 - June 30, 2010	93.707	04-171-02-10	\$ 14,262
<u>U. S. Department Homeland Security</u>			
Passed through Georgia Emergency Management Agency:			
Salary Supplement			
July 1, 2009 - June 30, 2010	97.042	2009-SS-T9-0047	17,634
Passed through Georgia Emergency Management Agency:			
Interoperable Communications Equipment Grant			
October 1, 2007 - May 30, 2010	97.055	2007GS-H7-0047	397,324
Passed through Georgia Emergency Management Agency:			
State Homeland Security Program:			
Homeland Security Enhancement			
July 1, 2009 - June 30, 2011	97.073	2009-SS-T9-0047	<u>21,364</u>
	Total		<u><u>\$ 1,306,582</u></u>

Troup County, Georgia
Schedule of Expenditures of Federal Awards
For The Year Ended June 30, 2010

Note 1 - Basis of Presentation

This schedule of expenditures of federal awards includes the federal grant activity of Troup County, Georgia and is prepared on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

Note 2 - Coordinated Transportation

This program includes awards from three federal agencies and is passed through the Georgia Department of Human Resources and McIntosh Trail Regional Development Center under one transportation contract.

Note 3 - Program Cluster

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 Service (93.045), ARRA - Aging Home-Delivered Nutrition Services for States (93.705) and ARRA - Congregate Nutrition Services for States (93.707) are within the aging cluster.

Troup County, Georgia
Schedule of Findings and Questioned Costs
For The Year Ended June 30, 2010

Section I - Summary of Auditors' Results

Financial Statements

Type of Auditors' report issued	Unqualified
Internal control over financial reporting:	
Material Weakness(es) identified?	No
Significant deficiencies identified not considered to be material weaknesses?	None Reported
Noncompliance material to the financial statements noted?	No

Federal Awards

Internal Control over major programs:	
Material Weakness(es) identified?	No
Significant deficiencies identified not considered to be material weaknesses?	None Reported
Type of auditors' report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, Section .501(a)?	No

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program</u>
93.045	Special Programs for the Aging, Title III, Part C, Nutrition Services
93.705	ARRA – Aging Home-Delivered Nutrition Services for States
93.707	ARRA – Aging Congregate Nutrition Services for States
97.055	Interoperable Communications Equipment Grant

Dollar threshold used to distinguish between Type A and Type B programs:	\$300,000
Auditee qualified as low-risk auditee?	Yes

Troup County, Georgia
Schedule of Findings and Questioned Costs
For The Year Ended June 30, 2009

Section II - Financial Statement Findings

10-1 Expenditures Exceeded Budget

Criteria: State law requires adoption of a balanced budget for the General Fund and each Special Revenue Fund. Furthermore, state law requires that the budget shall provide for the amount budgeted for expenditures at the legal level of control.

Condition: Expenditures exceeded budget at the legal level of control.

Cause: Adequate budget amendments were not made at year end to cover expenditures, primarily for accrued items.

Effect: The failure indicates a lack of management oversight.

Recommendation: The County should review the budgeted expenditures periodically to provide for reductions in anticipated expenditures or amendments to the budget to ensure that expenditures do not exceed budgeted amounts.

Management Response: We concur. The County will continue to review the budget to provide for appropriate amendments as necessary.

Prior Year Financial Statement Findings

No matters were reported.

Section III - Federal Award Findings and Questioned Costs

No matters were reported.

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