COBB COUNTY GOVERNMENT

Marietta, Georgia



CAFR

For Fiscal Year Ended September 30, 2017

Comprehensive Annual Financial Report

Cobb County…Expect the Best!

COBB COUNTY, GEORGIA

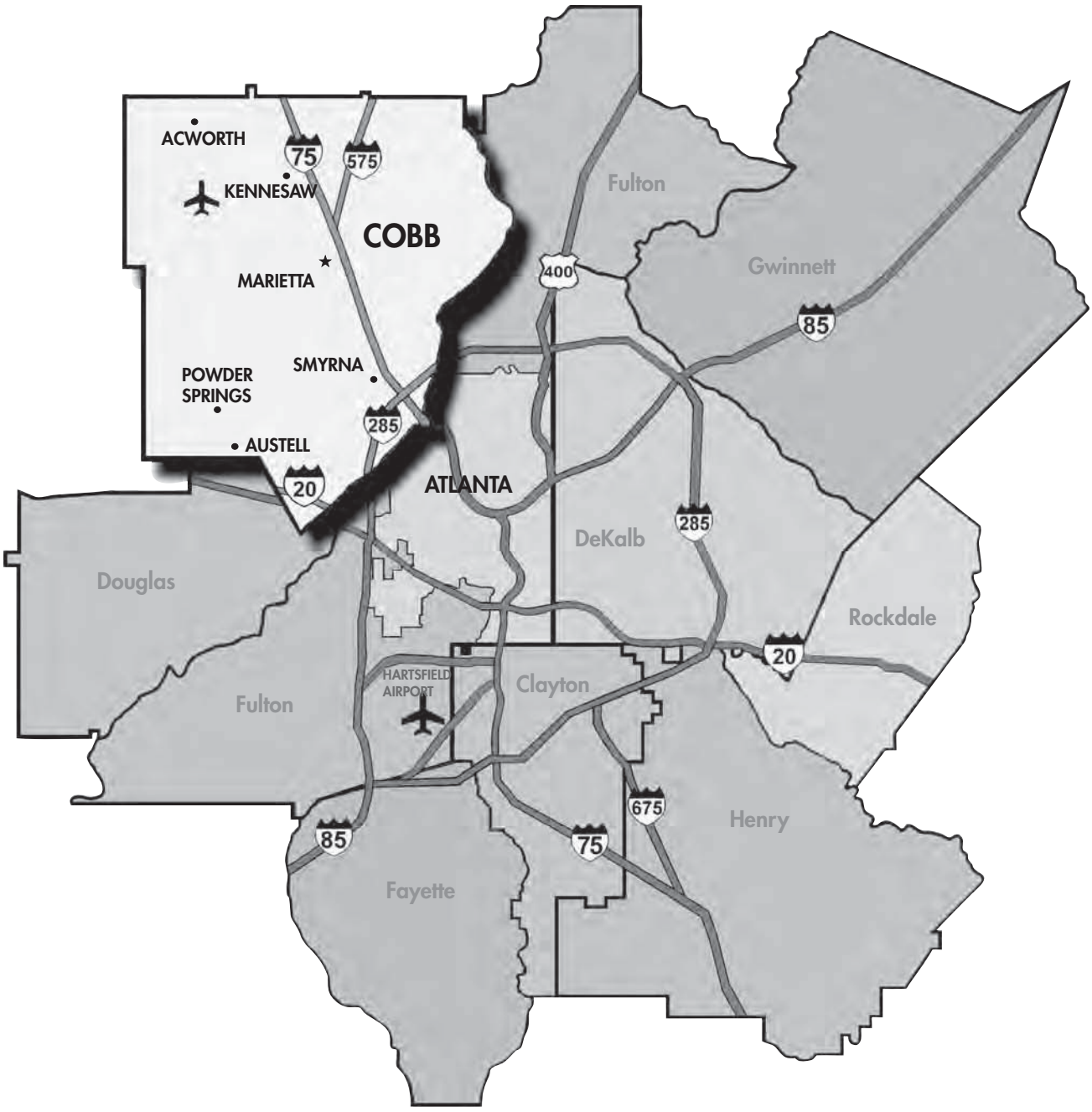
COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended September 30, 2017

William Volckmann
Director of Finance/Comptroller

Cobb County Finance Department
100 Cherokee Street, Marietta, Georgia 30090

Metro Atlanta



COBB COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
SEPTEMBER 30, 2017

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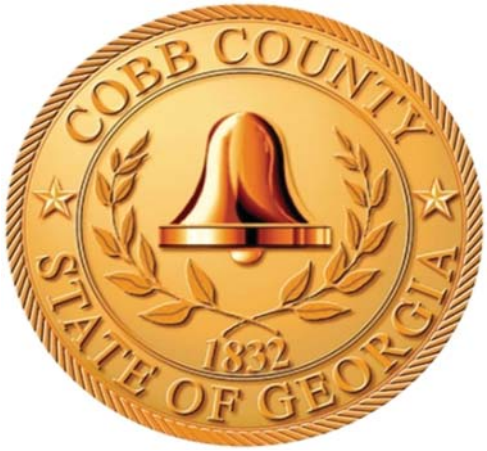
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INTRODUCTORY SECTION

The Introductory Section includes a transmittal letter from the Director of Finance/Comptroller, a general government organization chart and a list of principal officials. The transmittal letter is intended to provide users with general information of the County's structure, the County's current and future economic picture as well as its major initiatives and financial accomplishments.

From the desk of:
WILLIAM VOLCKMANN
DIRECTOR/COMPTROLLER
William.volckmann@cobbcounty.org

COBB COUNTY
FINANCE DEPARTMENT

100 Cherokee Street, Suite 400
MARIETTA, GA 30090
Phone: 770.528.1571
Fax: 770.528.1507

www.cobbcounty.org/finance

March 16, 2018

The Honorable Mike Boyce, Chairman
Members of the Cobb County Board of Commissioners
And Citizens of Cobb County

Ladies and Gentlemen:

The Comprehensive Annual Financial Report (CAFR) of Cobb County, Georgia for the fiscal year ended September 30, 2017, is submitted herewith. Georgia state law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements.

Responsibility for both the accuracy of the data and the completeness and fairness of presentation, including disclosures, rests with the County. We believe the data presented is accurate in all material respects and that it is presented in a manner designed to fairly set forth the financial position and results of operations of the County as measured by the financial activity of its various funds. All disclosures necessary to enable interested citizens to gain a reasonable understanding of the County's financial activities have been included.

Nichols, Cauley & Associates, LLC, Certified Public Accountants, have issued an unmodified opinion on the Cobb County financial statements for the fiscal year ended September 30, 2017. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

The County receives financial assistance through various federal grant programs, and is therefore required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the amendments of 1996 and Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Information related to this single audit, including the schedule of federal financial assistance, findings, questioned costs, and auditor's reports on the internal control over financial reporting and compliance, are included in a separate report.

Profile of the Government

Cobb County, Georgia, is a healthy, vibrant community located twenty miles northwest of Atlanta along the scenic Chattahoochee River. Cobb and neighboring Cherokee County were part of the Creek and Cherokee Indian Territories when the first settlers arrived in the early 1800's. The North Georgia Gold Rush brought English and Scotch-Irish settlers in search of riches and farmland. As trade began, enough homesteaders were attracted to the area for the City of Smyrna, one of Cobb's six municipalities, to be settled in 1831. Cobb County was officially organized in December 3, 1832 and named for Thomas Willis Cobb, a United States Senator, Congressman and Superior

Court judge. The County seat, Marietta, was officially recognized in 1834. The two cities and the county grew substantially following Reconstruction, especially after World War II with the building of Rickenbacker Field and the Bell Bomber Aircraft Plant – now Dobbins Air Reserve Base and the Lockheed Martin Aeronautical Systems Company.

Cobb's population has grown 24% since 2000 when approximately 607,751 people resided in the County. Based on the Woods & Poole Economic 2017 Data Pamphlet, Cobb's population is estimated to be 753,860.

A five-member Board of Commissioners governs Cobb County. The Board is comprised of one chairman, elected county wide, and four commissioners, each elected from a separate commission district serving four year staggered terms. A County Manager, who is appointed by and responsible to the Board of Commissioners, directs the daily operation of the County. Services provided to approximately 753,860 Cobb citizens residing in the 340.2 square mile area include: public safety (fire, EMS, police, 911 emergency, animal control, courts and sheriff and detention operations), community development, community services, transportation, and other general governmental services. The County also provides water and sewer. After many years of providing solid waste disposal services to the public, this function was privatized in 2009.

The incorporated areas of Cobb County consist of six municipalities – the cities of Acworth, Austell, Kennesaw, Marietta, Powder Springs and Smyrna. A mayor and city council govern each municipality.

The financial statements contained herein include all activities and functions of Cobb County that are under the jurisdiction of the Board of Commissioners, as set forth in state and local law. Additionally, four component units are included in these financial statements because of its operational and financial relationships to the County. The Cobb-Marietta Coliseum and Exhibit Hall Authority, a blended component unit, operates a multi-use exhibit hall and convention facility in the County. The South Cobb Redevelopment Authority (SCRA), a blended component unit, purposes is to revitalize and redevelop areas that have been underinvested or underutilized in the past. The overall intent is to promote and create favorable location for trade, commerce, industry, and employment opportunities. The Cobb County Board of Health provides a variety of health related services in the County. The ArtsBridge Foundation was organized for the purpose of receiving contributions and making grants and distributions to the Authority to support the construction and operation of the Performing Arts Centre. Additional information on these legally separate entities can be found under the Basic Financial Statements section.

Local Economy

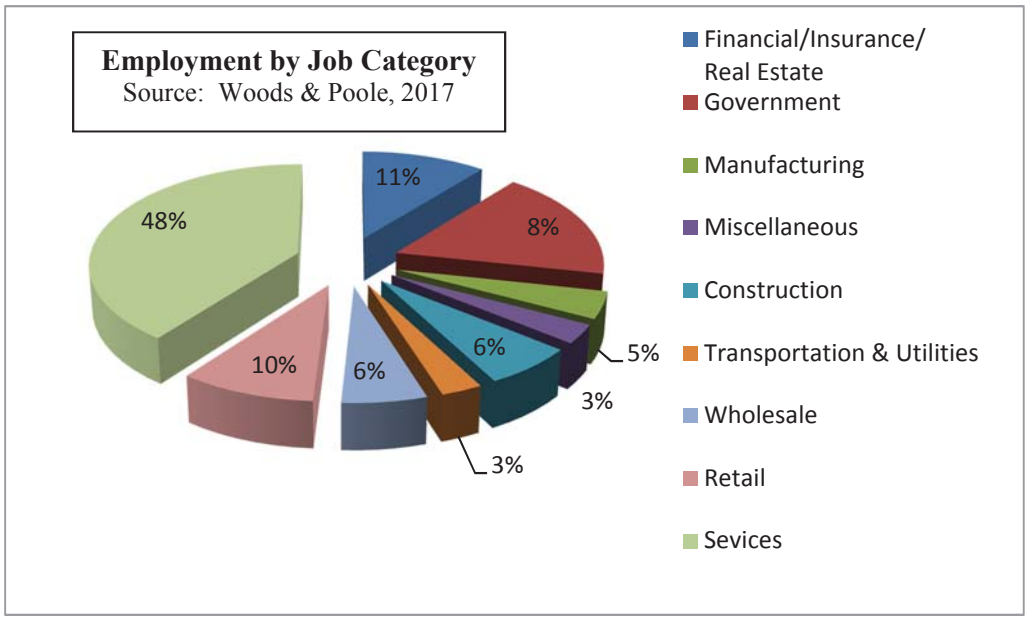
Cobb County is part of a very select group that includes less than 1% of counties nationwide to have achieved a Triple-Triple A credit rating, and this achievement has been accomplished for the twenty first consecutive year. In 1995, Moody's Investor Services awarded Cobb its first AAA rating citing strong economic growth and strong fiscal management. Cobb was the first county in Moody's eight-state southeast region to achieve this highly coveted rating. In April of 1996, Fitch Investors also awarded Cobb with their top rating AAA. Cobb was also the first county in Fitch's southeast region to achieve their AAA rating. Standard and Poor's upgraded Cobb to AAA in June of 1997. The Triple A rating is the most highly acclaimed indicator of the overall financial strength of a community. These independent ratings produce significant interest savings and verify that Cobb's sound fiscal policies and conservative management philosophy will guide Cobb into the future.

Thanks in large part to the foresight and stewardship of County leadership, Cobb County continues to prosper. Cobb employs more than 509,160 within its boundaries and currently, there are approximately 30,000 licensed businesses. The County's unemployment rate was 3.6% which is lower than the State of Georgia (4.5%) and the United States (4.2%).

The County is highly-regarded for its pro-business environment, a product of careful planning, cooperation with other local governments, and progressive leadership which, over the years, has generated a strong and diverse economy that is not dependent on any one industry or sector. Major national and international companies are represented in the County. Some of the top employers in Cobb County include, the Home Depot, Cobb County Schools, WellStar, Lockheed Martin and Kennesaw State University to name a few.

On November 11, 2013, the Atlanta Braves organization announced their partnership with the County that will bring the new world-class Major League Baseball stadium and integrated mixed-use development to Cobb County. The construction of the new stadium began in the second half of 2014 and was be completed by Opening Day 2017. This partnership completed its first successful year of operation. The full impact of this development will not be known until 2018 as several large portions of the development were still under construction during fiscal year 2017 and therefore were valued at 50% or less.

According to Woods & Poole Economics (2017 Data Pamphlet), the Atlanta Georgia Metro Statistical Area (MSA) will generate the second largest number of jobs of any MSA in the Southeast over the next three decades. Atlanta is a regional center of trade and commerce for much of the Southeast outside of Florida. Employment is expected to increase in transportation, communications, public utilities, retail trade, finance, insurance, and real estate. Hartsfield-Jackson International Airport and an extensive road program have made the Atlanta area a hub for distribution facilities and a regional center for commerce and trade in the Southeast.



Long-term Financial Planning

Cobb County is recognized as a leader both nationally and locally. Nationally, the three premier bond rating agencies have awarded the County their highest ratings triple A. Cobb's Water System is the highest rated independent (non-general obligation backed) water system in the nation as they also have a Triple-Triple A rating.

In November 2014, voters approved the Special Purpose Local Option Sales Tax (SPLOST). This one cent sales tax program, which is significantly supported by non-residents, funds various improvements around the County. The SPLOST tax will be collected from January 1, 2016 to December 31, 2021. A complete list of the projects and further details regarding the program is

available at the website: www.cobbsplost2016.org. Since this SPLOST began, the improvements total: $80.7 million Transportation Projects; $22.5 million Parks, Libraries and Senior Service Projects Projects; $5.7 million Support Services Projects, $5.6 million Public Health Projects, and $39.7 million for Public Safety Projects. Additionally, $60.9 million has been disbursed to the six municipalities within Cobb County. Total revenue generated for the SPLOST program since this SPLOST began is $305.3 million with expenditures totaling $215.1 million.

In March 2011, voters approved the Special Purpose Local Option Sales Tax (SPLOST) that ceased collections in December 2015. Since this SPLOST began, the improvements total: $286.4 million Transportation Projects; $76.1 million Parks Projects; $18.3 million Support Services Projects and $11.3 million for Public Safety Projects. Additionally, $140.6 million has been disbursed to the six municipalities within Cobb County. Total revenue generated for the SPLOST program since this SPLOST began is $604.9 million with expenditures totaling $532.7 million.

In September 2005, voters approved a one cent the Special Purpose Local Option Sales Tax (SPLOST) that ceased collections in December 2011. Since this SPLOST began, the improvements total: $499.0 million Transportation Projects; $199.4 million Public Safety Projects, and $120.8 million has been disbursed to the six municipalities within Cobb County. Total revenue generated for the SPLOST program since this SPLOST began is $853.7 million with expenditures totaling $819.2 million.

The Debt Service Fund reflects the accumulation of monies for, and the payment of, principal and interest on all General Obligation Debt other than that issued specifically for enterprise activities. The following ratios of net bonded debt per capita are useful indicators of the County's strong debt position:

	Amount	*Debt per Capita*	*Debt to Actual Value*	*Debt to Assessed Value*
Net Bonded Debt	$21,025,464	$27.89	0.02%	0.06%
Total General Obligation Direct Debt	$29,525,691	$39.17	0.03%	0.08%
Total Primary Government Debt	$798,464,347	$1,059.17	0.91%	2.27%

Outstanding General Obligation Bonds at September 30, 2017 totaled $26,885,000.

Cobb's legal General Obligation Bond debt limitation by state law is 10% of the taxable digest or $3,520,039,758. Cobb County currently is utilizing 0.52% of this limitation with its $26,885,000 outstanding General Obligation Bonds.

The available assets of the various funds are pooled to the extent possible for investment purposes. Investments are made in accordance with state law and the County's Investment Policy that requires bank balances be 110% collateralized and all investments be acquired on a "delivery vs. payment" basis, thereby providing maximum protection to the County. The Investment Policy also prescribes selection criteria for financial institutions, investment instruments and maturities of investments.

On March 13, 2007, the Cobb County Board of Commissioners (BOC) authorized the Water System to submit an application to (Georgia Environmental Facilities Authority) GEFA for partial funding of the South Cobb Tunnel construction and related services. This project entails construction of an approximately 30,000 foot long, deep tunnel with a 27-foot excavation diameter; several connecting tunnels 6 to 10 feet in diameter ranging from 500 to 3,200 feet in length, and a 130 mgd lift station at the South Cobb Water Reclamation Facility. The initial loan in the amount

of $35 million was authorized by the BOC on March 11, 2008, and the second loan in the amount of $35 million was authorized in FY2009. Two additional loans in the amount of $10 million and $25 million were requested in FY 2010. Two additional loans in the amount of $25 million and $35 million were requested in FY 2011 [however, only $49.9 million was received in FY2011]. One additional loan in the amount of $35 million was requested in FY 2012 [however, only $27.1 million was received in FY2012]. The length of the project will be approximately 6 years with each loan having a 20 year term. The current outstanding balance of these loans from GEFA, as of September 30, 2017, is $129,682,955.

Major Initiatives

In order to continue to compete in a global economy and ensure continued economic growth, Cobb County must continue to address the public infrastructure that effectively serves the demands for transportation and air travel, water supply, wastewater treatment and waste disposal. To address these challenges, along with other quality of life issues, Cobb aggressively developed and adopted its first 5-year rolling Capital Improvement Program (CIP) in 1990. Since that time, Cobb County has successfully completed and implemented the Cobb County Greenprint. This is a Geographic Information Systems modeling program that allows staff to manage and prioritize the remaining undeveloped land and sensitive habitat in the county.

County-Owned Transit System The County's bus service, recently rebranded as CobbLinc, continues to meet its goals of providing the citizens of Cobb County with a safe, reliable, attractive and cost effective public transportation system. In 2017, CobbLinc riders took nearly 2.7 million trips. CobbLinc continues with the Breeze Fare Collection System which allows passengers to be able to easily transfer between CobbLinc and MARTA. In 2017 CobbLinc replaced 15 buses with new Wi-Fi-equipped buses and continue to add and update routes, providing better access for more people than ever before.

SPLOST Projects Every project funded by the 2011 and 2016 SPLOSTs will improve the quality of life in Cobb County by maintaining, improving and enhancing County parks, transportation, infrastructure, public safety, libraries, senior services, judicial, and public health facilities.

SPLOST - Transportation With the 2011 and 2016 SPLOST programs proceeding on schedule and on track, improvements to Cobb County's transportation system steadily move along. The 2011 SPLOST program to date has approximately 205 transportation projects that are underway or completed while the 2016 SPLOST program has 60 transportation projects that are underway or completed.

SPLOST Transportation Project Highlights from 2017:

Transportation had 22% of the 2016 SPLOST projects completed, 5% in the construction phase, 31% in design / engineering phase, and 42% are future projects.

- Countywide Resurfacing Projects $15.8M
- Windy Hill Road Diverging Diamond Interchange $22.8M

SPLOST – Public Safety Public Safety enhancements include adding apparatus/vehicles to increase response capability through-out the county, as well as the renovation of existing facilities.

SPLOST Public Safety Project Highlights from 2017:

- Mobile Command Unit $1.5M
- Camp Highland Radio Tower $2.0M

SPLOST –Public Services: Funding for these projects will be used for parks, library, and senior center improvements to benefit the citizens of Cobb County.

SPLOST Public Service projects completed in 2017:

Public Services had 24% of the 2016 SPLOST projects completed, 22% in the construction phase, 31% in design / engineering phase, and 23% are future projects.

- Kennesaw Splash Pad was completed in 2017
- Jim R. Miller Park Exhibit Hall Replacement –demolition completed in 2017
- Paving and Drainage Repairs in Parking Lots- 17 Parks completed in 2017
- Mountain View Community Center Improvement
- Lighting Replacement at East Cobb Park and Harrison Park
- Sewell Mill Library and Cultural Center was completed in 2017

Relevant Financial Policies

Cobb County's goals were developed within the framework of the Financial Policies established by the County that provide a sound basis for future financial planning and conservative management. Briefly stated, they include (1) a balanced annual operating budget, (2) a stable and diversified revenue structure, (3) maintenance of adequate reserves and designations of fund balances, (4) a multi-year capital improvements program, and (5) debt and investment policies that ensure judicious management of the County's credit and available funds.

In developing and evaluating the County's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) the cost of control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe the County's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budgetary control is maintained at the sub-function level by the encumbrance of estimated purchase amounts before the release of purchase orders to vendors. Purchase orders that result in an overrun of sub-function balances are not released until additional appropriations are made available. Open encumbrances are reported within restricted, committed, or assigned fund balances at year-end for governmental funds.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2016. This represented the fourteenth consecutive year that the County has received this prestigious award. In order to be awarded a Certificate of Achievement, the County must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements. We are submitting it to GFOA to determine its eligibility for another certificate.

In addition, the County received its nineteenth consecutive GFOA Award for Distinguished Budget Presentation for its biennial operating budget which was presented in the FY 15/16 Biennial Budget document. The FY 17/18 Biennial Budget document is the twentieth consecutive submission for this award and is currently under review by GFOA. To qualify for the Distinguished Budget Presentation Award, the County's budget document must be reviewed by several independent GFOA members and rated as proficient in several categories as a policy document, financial plan, operational guide and a communications device.

The Water System Fund received several awards throughout FY17. The following water reclamation facilities received platinum awards from the Georgia Association of Water Professionals: Northwest, Noonday, South Cobb, and R.L. Sutton.

We wish to acknowledge the outstanding efforts of the Finance Department staff in the preparation of this report. Their dedication and contributions to the preparation of this report, along with the direction and support of the County Manager's Office, form the basis for responsible and progressive financial management in Cobb County.

We also wish to acknowledge the valuable contribution of the Board of Commissioners in its guidance of the financial affairs of the County.

Most of all, we would like to thank the people of Cobb County. Their noteworthy level of community involvement, extending far beyond personal interest, continues to make Cobb County an exciting place in which to live and work.

Respectfully submitted,



William Volckmann
Finance Director / Comptroller

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Cobb County

Georgia

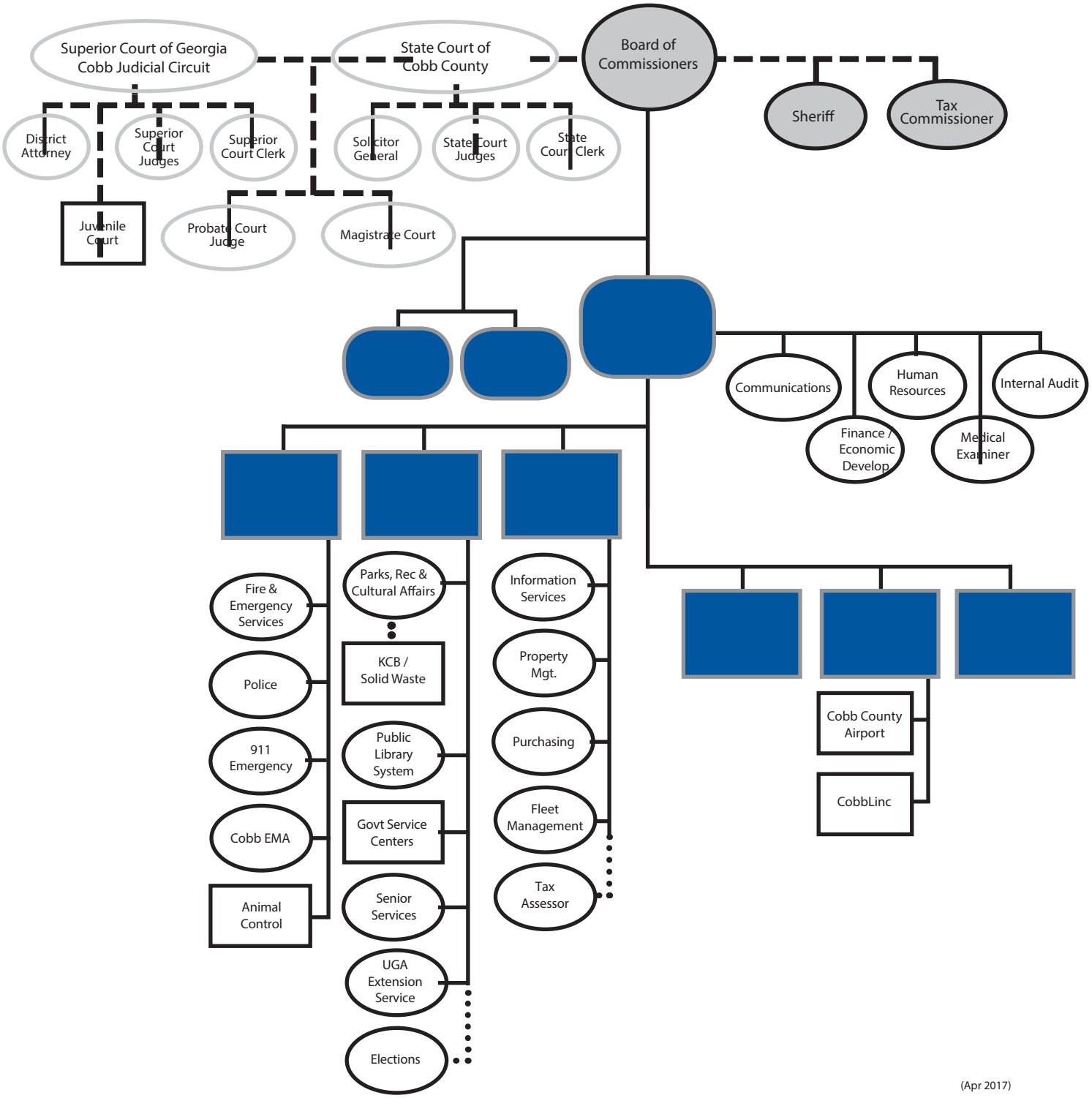
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2016

Christopher P. Morrill

Executive Director/CEO

Cobb County Government



COBB COUNTY BOARD OF COMMISSIONERS

100 Cherokee St., Suite 300 Marietta, GA 30090 • 770.528.2600 • fax:770.528.2606 • www.CobbCounty.org



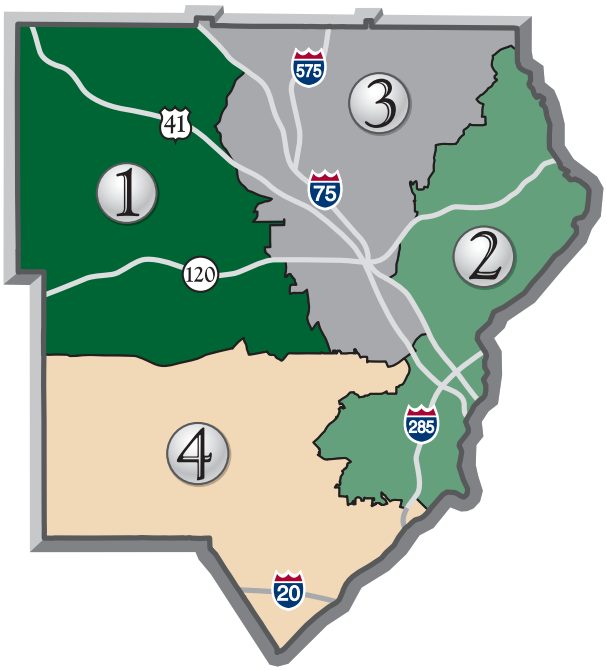
Chairman Mike Boyce
770-528-3305
mike.boyce@cobbcounty.org
Assistants: Millie Rogers and Janet Haldeman



District One Commissioner
Bob Weatherford
770-528-3313
bob.weatherford@cobbcounty.org
Assistant: Shannon Woody



District Three Commissioner
JoAnn Birrell
770-528-3317
joann.birrell@cobbcounty.org
Assistant: Inger Eberhart





District Four Commissioner
Lisa Cupid
770-528-3311
lisa.cupid@cobbcounty.org
Assistant: Bianca Keaton



District Two Commissioner
Bob Ott
770-528-3316
bob.ott@cobbcounty.org
Assistant: Kim Swanson



County Manager
Rob Hosack
770-528-2612
robert.hosack @cobbcounty.org
Assistant: Judy Humphries

Cobb County, Georgia

County Manager
Rob Hosack

Finance Department

Director of Finance/Comptroller ..... William Volckmann

Associate Comptroller ..... Buddy Tesar

Accounting Division Manager ..... Lindy Tisdel, CPA

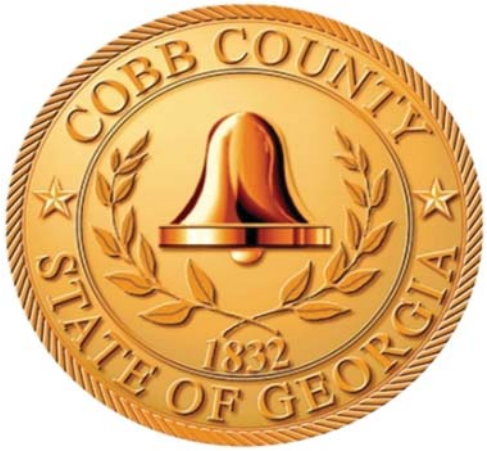
Accounts Payable Division Manager ..... Stefani Balli

Economic Development Division Manager ..... Michael Hughes

Payroll Division Manager ..... Maureen Claffy

Risk Division Manager ..... Brett LaFoy

Budget Division Manager ..... Susan Revill



FINANCIAL SECTION

The Financial Section includes the Management's Discussion and Analysis (MD&A), the basic financial statements and Required Supplemental Information (RSI) as well as the independent auditor's report. The MD&A is intended to provide users with a narrative introduction, overview and analysis of the financial statements. The RSI is intended to provide users with budgetary comparisons, infrastructure condition and maintenance data and pension trend data.

NICHOLS, CAULEY & ASSOCIATES, LLC
1825 Barrett Lakes Blvd, Suite 200
Kennesaw, Georgia 30144
770-422-0598 FAX 678-214-2355
kennesaw@nicholscauley.com

INDEPENDENT AUDITOR'S REPORT

The Honorable Mike Boyce, Chairman
Members of the Cobb County Board of Commissioners
Cobb County, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Cobb County, Georgia, as of and for the year ended September 30, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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 from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cobb County, Georgia, as of September 30, 2017, and the respective changes in financial position, and, where applicable, cash flows thereof and for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of changes in net pension liability and related ratios, the schedule of pension contributions, schedule of pension investment returns, the OPEB trust fund schedule of funding progress, OPEB trust fund schedule of employer contributions, OPEB trust fund schedule of net OPEB liability and related ratios, OPEB trust fund schedule of contributions, the OPEB trust fund schedule of investment returns, and the General Fund and Fire District Special Revenue Fund budgetary comparison schedules, on pages 4-17 and pages 80-90 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

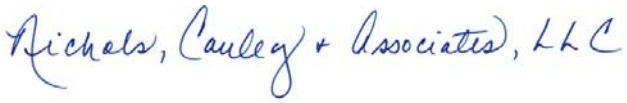
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Cobb County, Georgia's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, supplemental information, the statistical section, the schedule of projects constructed with special sales tax proceeds, and the water and sewer fund comparative statement of revenues and expenses are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Projects Constructed with Special Sales Tax Proceeds is presented for purposes of additional analysis as required by the Official Code of Georgia 48-8-121, and is not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules, supplemental information, the schedule of projects constructed with special sales tax proceeds, and the water and sewer fund comparative statement of revenues and expenses are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules, supplemental information, the schedule of projects constructed with special sales tax proceeds, and the water and sewer fund comparative statement of revenues and expenses are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 16, 2018, on our consideration of Cobb County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Cobb County, Georgia's internal control over financial reporting and compliance.



Kennesaw, GA

March 16, 2018



MANAGEMENT'S DISCUSSION & ANALYSIS

The Management's Discussion and Analysis of Cobb County Government's Comprehensive Annual Financial Report (CAFR) provides an overall narrative and analysis of the County's financial statements for the fiscal year ended September 30, 2017. This discussion and analysis is designed to look at the County's financial performance as a whole. Readers should also review the information presented here in conjunction with additional information that we have furnished in the financial statements and the notes to the financial statements to enhance their understanding of Cobb County's financial performance.

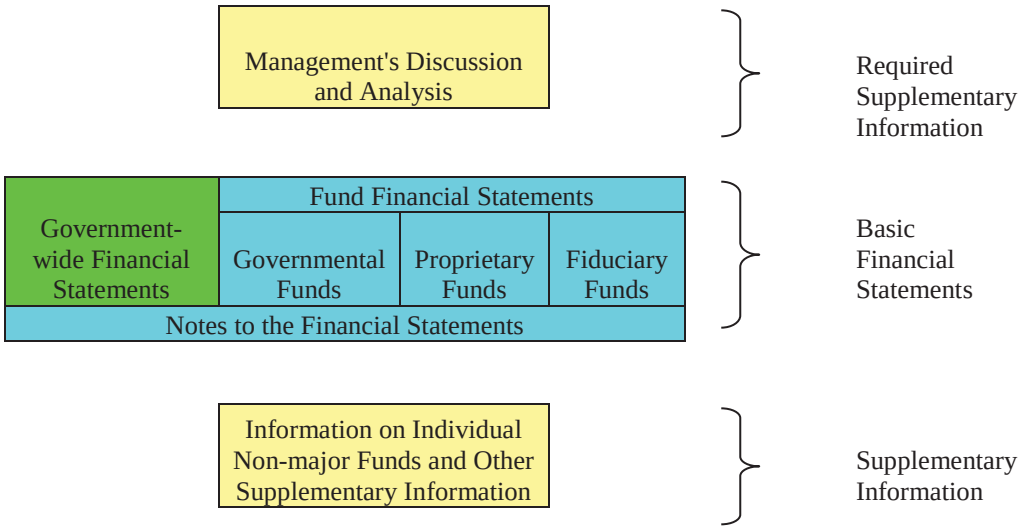
Financial Highlights

Key financial highlights for FY17 are as follows:

- The County's combined net position totaled $4.8 billion. Of this amount, $320.8 million is restricted for renewal and expansion, debt service, and various projects and programs.
- Combined revenue totaled $1.1 billion of which governmental activities totaled $852.1 million and business-type activities totaled $252.9 million.
- Overall expenses totaled $911.5 million of which governmental activities totaled $679.6 million and business-type activities totaled $231.9 million.
- At the end of September 30, 2017, governmental activities expenses exceeded program revenues, resulting in the use of $359.2 million in general revenues (mostly taxes).
- At September 30, 2017, the County's General Fund reported an unassigned fund balance of $70.7 million.

Overview of the Financial Statements

This is the twelfth Comprehensive Annual Financial Report (CAFR) Cobb County has issued under the Governmental Accounting Standards Board (GASB) Statement 34. The following illustration is provided as a guide for the financial statements:



This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The Government-wide financial statements provide a broad view of the County's operations in a manner similar to a private-sector business. The statements provide both short-term and long-term information about the County's financial position, which assists in assessing the economic condition at the end of the fiscal year. These statements are prepared using the flow of economic resources measurement focus and the accrual basis of accounting. This means the statements take into account all revenues and expenses connected with the fiscal year even if cash involved has not been received or paid. There are two Government-wide financial statements, the Statement of Net Position and the Statement of Activities which are described below.

The Statement of Net Position presents information on all of the County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with residual of all other elements reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The Statement of Activities presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will not result in cash flows until future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave). This statement also presents a comparison between direct expense and program revenues for each function of the County.

Both of the government-wide financial statements distinguish functions of Cobb County Government that are principally supported by taxes and intergovernmental revenues from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities include general government, public safety, public works, health and welfare, culture and recreation and housing and development. The business-type activities include Water and Sewer, Performing Arts Centre, Solid Waste Operations, Transit, Golf Course Operations, and Galleria Specialty Shops.

The government-wide financial statements include not only Cobb County Government and its two blended component units Cobb-Marietta Coliseum and Exhibit Hall Authority and the South Cobb Redevelopment Authority (SCRA), but also a legally separate Arts Bridge Foundation and a separate Board of Health for which the government is financially accountable. Financial information for the ArtsBridge Foundation and the Cobb County Board of Health are reported separately from the financial information presented for the primary government itself.

Fund Financial Statements

A Fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The fund financial statements focus on individual parts of the County government, reporting the County's operations in more detail than the government-wide statements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds and fiduciary funds. It is important to note that these fund categories use different accounting approaches and should be interpreted differently.

Governmental Funds

Most of the basic services provided by the County are financed through governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide statements, the governmental fund financial statements focus on near-term inflows and outflows of spendable resources. They also focus on the balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the government's near-term financing requirements. This approach is known as using the flow of current financial resources measurement focus and the modified accrual basis of accounting. These statements provide a detailed short-term view of the County's finances that assists in determining whether there will be adequate financial resources available to meet the County's current needs.

The County maintains four governmental fund types: the General Fund; Special Revenue Funds (Fire District, Street Light District, Law Library, Community Services, Grant, Housing and Urban Development Grant, Hotel/Motel Tax, Emergency 911, Parking Deck Facility, Six Flags Special Service District, Cumberland Special Service District 1, Cumberland Special Service District 2, CMCEHA, 800 MHz, and Stadium Capital Maintenance); Debt Service Funds; and the Capital Projects Funds (Public Facilities, SPLOST, SCRA Construction, Parks Bond Land Acquisition, CMECHA Stadium Construction and Stadium Construction). Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Fire District Fund, CMCEHA Stadium Construction Fund, and the SPLOST Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. The basic governmental fund financial statements can be found on pages 20-23.

Proprietary Funds

Proprietary funds are used to account for activities that operate similar to those commercial enterprises found in the private sector. Because these funds charge fees for services provided to outside customers including local governments, they are known as enterprise funds. Proprietary funds use the accrual basis of accounting, thus there is no reconciliation needed between the government-wide financial statements for business-type activities and the proprietary fund financial statements.

The County has seven proprietary funds: Water and Sewer Fund, Performing Arts Centre Fund, Galleria Specialty Shops, Solid Waste Disposal Fund, Cobblestone Golf Course Fund, Public Transit System Fund and the Claims Internal Service Fund. The Claims Internal Service Fund, which accounts for services performed by a central service department for other departments or agencies of the governmental unit, is comprised of the Health and Dental Fund, the Casualty and Liability Fund, and the Workmen's Compensation Fund. The proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide information for the Water and Sewer Fund which is considered to be a major fund of the County. The basic proprietary fund financial statements can be found on pages 24-28 of this report.

Fiduciary Funds

The Fiduciary funds are used to account for assets held by the County as an agent for individuals, private organizations, other governments and other County departments. The County is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and only by those to whom the assets belong. These funds are not reflected in the government-wide financial statements because the resources are not available to support the County's operations or programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Cobb County maintains eleven fiduciary funds; nine agency funds for Clerk of State Court, Clerk of Juvenile Court, Sheriff, Clerk of Superior Court, Clerk of Probate Court, Tax Commissioner, Accounts Payable Fund, Payroll Fund, the Child Support, Witness

and Jurors' Fees, and two trust funds for the Pension Fund, and the Other Post Employment Benefit Fund. The basic fiduciary funds financial statements can be found on pages 29-30 of this report.

Component Units

Cobb County has four component units; Cobb-Marietta Coliseum and Exhibit Hall Authority, the South Cobb Redevelopment Authority (SCRA), the ArtsBridge Foundation and the Cobb County Board of Health. The Cobb-Marietta Coliseum and Exhibit Hall Authority and the South Cobb Redevelopment Authority (SCRA) are reported as blended component units, and the ArtsBridge Foundation and the Cobb County Board of Health are discretely presented component units. The component units are included in the financial statements because of their operational and financial relationship to the County. The financial statements include the financial data for the County's component units as reflected in their most recent audited financial statements. The information presented for the ArtsBridge Foundation and the Cobb County Board of Health are as of and for the year ended September 30, 2017 and June 30, 2017, respectively.

Budgetary Comparisons

Cobb County adopts an annual appropriated budget for the General Fund, Special Revenue Funds, and the Debt Service Funds. A budgetary comparison schedule has been provided for the General Fund and Fire District Special Revenue Fund and can be found on pages 89-90. Budget to actual comparisons for some of the non-major funds are provided in individual schedules elsewhere in this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 31-79 of this report.

Government-wide Financial Analysis

Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The County's combined net position (government and business-type activities) totaled $4.8 billion at September 30, 2017.

The following table provides a summary of the County's governmental and business-type net position for fiscal years 2017 and 2016:

Cobb County, Georgia
Statement of Net Position

	Governmental Activities 2017	Governmental Activities 2016	Business-type Activities 2017	Business-type Activities 2016	Total 2017	Total 2016
Assets:						
Current assets	$ 563,717,978	$ 524,786,454	$ 111,364,548	$ 122,550,062	$ 675,082,526	$ 647,336,516
Other - noncurrent	9,004,204	9,024,844	890,526	893,821	9,894,730	9,918,665
Capital assets - net	3,983,221,643	3,796,272,915	1,722,693,930	1,722,849,486	5,705,915,573	5,519,122,401
Total assets	$ 4,555,943,825	$ 4,330,084,213	$ 1,834,949,004	$ 1,846,293,369	$ 6,390,892,829	$ 6,176,377,582
Deferred Outflows of Resources						
Deferred outflows related to pensions	$ 33,924,611	$ 104,768,479	$ 3,074,638	$ 9,908,052	$ 36,999,249	$ 114,676,531
Deferred charges on bond refunding	1,078,521	1,298,373	-	-	1,078,521	1,298,373
Total deferred outflows	$ 35,003,132	$ 106,066,852	$ 3,074,638	$ 9,908,052	$ 38,077,770	$ 115,974,904
Total Assets and Deferred Outflows of Resources	$ 4,590,946,957	$ 4,436,151,065	$ 1,838,023,642	$ 1,856,201,421	$ 6,428,970,599	$ 6,292,352,486
Liabilities						
Current liabilities	$ 131,651,823	$ 108,878,974	$ 34,405,256	$ 38,156,045	$ 166,057,079	$ 147,035,019
Long-term liabilities (net)	1,053,364,007	1,052,106,892	344,888,154	369,735,147	1,398,252,161	1,421,842,039
Total liabilities	$ 1,185,015,830	$ 1,160,985,866	$ 379,293,410	$ 407,891,192	$ 1,564,309,240	$ 1,568,877,058
Deferred Inflows of Resources						
Deferred inflows related to pensions	$ 13,825,718	$ -	$ 1,253,045	$ -	$ 15,078,763	$ -
Deferred gain on bond refunding	394,131	457,095	1,165,333	1,359,556	1,559,464	1,816,651
Total deferred inflows	$ 14,219,849	$ 457,095	$ 2,418,378	$ 1,359,556	$ 16,638,227	$ 1,816,651
Total Liabilities and Deferred Inflows of Resources	$ 1,199,235,679	$ 1,161,442,961	$ 381,711,788	$ 409,250,748	$ 1,580,947,467	$ 1,570,693,709
Net Position						
Net investment in capital assets	$ 3,517,507,657	$ 3,318,300,453	$ 1,442,879,862	$ 1,420,350,770	$ 4,960,387,519	$ 4,738,651,223
Restricted	271,896,684	261,643,812	48,915,985	34,265,586	320,812,669	295,909,398
Unrestricted	(397,693,063)	(305,236,161)	(35,483,993)	(7,665,683)	(433,177,056)	(312,901,844)
Total net position	$ 3,391,711,278	$ 3,274,708,104	$ 1,456,311,854	$ 1,446,950,673	$ 4,848,023,132	$ 4,721,658,777

100% of the County's net position reflects its investment in capital assets such as land, buildings, equipment and infrastructure (roads, bridges, sidewalks, water lines and sewer lines) less any related debt used to acquire those assets that is still outstanding. Net investment in capital assets increased by $221.7 million (4.7%) in FY17.

The County uses these capital assets to provide services to its citizens; therefore, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

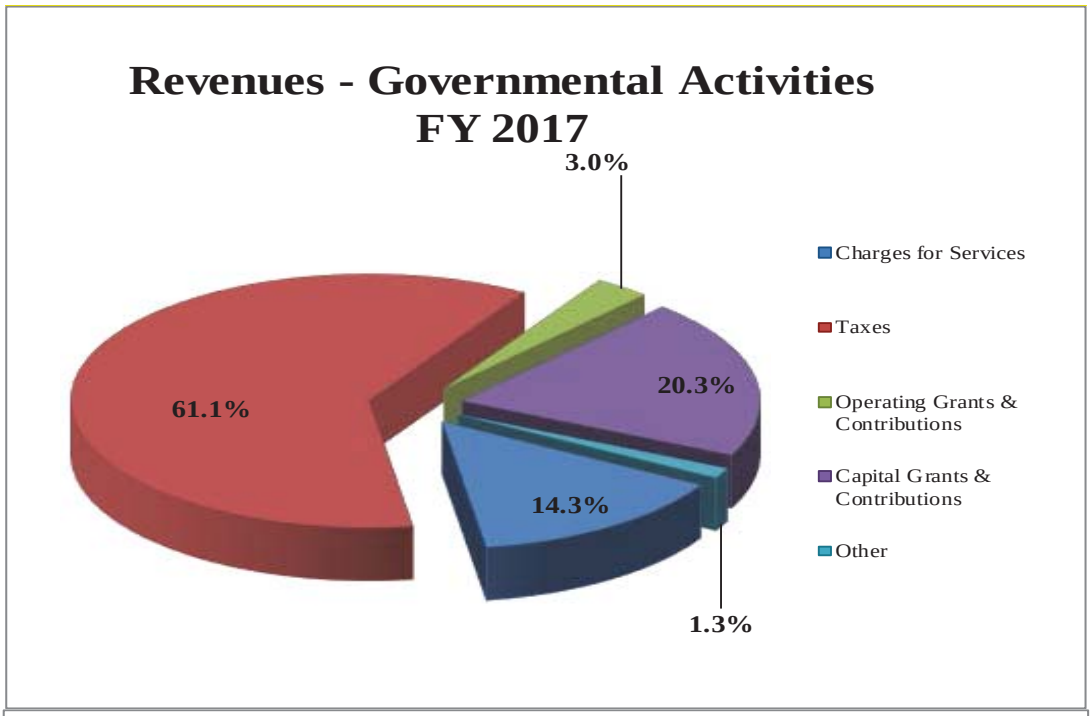
Changes in Net Position

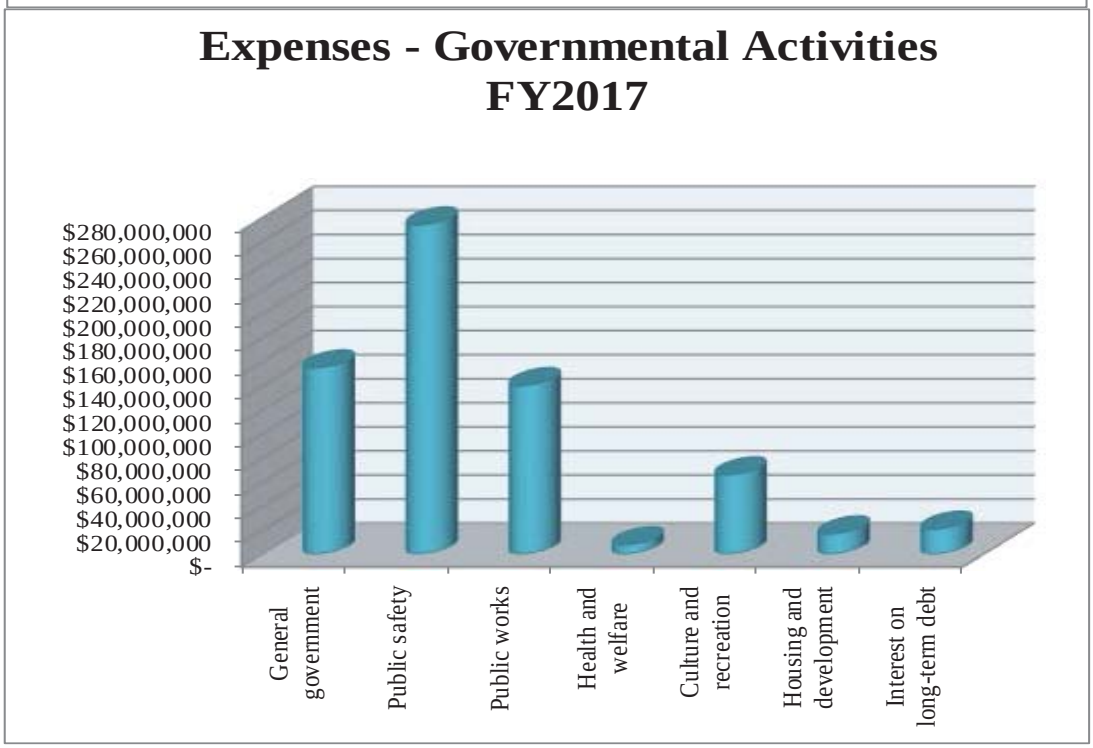
Governmental and business-type activities increased the County's net position by $193.5 million in FY17. The following table indicates the changes in net position for governmental and business-type activities in FY17 and FY16:

	Governmental Activities 2017	Governmental Activities 2016	Business-type Activities 2017	Business-type Activities 2016	Total 2017	Total 2016
Revenues:						
Program Revenues:						
Charges for Services	$ 121,501,221	$ 118,888,135	$ 219,728,233	$ 222,735,643	$ 341,229,454	$ 341,623,778
Operating Grants & Contributions	25,965,261	19,455,937	-	3,443,307	25,965,261	22,899,244
Capital Grants & Contributions	172,987,488	119,580,091	31,879,589	34,058,991	204,867,077	153,639,082
General Revenues:					-	-
Property Taxes	313,253,222	296,940,107	-	-	313,253,222	296,940,107
Other Taxes	207,739,634	199,555,237	-	-	207,739,634	199,555,237
Other	10,652,219	12,516,515	1,272,850	818,160	11,925,069	13,334,675
Total Revenues	$ 852,099,045	$ 766,936,022	$ 252,880,672	$ 261,056,101	$ 1,104,979,717	$ 1,027,992,123
Expenses:						
General government	$ 154,788,215	$ 152,978,160	$ -	$ -	$ 154,788,215	$ 152,978,160
Public safety	273,691,096	260,257,459	-	-	273,691,096	260,257,459
Public works	140,071,410	129,004,776	-	-	140,071,410	129,004,776
Health and welfare	7,708,828	6,717,051	-	-	7,708,828	6,717,051
Culture and recreation	65,875,330	54,545,427	-	-	65,875,330	54,545,427
Housing and development	16,763,846	16,113,070	-	-	16,763,846	16,113,070
Interest on long-term debt	20,720,935	20,911,456	-	-	20,720,935	20,911,456
Water and Sewer	-	-	190,668,592	182,120,179	190,668,592	182,120,179
Solid Waste Disposal	-	-	773,708	710,965	773,708	710,965
Public Transit System	-	-	27,369,365	22,531,352	27,369,365	22,531,352
Cobblestone Golf Course	-	-	1,718,217	1,623,370	1,718,217	1,623,370
Galleria Speciality Shops	-	-	930,856	883,963	930,856	883,963
Performing Arts Centre	-	-	10,396,336	9,727,913	10,396,336	9,727,913
Total Expenses:	$ 679,619,660	$ 640,527,399	$ 231,857,074	$ 217,597,742	$ 911,476,734	$ 858,125,141
Increase in net position before transfers	$ 172,479,385	$ 126,408,623	$ 21,023,598	$ 43,458,359	$ 193,502,983	$ 169,866,982
Transfers	5,321,598	2,826,815	(5,321,598)	(2,826,815)	-	-
Increase in net position	$ 177,800,983	$ 129,235,438	$ 15,702,000	$ 40,631,544	$ 193,502,983	$ 169,866,982
Net Position - beginning	$ 3,274,708,104	$ 3,145,472,666	$ 1,446,950,673	$ 1,406,319,129	$ 4,721,658,777	$ 4,551,791,795
Restatement	$ (60,797,809)	$	$ (6,340,819)	$	$ (67,138,628)	$ -
Net Position - ending	$ 3,391,711,278	$ 3,274,708,104	$ 1,456,311,854	$ 1,446,950,673	$ 4,848,023,132	$ 4,721,658,777

Governmental Activities

Governmental activities increased the County's net position by $177.8 million thereby accounting for 91.9% of the total growth in net position.





Business-type Activities
Business-type activities increased the County's net position by $15.7 million thereby accounting for 8.11% of the total growth in net position.

Changes in Overall Net Position from Operating Results
Revenues
The County's total revenue increased 7.5%, or $76.9 million, in FY17. The County's increase in revenue was caused by an increase of $24.5 million in Property and Other Taxes and $51.2 million increase in Capital Grants.

Expenses
The County's total expenses increased 6.2%, or $53.4 million, in FY17. $39.1 million of this increase is related to governmental activities and $14.3 million is related to business-type activities. The three functions that had the largest increases over the prior year were Public Safety ($13.4 million), Public Works ($11.1 million), and Culture and Recreation ($11.3 million).

Financial Analysis of the County's Individual Funds

Cobb County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Cobb County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

The focus of the County's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, the unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The County ended FY17 with strong fund balances in its governmental funds. The combined balance of all the governmental funds is $398.0 million. Of this total, $70.3 million or 17.7% represents unassigned fund balance, which is available for spending in the coming year. The remainder of fund balance is nonspendable, restricted, committed or assigned to indicate that it is not available for new spending because it has already been designated: 1) to liquidate contracts, purchase orders and inventories of the prior period 2) to pay debt service and 3) for a variety of other restricted purposes.

Major Funds:
General Fund
The General Fund is the primary operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the General Fund was $70.7 million, and total fund balance was $90.1 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 19.7% of total general fund operating expenditures and total fund balance represents 25.1% of that same amount.

The fund balance of the General Fund decreased $12.6 million in FY17 for a total of $90.1 million. The Board of Commissioners made a collaborative effort to focus on maintaining the county's excellent financial position. Revenues increased $15.0 million (4.4%) while operating expenditures remained relatively flat. Property taxes made up the largest increase in revenues.

Total transfers out of the General Fund of $41.7 million represent the appropriation of funds to the Public Facilities Fund, Transit Fund, Solid Waste Fund, Water System Funds, CMCEHA Fund, and the Grant Fund.

Fire District Fund
The Fire Fund is used to account for the operation of the fire department within the County. $32.9 million of fund balance is reported as restricted for construction and capital outlay while $923.0 thousand is

nonspendable due to inventories and prepaid items. The fund balance decreased by $1.4 million during the current fiscal year mainly due to transfers out for the relocation of fire station #17 and the purchase of property for a new fire station. While total assets increased by $22.9 million, total liabilities also increased by $24.4 million.

CMCEHA Stadium Construction Fund
The CMCEHA Stadium Construction Fund accounts for the issuance of the Series 2015 Bonds which were issued to finance, in part, the acquisition, construction, and equipping of the stadium project.

SPLOST Fund
The SPLOST Fund accounts for the financial resources provided from the 2006, 2011, and 2016 one percent Special Purpose Local Option Sales Tax. Such funds were approved by voter referendum for public safety and transportation projects, as well as parks, recreational and cultural affairs, and support services. At the end of the current fiscal year, the SPLOST Fund reported a fund balance of $184.7 million. $183.5 million is restricted for specific construction projects while $1.3 million is nonspendable due to prepaid items. Expenditures exceeded revenues by $1.3 million. Of the $190.2 million in expenditures, $30.3 million was spent on facility projects by the County's Property Management and Parks Divisions, $2.9 million for Public Safety, $115.9 million was spent on various DOT safety and improvement road, bridge and sidewalk projects, and $5.5 million was spent on principal and interest for capital leases. The remaining $35.6 million represents payments to the cities for their portion of SPLOST proceeds.

Nonmajor Funds:
Special Revenue Funds
The County uses Special Revenue Funds to account for the collection and disbursement of specific revenues that are legally restricted or committed to expenditures for specified purposes. Included in this classification are: Law Library Fund, Community Services Fund, Grant Fund, Housing and Urban Development Grant Fund, Hotel/Motel Tax Fund, Emergency 911 Fund, Parking Deck Facility Fund, 800 MHz Fund, Streetlight District Fund, Six Flags Special Service District Fund, Cumberland Special Service District 1 and 2 Funds, CMCEHA Fund, and the Stadium Capital Maintenance Fund.

Non-major Special Revenue Funds' operating revenue totaled $83.7 million for the fiscal year ended September 30, 2017. Total operating revenues increased by $9.7 million (13.1%). This increase was attributed primarily to a $6 million increase in Grant Fund revenues due to airport construction projects. Also, the Stadium Capital Maintenance Fund was established in FY17 and collected $1.2 million in revenues to fund the future capital maintenance of SunTrust Park.

Operating expenditures of the non-major Special Revenue Funds totaled $61.1 million for FY17. Total Non-major Special Revenue Funds' operating expenditures increased by $4.0 million (7.1%) which is also primarily attributed to Grant Fund expenditures.

The fund balance of the nonmajor Special Revenue Funds totaled $41.5 million. This was an increase of $7.1 million from FY16.

CMCEHA and BOC Debt Service Funds
The Debt Service Funds reflects the accumulation of monies for, and the payment of, principal and interest on all General Obligation Debt other than that issued specifically for enterprise activities. The Debt Service Funds had a total fund balance of $14.2 million, all of which is reserved for the payment of debt service.

Capital Project Funds
The County uses Capital Project Funds to account for the acquisition, construction and improvement of major capital projects that are not financed by Proprietary Funds. The proceeds of General Obligation Bond issues are accounted for in the Capital Project Funds until improvement projects are completed. The non-major Capital Project Funds' overall fund balance is $33.5 million. $98 thousand is non spendable for prepaid expenditures and $33.9 million is restricted or committed for specific construction and

improvement projects and capital acquisitions which is offset by a negative unassigned fund balance of $447.7 thousand.

Operating expenditures exceeded operating revenues by $11.9 million for the non-major Capital Project Funds which was partially offset by transfers in of $12.5 million. In the Capital Project Funds, the primary expenditures are accounted for in various Information Services computer replacement projects, county building construction and renovation projects, and stadium construction projects.

Proprietary Funds
The activities of the County that render services to the general public on a user charge basis, or that require periodic determination of revenues for public policy are accounted for as Proprietary Funds. The Proprietary Fund statements provide the same type of information found in the government-wide financial statements, but in more detail.

Major Funds:
Water and Sewer Fund
The Water and Sewer Fund accounts for the operation of the water distribution system and sewage processing plants. Unrestricted net position of the Water and Sewer Fund at the end of the year was ($4.6) million. The fund had a change in net position of $8.5 million in FY17 mostly due to $16.9 million in capital contributions.

Non-major Funds:
The Cobblestone Golf Course Fund accounts for the operations and maintenance of the County's golf course. It ended FY17 with a net income from operations before depreciation of $18 thousand. However, overall change in net position (including depreciation, non-operating revenues and expenses) was $(14.5) thousand for FY17 due to increased operating expenses due to the switch from capital to operating lease in FY16. Net position totaled $3.3 million.

The Public Transit System Fund accounts for the operation of the local public transit system through user fees and funds received from the Federal Transit Authority and the Georgia Department of Transportation. The Public Transit System Fund ended FY17 with a change in net position of $7.9 million which was due largely to grants received for the purchase of new transit buses. Net position totaled $59.7 million at the end of the fiscal year.

The Solid Waste Disposal Fund accounts for the operation of the County's public landfills and solid waste processing. The County's Solid Waste Disposal Facility generated an inception-to-date net loss of $17.3 million; however, it generated a net income from operations before depreciation of $118.8 thousand. According to GASB Statement No. 18, once a landfill stops accepting waste, it is required to be closed and the liability of closure and post-closure is recorded as of the balance sheet date even though the expenses will be paid out over 30 years. The FY17 landfill liability is $23.3 million.

The Performing Arts Centre Fund ended the year with negative unrestricted net position of $6.7 million. The fund had a negative change in net position of $655.0 thousand in FY17, which included depreciation expense of $2.4 million.

The Galleria Specialty Shop Fund accounts for the activities of the Authority's retail specialty shops. The Galleria Specialty Shop Fund's operating revenue decreased $68.2 thousand (12%) from FY16 and total operating expenses decreased by $4.3 thousand (.5%). A transfer in of $500.0 thousand from the CMCEHA fund was used to offset this loss before transfers. Net position totaled $3.5 million at the end of the fiscal year.

General Fund Budgetary Highlights

Cobb County operated under an annual balanced budget (budgeted revenues equal budgeted expenditures), which is adopted by resolution and administered in accordance to State law. The legal level of control (the level at which expenditures may not legally exceed appropriations) for each legally adopted annual operating budget is at the category level within departments.

The most significant expenditure amendments are summarized as follows:

General Government

- General Government had an overall $12.1 million increase. The final budget is a result of increases in personal services ($5.4 million), operating expenditures ($3.2 million) and capital outlay ($3.5 million). The Legislative departments recognized an overall $0.6 million increase in the final budgets for personal service and operating expenditures. The Judicial departments recognized an overall $5.7 million increase in the final budgets for personal service, operating expenditures, and capital outlays. The Executive and Administrative departments recognized an overall $5.8 million increase in the final budgets for personal service, operating expenditures and capital outlay.

Public Safety

- Public Safety had an overall $12.9 million increase. Personal services increased $5.3 million. Operating expenditures increased by $4.3 million mainly due to increased safety equipment and annual contracts related to additional police vehicles. Capital outlay increased $3.3 million primarily due to police department vehicle replacements and facility maintenance and renovation at the Adult Detention Center.

Public Works:

- Public Works had an overall $2.2 million increase. This increase is due mainly to an increase in operating expenditures of $1.7 million for roadway maintenance contracts.

Culture and Recreation:

- Culture and Recreation had an overall increase of $4.0 million. Personal services increased $0.7. There was an increase in operating expenditures of $1.0 million to provide increased landscaping and other grounds and maintenance services at the various park locations. Capital outlay increased by $2.3 million for building and land improvements.

Housing and Development:

- Housing and Development had an overall increase of $0.8 million. Personal services increased $0.2. There was an increase in operating expenditures of $0.4 million. Capital outlay increased by $0.2 million. The majority of operating and capital increases were due to expanded services with the Community Development Agency.

In all departments, personnel services increased as a result of a years-long Compensation and Classification study which the Board of Commissioners approved for implementation in February 2017. The implementation was effective on June 4, 2017, resulting in an increase to FY2017 personal services of approximately $2.6 million.

The County's final budget less reserves projected a loss of $23.6 million in the General Fund with the fund reporting an actual loss of $17.5 million. Overall revenues ended the year $1.0 million over budget while operating expenditures ended the fiscal year $5.3 million under budget. Expenditure control was very important in the FY17 budget and will continue to remain the focus for the future while we look for innovative ways to maintain consistent levels of service with a commitment to the community to be more efficient and accessible.

Capital Assets and Debt Administration

Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of September 30, 2017 amounts to $5.0 billion (net of accumulated depreciation and related debt). This investment in capital assets includes land, buildings, improvements, equipment, infrastructure and construction in progress. Infrastructure assets are items that are normally immovable and of value only to the County, such as roads, bridges, streets and sidewalks, drainage systems and other similar items.

Cobb County's Capital Assets
(Net of Depreciation)
(in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2017	2016	2017	2016	2017	2016
Land	$ 1,086,932	1,074,485	$ 84,082	$ 82,878	$ 1,171,014	$ 1,157,363
Artwork	-	-	199	199	199	199
Buildings and structures	941,666	418,627	112,644	116,275	1,054,310	534,902
Improvements	33,047	18,550	-	-	33,047	18,550
Sewerage plants	-	-	471,709	487,059	471,709	487,059
Machinery and equipment	75,594	80,796	40,039	33,789	115,633	114,585
Infrastructure	1,551,169	1,565,460	617,660	598,518	2,168,829	2,163,978
Construction in progress	294,814	638,355	396,361	404,131	691,175	1,042,486
Total	$ 3,983,222	3,796,273	$ 1,722,694	$ 1,722,849	$ 5,705,916	$ 5,519,122

The County's total net increase in capital assets for the current fiscal year was 3.4%.

Governmental assets that were moved from construction in progress to the asset records during the year totaled approximately $586.6 million. Some of the major projects for FY17 consisted of the following: road construction or improvements, pedestrian bridges, and sidewalks. In addition, all of the Special Purpose Local Option Sales Tax (SPLOST) programs that were approved by voters in September 2005, March 2011, and subsequently in November 2015 funded various improvements around the County. The 2011 & 2016 SPLOST Programs have added various opportunities for DOT to pursue projects not approved during the 2005 SPLOST Program conception phase. Every project funded by the 2011-16 SPLOSTs will improve the quality of life in Cobb County by maintaining, improving and enhancing County parks, transportation, infrastructure, public safety, libraries, senior services, judicial, and public health facilities. Projects include infrastructure preservation (resurfacing, bridges and drainage), pedestrian improvements, transit, traffic congestion relief, safety and operational improvements (roadways, intersections, and school zones), and federal/state matching funds. A complete list of the projects, including their status, and further details regarding the 2011-2016 SPLOST programs are available on the County's website.

Business-type assets moved from construction in progress to the asset records during the year totaled approximately $35.1 million. Some of the major capital asset events for the business-type activities for the current year included various sewer replacement and rehabilitations, water line and water main replacements, continuation of a sewer conveyance capacity and equalization tunnel system as well as the continued construction, upgrades and expansion of several water reclamation facilities.

Additional information on the County's capital assets can be found in Note 5 of the Basic Financial Statements section of this report.

Long-Term Debt

As of September 30, 2017, Cobb County had a net of $1.4 billion in outstanding long-term debt, which does not include interest expense. Of this amount, $29.5 million (net of bond premium) comprises general obligation debt backed by the full faith and credit of the government and $616.1 million in revenue bonds (net of bond premium).

Additional information on Cobb County's long-term debt can be found in Note 9 of the Basic Financial Statements section of this report.

Awards, Economic Factors and Next Year's Budget and Rates

For the thirteenth year in a row, the Cobb County Water System has maintained its Triple-Triple "A" ratings from the nation's top three credit rating agencies. The Water System has earned numerous honors from the Georgia Association of Water Professionals including sixteen consecutive years of Complete and Consistent NPDES Permit Compliance at Northwest Water Reclamation Facility, twelve consecutive years at Noonday Water Reclamation Facility, and seven consecutive years at R.L. Sutton Water Reclamation Facility. In September, 2017, The Metropolitan North Georgia Water Planning District awarded the Water System with the STREAM Award for Outstanding Drought response in Metro Atlanta for their comprehensive response to the recent 2016/2017 Drought. In October, 2017, the U.S. Environmental Protection Agency honored the Cobb County Water System by awarding them the 2017 WaterSense Sustained Excellence Award, the program's highest award. The Water System is a five-time Promotional Partner of the Year as the staff adapts programs to reach customers through many avenues.

During the last twenty one years, Cobb County has maintained its Triple-Triple "A" credit rating and has remained financially strong. The Board of Commissioners have continued to aggressively address the current and future needs of the County by focusing on sound financial management, the reserve policy, the use of current resources for capital expenditures and the practice of biennial budgeting.

With a growing, diverse population, the challenge is to continue to improve the quality of life by concentrating on the demands placed on the public infrastructure such as transportation, water supply, wastewater treatment, the demands of revitalization of many business areas and the demands of greenspace conservation. Although the nation and surrounding counties are facing financial difficulties, Cobb County is able to maintain low property tax rates and low debt levels so that we can remain a leader and provide the best place to live, work and play.

The County continued to maintain a strong financial position during fiscal year 2017 and we expect the trend to continue in 2018. Tourism revenue showed an increase of 5.1% over the prior year. Additionally the one percent sales tax (SPLOST) generated $144.3 million in tax revenue which is a $5.5 million increase compared to FY16. Also, the value of commercial and residential building permits issued increased by 173.3% from the previous year.

Many factors were taken into consideration when preparing the FY18 budget. The FY18 adopted budget had a 5.65% increase compared to the FY17 adopted budget. The FY17 budget had significant budget amendments throughout the year, and these tight controls carried forward into the FY18 budget process with a few exceptions. As a result, most operating budgets remained the same in preparation for the FY18 budget. Significant adjustments were limited to personnel services, debt service, and transfers-out categories. Personnel services were largely affected by implementation of the classification and pay study, which had a $10.4 million annual impact. The debt services category increased approximately $8.2 million to accommodate the payment of principal and interest on the Cobb Marietta Coliseum Exhibit Hall Authority Revenue Bonds. Transfers-out were mainly affected by the increase of the Transit Fund subsidy and DOT local share requirements for future grant awards.

With the uncertainty of future county revenues during these tough economic times, these proactive steps are necessary and prudent measures to protect the County's financial resources while continuing to remain committed to improving the County's quality of life.

Requests for Information

This financial report is designed to provide a general overview of Cobb County finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Director of Finance / Comptroller, 100 Cherokee Street, Suite 400 Marietta, Georgia 30090-9610.

Complete financial statements of the discretely presented component units can be obtained directly from their administrative offices. The addresses for the administrative offices are as follows: Cobb-Marietta Coliseum and Exhibit Hall Authority, Two Galleria Parkway Atlanta, Georgia 30339, Cobb County Board of Health, 1650 County Services Parkway Marietta, Georgia 30008.

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BASIC FINANCIAL STATEMENTS

Cobb County, Georgia
Statement of Net Position
September 30, 2017

	Primary Government			Component Unit	
	Governmental Activities	Business-type Activities	Total	ArtsBridge Foundation September 30, 2017	Cobb County Board of Health June 30, 2017
Assets					
Cash and cash equivalents	$ 28,688,941	$ 24,150,387	$ 52,839,328	$ 386,775	$ 7,037,549
Investments, at fair value	-	200,000	200,000	4,515,928	3,021,288
Receivables	211,508,248	24,235,880	235,744,128	904,038	442,168
Internal balances	610,340	(610,340)	-	-	-
Due from component unit	-	26,989	26,989	-	-
Due from other governments and agencies	35,086,108	4,021,882	39,107,990	-	1,887,232
Due from others	830,811	-	830,811		-
Inventories	1,240,399	1,808,873	3,049,272	-	115,974
Prepaid items	3,253,826	65,576	3,319,402	11,475	-
Advance to component unit	1,415,247	-	1,415,247		
Restricted cash and cash equivalents	207,098,154	57,465,301	264,563,455	-	-
Restricted investments, at fair value	73,985,904	-	73,985,904	-	-
Other assets	9,004,204	890,526	9,894,730	-	-
Capital assets not being depreciated	1,381,745,697	480,641,067	1,862,386,764	-	-
Capital assets being depreciated, net	2,601,475,946	1,242,052,863	3,843,528,809	3,264	1,199,691
Total assets	4,555,943,825	1,834,949,004	6,390,892,829	5,821,480	13,703,902
Deferred Outflows of Resources					
Deferred outflows related to pensions	33,924,611	3,074,638	36,999,249	-	4,125,211
Deferred charges on bond refunding	1,078,521	-	1,078,521	-	-
Total Deferred Outflows of Resources	35,003,132	3,074,638	38,077,770	-	4,125,211
Total Assets and Deferred Outflows of Resources	4,590,946,957	1,838,023,642	6,428,970,599	5,821,480	17,829,113
Liabilities					
Accounts payable	28,199,126	16,693,816	44,892,942	9,556	113,356
Accrued payroll	4,914,027	740,182	5,654,209	-	492,729
Arbitrage liability	-	54,882	54,882	-	-
Due to primary government	-	-	-	26,989	-
Due to others	730,036	11,527	741,563	-	-
Due to other governments and agencies	9,174,935	49,440	9,224,375	-	907,300
Claims and judgments	20,933,767	-	20,933,767	-	-
Customer deposits	-	8,070,088	8,070,088	-	-
Notes payable-current	60,112,053	-	60,112,053	-	-
Accrued interest payable	6,203,178	1,637,815	7,840,993	-	-
Unearned revenue	1,384,701	7,147,506	8,532,207	37,500	-
Advance from primary government	-	-	-	1,415,247	-
Noncurrent liabilities					
Due within one year	43,815,227	24,272,521	68,087,748	-	719,903
Due in more than one year	1,009,548,780	320,615,633	1,330,164,413	-	17,240,209
Total liabilities	1,185,015,830	379,293,410	1,564,309,240	1,489,292	19,473,497
Deferred Inflows of Resources					
Deferred inflows related to pensions	13,825,718	1,253,045	15,078,763	-	52,250
Deferred gain on refunding	394,131	1,165,333	1,559,464	-	-
Total Deferred Inflows of Resources	14,219,849	2,418,378	16,638,227	-	52,250
Total Liabilities and Deferred Inflows of Resources	1,199,235,679	381,711,788	1,580,947,467	1,489,292	19,525,747
Net Position					
Net investment in capital assets	3,517,507,657	1,442,879,862	4,960,387,519	3,264	1,199,691
Restricted for:					
Renewal and expansion	-	48,205,400	48,205,400	-	-
Debt service	18,752,395	710,525	19,462,920	-	-
Splost projects	184,216,916	-	184,216,916	-	-
Completion of projects	33,842,280	-	33,842,280	-	-
Special programs	35,085,093	-	35,085,093	40,357	288,758
Unrestricted	(397,693,063)	(35,483,933)	(433,176,996)	4,288,567	(3,185,083)
Total Net Position	$ 3,391,711,278	$ 1,456,311,854	$ 4,848,023,132	$ 4,332,188	$ (1,696,634)

See accompanying notes to financial statements.

Cobb County, Georgia

Statement of Activities

For the Fiscal Year Ended September 30, 2017

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Primary Government: Governmental Activities	Primary Government: Business-type Activities	Primary Government: Total	Component Unit: ArtsBridge Foundation September 30, 2017	Component Unit: Cobb County Board of Health June 30, 2017
Primary Government									
Governmental Activities:									
General government	$ 154,788,215	$ 45,993,578	$ 8,645,972	$ 27,122	$ (100,121,543)	$ -	$ (100,121,543)	$ -	$ -
Public safety	273,691,096	19,922,346	1,783,022	27,418	(251,958,310)	-	(251,958,310)	-	-
Public works	140,071,410	7,526,362	6,000,180	75,373,752	(51,171,116)	-	(51,171,116)	-	-
Health and welfare	7,708,828	390,928	2,221,727	734,825	(4,361,348)	-	(4,361,348)	-	-
Culture and recreation	65,875,330	20,022,834	1,317,768	96,824,371	52,289,643	-	52,289,643	-	-
Housing and development	16,763,846	27,645,173	5,996,592	-	16,877,919	-	16,877,919	-	-
Interest on long-term debt	20,720,935	-	-	-	(20,720,935)	-	(20,720,935)	-	-
Total governmental activities	679,619,660	121,501,221	25,965,261	172,987,488	(359,165,690)	-	(359,165,690)	-	-
Business-type Activities:									
Water and Sewer	190,668,592	202,800,418	-	16,893,523	-	29,025,349	29,025,349	-	-
Solid Waste	773,708	495,220	-	-	-	(278,488)	(278,488)	-	-
Transit	27,369,365	4,479,084	-	14,986,066	-	(7,904,215)	(7,904,215)	-	-
Cobblestone Golf Course	1,718,217	1,705,705	-	-	-	(12,512)	(12,512)	-	-
Galleria Specialty Shops	930,856	504,810	-	-	-	(426,046)	(426,046)	-	-
Performing Arts Centre	10,396,336	9,742,996	-	-	-	(653,340)	(653,340)	-	-
Total business-type activities	231,857,074	219,728,233	-	31,879,589	-	19,750,748	19,750,748	-	-
Total primary government	$ 911,476,734	$ 341,229,454	$ 25,965,261	$ 204,867,077	$ (359,165,690)	$ 19,750,748	$ (339,414,942)	$ -	$ -
Component Units									
ArtsBridge Foundation	$ 712,100	$ 187,006	$ 723,407	$ -				$ 198,313	$ -
Cobb County Board of Health	23,786,530	5,158,500	21,922,008	-				-	3,293,978
Total component units	$ 24,498,630	$ 5,345,506	$ 22,645,415	$ -				$ 198,313	$ 3,293,978
General revenues:									
Property taxes					$ 313,253,222	$ -	$ 313,253,222	$ -	$ -
Sales taxes					144,258,267	-	144,258,267	-	-
Insurance premium tax					28,405,029	-	28,405,029	-	-
Alcoholic beverage tax					5,184,685	-	5,184,685	-	-
Hotel/Motel tax					15,006,067	-	15,006,067	-	-
Real estate transfer tax					2,278,947	-	2,278,947	-	-
Miscellaneous taxes					12,606,639	-	12,606,639	-	-
Miscellaneous					9,035,754	851,496	9,887,250	-	-
Gain from sale of capital assets					244,689	57,998	302,687	-	-
Unrestricted investment earnings					1,371,776	363,356	1,735,132	-	10,094
Transfers					5,321,598	(5,321,598)	-	-	-
Total general revenues and transfers					536,966,673	(4,048,748)	532,917,925	-	10,094
Change in net position					177,800,983	15,702,000	193,502,983	198,313	3,304,072
Net position beginning of year, before restatement					3,274,708,104	1,446,950,673	4,721,658,777	4,133,875	(5,000,706)
Restatement					(60,797,809)	(6,340,819)	(67,138,628)		
Net position beginning of year, after restatement					3,213,910,295	1,440,609,854	4,654,520,149	4,133,875	(5,000,706)
Net position - end of year					$ 3,391,711,278	$ 1,456,311,854	$ 4,848,023,132	$ 4,332,188	$ (1,696,634)

See accompanying notes to financial statements.

Cobb County, Georgia
Governmental Funds
Balance Sheet
September 30, 2017

	General Fund	Fire District Fund	CMCEHA Stadium Construction Fund	SPLOST Fund	Other Governmental Funds	Total Governmental Funds
Assets						
Cash and cash equivalents	$ 532	$ 15,935,199	$ 5,273	$ 112,249,162	$ 62,409,405	$ 190,599,571
Restricted cash and cash equivalents	-	-	-	-	17,563,199	17,563,199
Investments, at fair value	-	-	-	73,985,904	-	73,985,904
Receivables:						
Taxes and penalties	139,593,471	58,746,798	-	-	8,247,521	206,587,790
Accrued interest	-	-	-	178,760	-	178,760
Other	937,012	178,403	-	25,143	3,087,736	4,228,294
Due from other funds	2,152,765	-	-	-	6,740,038	8,892,803
Due from other governments and agencies	906,275	-	-	23,543,169	8,980,993	33,430,437
Due from others	-	-	830,811	-	-	830,811
Advances to component unit	-	-	-	-	1,415,247	1,415,247
Advances to other funds	2,981,022	-	-	-	-	2,981,022
Inventories	1,175,873	14,122	-	-	50,404	1,240,399
Prepaid items	8,856	908,850	-	1,250,707	341,168	2,509,581
Total assets	$ 147,755,806	$ 75,783,372	$ 836,084	$ 211,232,845	$ 108,835,711	$ 544,443,818
Liabilities						
Accounts payable	$ 4,067,556	$ 119,982	$ 830,810	$ 17,701,833	$ 4,941,482	$ 27,661,663
Accrued payroll	3,492,643	841,897	-	-	571,930	4,906,470
Due to other funds	18,837,415	3,865,369	-	-	7,600,715	30,303,499
Due to others	707,570	410	-	-	22,056	730,036
Due to other governments and agencies	51,095	-	-	8,800,914	322,926	9,174,935
Notes payable, net	25,046,887	35,065,166	-	-	-	60,112,053
Accrued interest payable	126,389	176,944	-	-	1,124,844	1,428,177
Matured bonds payable	-	-	-	-	3,140,000	3,140,000
Unearned revenue	12,573	-	-	-	1,372,128	1,384,701
Total liabilities	52,342,128	40,069,768	830,810	26,502,747	19,096,081	138,841,534
Deferred Inflows of Resources						
Unavailable revenues	5,268,141	1,876,396	-	-	472,644	7,617,181
Total Liabilities and Deferred Inflows of Resources	57,610,269	41,946,164	830,810	26,502,747	19,568,725	146,458,715
Fund Balances						
Nonspendable:						
Inventories and prepaid items	1,184,729	922,972	-	1,250,707	391,572	3,749,980
Advances	2,981,022	-	-	-	-	2,981,022
Restricted for:						
Debt Services	-	-	-	-	21,892,395	21,892,395
Construction and capital outlay	-	32,914,236	5,274	183,479,391	32,072,831	248,471,732
Special programs	2,285,032	-	-	-	32,506,914	34,791,946
Committed for:						
Construction and capital outlay	-	-	-	-	1,818,833	1,818,833
Special programs	10,966,156	-	-	-	981,881	11,948,037
Assigned for:						
Special programs	1,989,371	-	-	-	50,304	2,039,675
Unassigned	70,739,227	-	-	-	(447,744)	70,291,483
Total fund balance	90,145,537	33,837,208	5,274	184,730,098	89,266,986	397,985,103
Total liabilities, deferred inflows of resources, and fund balances	$ 147,755,806	$ 75,783,372	$ 836,084	$ 211,232,845	$ 108,835,711	$ 544,443,818

See accompanying notes to financial statements.

Cobb County, Georgia
Governmental Funds
Reconciliation of the Governmental Balance Sheet to the Statement of Net Position
September 30, 2017

Total fund balances - governmental funds	$	397,985,103
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds		3,983,152,632
Other long-term assets and deferred outflows of resources are not available to pay for current-period expenditures and, therefore, are either reported as unavailable or not reported in the funds:		
Property tax		7,617,181
Intergovernmental receivable		1,655,671
Net other post employment benefit assets		9,004,204
Unamortized bond insurance costs		95,800
Deferred outflows of resources related to pensions		33,924,611
Internal service funds are used by management to charge the cost for claims to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		33,304,835
Claims and judgments not due and payable in the current period		(6,908,699)
Long-term liabilities and deferred inflows of resources are not due and payable in the current period and therefore are not reported in the funds:		
Net pension liability		(492,439,646)
Deferred inflows of resources related to pensions		(13,825,718)
Accrued interest payable		(4,775,001)
Unmatured bonds		(491,635,000)
Unmatured revenue anticipation certificates		(5,820,000)
Unamortized deferred charges and deferred loss on refunding		684,390
Unamortized bond premiums		(5,471,313)
Unamortized revenue anticipation certificate premium		(69,005)
Certificates of participation		(8,415,000)
Capital leases payable		(19,731,392)
Compensated absences		(26,622,375)
Net position of governmental activities	$	3,391,711,278

Cobb County, Georgia
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Fiscal Year Ended September 30, 2017

	General Fund	Fire District Fund	CMCEHA Stadium Construction Fund	SPLOST Fund	Other Governmental Funds	Total Governmental Funds
Revenues:						
Taxes	$ 262,843,226	$ 87,411,537	$ -	$ 144,258,267	$ 26,589,256	$ 521,102,286
Licenses and permits	27,752,993	1,850	-	-	-	27,754,843
Intergovernmental	3,259,160	-	-	43,452,543	31,205,246	77,916,949
Charges for services	44,950,797	2,174,217	-	-	35,365,649	82,490,663
Fines and forfeits	10,569,888	-	-	-	-	10,569,888
Contributions	-	-	91,424,412	-	1,200,000	92,624,412
Interest earned	639,801	190,200	2,210	1,178,955	382,481	2,393,647
Miscellaneous	6,132,231	51,843	-	8,714	2,842,966	9,035,754
Total revenues	356,148,096	89,829,647	91,426,622	188,898,479	97,585,598	823,888,442
Expenditures:						
Current:						
General government	136,277,886	-	-	-	8,159,815	144,437,701
Public safety	158,007,631	86,922,394	-	-	13,819,669	258,749,694
Public works	16,800,958	-	-	-	10,987,911	27,788,869
Health and welfare	4,304,581	-	-	-	3,204,371	7,508,952
Culture and recreation	34,832,785	-	-	-	14,605,612	49,438,397
Housing and development	9,406,259	-	-	-	6,272,736	15,678,995
Capital outlay	-	-	93,924,410	149,125,776	18,898,000	261,948,186
Debt service:						
Principal retirement	-	-	3,690,000	5,234,110	15,227,309	24,151,419
Interest and fiscal charges	63,193	79,693	15,103,290	286,684	5,732,855	21,265,715
Intergovernmental	-	-	-	35,563,668	-	35,563,668
Total expenditures	359,693,293	87,002,087	112,717,700	190,210,238	96,908,278	846,531,596
Excess (deficiency) of revenues over (under) other expenditures	(3,545,197)	2,827,560	(21,291,078)	(1,311,759)	677,320	(22,643,154)
Other financing sources (uses):						
Transfers in	32,389,197	19,381	21,293,290	-	31,600,665	85,302,533
Transfers out	(41,688,605)	(4,302,015)	-	-	(32,966,752)	(78,957,372)
Proceeds from long term debt	-	-	-	-	24,700,000	24,700,000
Premium on debt issuance	-	-	-	-	2,880,754	2,880,754
Proceeds from sale of capital assets	271,486	10,287	-	65,626	6,549	353,948
Total other financing sources (uses)	(9,027,922)	(4,272,347)	21,293,290	65,626	26,221,216	34,279,863
Net changes in fund balances	(12,573,119)	(1,444,787)	2,212	(1,246,133)	26,898,536	11,636,709
Fund balances at beginning of year	102,718,656	35,281,995	3,062	185,976,231	62,368,450	386,348,394
Fund balances at end of year	$ 90,145,537	$ 33,837,208	$ 5,274	$ 184,730,098	$ 89,266,986	$ 397,985,103

See accompanying notes to financial statements.

Cobb County, Georgia
Governmental Funds
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended September 30, 2017

Amounts reported for governmental activities in the statement of activities are different because:		
Net change in fund balances - total governmental funds		$ 11,636,709
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 and reported as depreciation expense.		
Depreciation expense	(114,907,138)	
Capital outlays	272,410,634	157,503,496
The loss on disposition of capital assets is not reported in the fund statements.		(109,259)
The net effect of various miscellaneous transactions involving capital assets (donations) is to increase net position.		29,562,618
The net effect of revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Property tax	(109,430)	
Intergovernmental revenues	(191,503)	(300,933)
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal and bond costs are expenditures in the governmental funds, but the repayment reduces long-term liabilities and bond costs are capitalized in the statement of net position:		
Bond principal payments	18,170,000	
Premium on bonds	(2,880,754)	
Proceeds from bonds	(24,700,000)	
Capital lease principal payments	5,296,419	
Revenue anticipation certificates payments	250,000	
Certificates of participation payments	435,000	(3,429,335)
The current years increase to the net other post employment benefits asset reduced the net expense of other post employment benefits functions on the statement of activities.		(20,640)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:		
Claims and judgments	(6,908,699)	
Net pension liability and changes in related deferred inflows/outflows of resources	(14,043,563)	
Accrued compensated absences	(2,135,172)	
Amortization for bond deferred amounts and premiums	719,833	
Amortization of bond insurance costs	(9,600)	
Accrued interest expense	(175,053)	(22,552,254)
Internal service funds are used by management to charge the cost of claims to individual funds. This amount is the net activity of the claims internal service fund.		5,510,581
Changes in net position of governmental activities.		$ 177,800,983

See accompanying notes to financial statements.

Cobb County, Georgia
Proprietary Funds
Statement of Net Position
September 30, 2017

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Water and Sewer Fund	Other Enterprise Funds	Total	
Assets and Deferred Outflows of Resources				
Current assets:				
Cash	$ 22,277,694	$ 1,872,693	$ 24,150,387	$ 27,624,325
Restricted cash and cash equivalents	55,296,988	2,168,313	57,465,301	-
Investments, at fair value	200,000	-	200,000	-
Receivables:				
Accounts, net	21,597,966	73,878	21,671,844	-
Other	2,499,233	64,803	2,564,036	513,404
Due from other funds	-	2,800,000	2,800,000	19,040,014
Due from component unit	-	26,989	26,989	-
Due from other governments and agencies	-	4,021,882	4,021,882	-
Inventories	1,774,570	34,303	1,808,873	-
Prepaid items	1,254	64,322	65,576	648,445
Total current assets	103,647,705	11,127,183	114,774,888	47,826,188
Noncurrent assets:				
Property, plant and equipment:				
Capital assets not being depreciated	458,035,758	22,605,309	480,641,067	-
Capital assets being depreciated, net	1,110,816,448	131,236,415	1,242,052,863	69,011
Net property, plant and equipment	1,568,852,206	153,841,724	1,722,693,930	69,011
Other assets:				
Net OPEB asset	890,526	-	890,526	-
Total other assets	890,526	-	890,526	-
Total noncurrent assets	1,569,742,732	153,841,724	1,723,584,456	69,011
Total assets	1,673,390,437	164,968,907	1,838,359,344	47,895,199
Deferred outflows of resources:				
Deferred outflows of resources related to pension	2,978,440	96,198	3,074,638	-
Total assets and deferred outflows of resources	$ 1,676,368,877	$ 165,065,105	$ 1,841,433,982	$ 47,895,199

Continued on next page.

Cobb County, Georgia
Proprietary Funds
Statement of Net Position
September 30, 2017

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Water and Sewer Fund	Other Enterprise Funds	Total	
Liabilities and Deferred Inflows of Resources				
Liabilities:				
Current liabilities (payable from current assets):				
Accounts payable	$ 12,597,556	$ 4,096,260	$ 16,693,816	$ 537,463
Accrued payroll	383,772	356,410	740,182	7,557
Arbitrage liability	54,882	-	54,882	-
Due to other funds	-	429,318	429,318	-
Due to others	1,943	9,584	11,527	-
Customer deposits	6,704,532	1,365,556	8,070,088	-
Due to other governments and agencies	7,200	42,240	49,440	-
Accrued interest payable	1,545,583	92,232	1,637,815	-
Unearned revenues	-	1,218,172	1,218,172	-
Current portion of revenue bonds	12,725,000	535,000	13,260,000	-
Current portion of note payable	9,314,257	-	9,314,257	-
Current portion of compensated absences	1,239,652	99,340	1,338,992	20,276
Current portion of closure and post closure care	-	359,272	359,272	-
Estimated liability for claims and judgments	-	-	-	14,025,068
Total current liabilities	44,574,377	8,603,384	53,177,761	14,590,364
Long-term liabilities:				
Revenue bonds (net of current portion and bond premium)	126,267,987	5,870,000	132,137,987	-
Notes payable (net of current portion)	120,368,698	-	120,368,698	-
Compensated absences (net of current portion)	461,544	47,319	508,863	-
Closure and post closure care (net of current portion)	-	22,958,877	22,958,877	-
Unearned revenue (net of current portion)	-	5,929,334	5,929,334	-
Net pension liability	43,244,492	1,396,716	44,641,208	-
Advances from other funds	-	2,981,022	2,981,022	-
Total long-term liabilities	290,342,721	39,183,268	329,525,989	-
Total liabilities	334,917,098	47,786,652	382,703,750	14,590,364
Deferred inflows of resources:				
Deferred inflow related to pension	1,213,840	39,205	1,253,045	-
Deferred gain on refunding	1,165,333	-	1,165,333	-
Total liabilities and deferred inflows of resources	337,296,271	47,825,857	385,122,128	14,590,364
Net Position				
Net investment in capital assets	1,295,461,979	147,417,883	1,442,879,862	69,011
Restricted for:				
Capital projects	48,205,400	-	48,205,400	-
Debt service	-	710,525	710,525	-
Unrestricted	(4,594,773)	(30,889,160)	(35,483,933)	33,235,824
Total net position	$ 1,339,072,606	$ 117,239,248	$ 1,456,311,854	$ 33,304,835

Continued from preceding page.

Cobb County, Georgia
Proprietary Funds
Statement of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ended September 30, 2017

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Water and Sewer Fund	Other Enterprise Funds	Total	
Operating revenues:				
Charges for services	$ 202,800,418	$ 16,927,815	$ 219,728,233	$ 72,545,073
Miscellaneous income	757,125	94,371	851,496	-
Total operating revenues	203,557,543	17,022,186	220,579,729	72,545,073
Operating expenses:				
Personnel services	29,814,399	4,956,294	34,770,693	540,655
Other operating expenses	113,604,101	28,451,395	142,055,496	7,015,602
Benefits and claims	-	-	-	58,594,744
Total operating expenses	143,418,500	33,407,689	176,826,189	66,151,001
Operating income (loss) before depreciation	60,139,043	(16,385,503)	43,753,540	6,394,072
Less depreciation	(42,621,083)	(7,594,329)	(50,215,412)	(19,222)
Operating income (loss)	17,517,960	(23,979,832)	(6,461,872)	6,374,850
Nonoperating revenues (expenses):				
Interest income	356,749	6,607	363,356	159,294
Interest and fiscal charges	(5,269,731)	(186,464)	(5,456,195)	-
Amortization	640,722	-	640,722	-
Gain (loss) on sale of capital assets	22,183	35,815	57,998	-
Total nonoperating revenues (expenses)	(4,250,077)	(144,042)	(4,394,119)	159,294
Net income (loss) before transfers and capital contributions	13,267,883	(24,123,874)	(10,855,991)	6,534,144
Capital contributions	16,893,523	14,986,066	31,879,589	-
Total capital contributions	16,893,523	14,986,066	31,879,589	-
Transfers:				
Transfers in	24,912	16,304,319	16,329,231	55,825
Transfers out	(21,648,338)	(2,491)	(21,650,829)	(1,079,388)
Total transfers	(21,623,426)	16,301,828	(5,321,598)	(1,023,563)
Changes in net position	8,537,980	7,164,020	15,702,000	5,510,581
Total net position - beginning, before restatement	1,336,662,617	110,288,056	1,446,950,673	21,543,767
Restatement	(6,127,991)	(212,828)	(6,340,819)	6,250,487
Total net position - beginning, after restatement	1,330,534,626	110,075,228	1,440,609,854	27,794,254
Total net position - ending	$ 1,339,072,606	$ 117,239,248	$ 1,456,311,854	$ 33,304,835

See accompanying notes to financial statements.

Cobb County, Georgia
Proprietary Funds
Statement of Cash Flows
For the Fiscal Year Ended September 30, 2017

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Water and Sewer Fund	Other Enterprise Funds	Total	
Cash flows from (to) operating activities:				
Cash received from customers	$ 234,185,434	$ 13,385,029	$ 247,570,463	$ 61,462,272
Cash payments for goods and services	(117,553,191)	(31,389,464)	(148,942,655)	(7,272,497)
Cash payments for employee services and fringe benefits	(30,139,283)	(4,776,803)	(34,916,086)	(538,752)
Cash payments for benefits and claims	-	-	-	(58,999,280)
Net cash from (to) operating activities	86,492,960	(22,781,238)	63,711,722	(5,348,257)
Cash flows from (to) noncapital financing activities:				
Transfers in	24,912	16,304,319	16,329,231	55,825
Transfers out	(21,648,338)	(2,491)	(21,650,829)	(1,079,388)
Net cash from (to) noncapital financing activities	(21,623,426)	16,301,828	(5,321,598)	(1,023,563)
Cash flows from (to) capital and related financing activities:				
Proceeds from sale of capital assets	22,183	39,395	61,578	22,239
Payments for capital acquisitions	(27,672,625)	(9,239,297)	(36,911,922)	(33,334)
Bond principal payments	(12,330,000)	(515,000)	(12,845,000)	-
Capital contributions	7,438,759	14,986,066	22,424,825	-
Payments on notes	(9,053,554)	-	(9,053,554)	-
Payments on advances from other funds	-	(141,821)	(141,821)	-
Interest and fiscal charges	(9,146,956)	(193,880)	(9,340,836)	-
Net cash from (to) capital and related financing activities	(50,742,193)	4,935,463	(45,806,730)	(11,095)
Cash flows from investing activities:				
Interest received	356,749	6,607	363,356	159,294
Net cash from investing activities	356,749	6,607	363,356	159,294
Net increase (decrease) in cash and cash equivalents	14,484,090	(1,537,340)	12,946,750	(6,223,621)
Cash and cash equivalents at beginning of year	63,090,592	5,578,346	68,668,938	33,847,946
Cash and cash equivalents at end of year	$ 77,574,682	$ 4,041,006	$ 81,615,688	$ 27,624,325
Reconciliation to Statement of Net Position				
Cash	$ 22,277,694	$ 1,872,693	$ 24,150,387	$ 27,624,325
Cash (included in restricted assets)	55,296,988	2,168,313	57,465,301	-
	$ 77,574,682	$ 4,041,006	$ 81,615,688	$ 27,624,325

Continued on next page.

Cobb County, Georgia
Proprietary Funds
Statement of Cash Flows
For the Fiscal Year Ended September 30, 2017

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Water and Sewer Fund	Other Enterprise Funds	Total	
Reconciliation of operating income (loss) to net cash from operating activities:				
Operating income (loss)	$ 17,517,960	$ (23,979,832)	$ (6,461,872)	$ 6,374,850
Adjustments to reconcile operating income (loss) to net cash from operating activities:				
Depreciation	42,621,083	7,594,329	50,215,412	19,222
Change in assets and liabilities:				
Decrease (increase) in accounts receivables	827,669	15,202	842,871	-
Decrease (increase) in accrued interest receivables	20,941	-	20,941	-
Decrease (increase) in other receivables	(360,091)	94,841	(265,250)	(42,787)
Decrease (increase) in due from other funds	30,012,068	(2,794,981)	27,217,087	(11,040,014)
Decrease (increase) in due from other governments	-	(3,147,655)	(3,147,655)	-
Decrease (increase) in due from component unit	-	(5,636)	(5,636)	-
Decrease (increase) in inventories	(246,468)	(1,703)	(248,171)	-
Decrease (increase) in net OPEB asset	2,041	-	2,041	-
Decrease (increase) in deferred outflows of resources	1,111,991	45,865	1,157,856	-
Decrease (increase) in prepaid items	3,036	45,791	48,827	(55,813)
Increase (decrease) in accounts payable	(3,134,678)	(201,429)	(3,336,107)	(134,082)
Increase (decrease) in accrued payroll	8,913	240,681	249,594	(153)
Increase (decrease) in accrued compensated absences	71,108	53,840	124,948	2,056
Increase (decrease) in due to other funds	(543,157)	319,563	(223,594)	(67,000)
Increase (decrease) in due to others	-	33,930	33,930	-
Increase (decrease) in deposits payable	127,304	(211,346)	(84,042)	-
Increase (decrease) in due to other governments	(27,823)	20,032	(7,791)	-
Increase (decrease) in estimated liability for claims and judgments	-	-	-	(404,536)
Increase (decrease) in closure/postclosure care	-	(359,272)	(359,272)	-
Increase (decrease) in deferred inflows of resources	1,213,840	39,205	1,253,045	-
Increase (decrease) in unearned revenues	-	(382,563)	(382,563)	-
Increase (decrease) in net pension liability	(2,732,777)	(200,100)	(2,932,877)	-
Total adjustments	68,975,000	1,198,594	70,173,594	(11,723,107)
Net cash provided (used) by operating activities	$ 86,492,960	$ (22,781,238)	$ 63,711,722	$ (5,348,257)
Schedule of noncash capital and related financing activities:				
Contribution of capital assets	$ 9,454,764	$ -	$ 9,454,764	$ -
Total noncash capital and related financing activities	$ 9,454,764	$ -	$ 9,454,764	$ -
Supplemental disclosure of cashflow information:				
Interest capitalized	$ (3,696,750)	-	(3,696,750)	-

Continued from preceding page.

Cobb County, Georgia
Fiduciary Funds
Statement of Fiduciary Net Position
September 30, 2017

	Pension Trust Fund Employee Retirement System	OPEB Trust Fund Other Post Employment Benefits	Agency Funds
Assets:			
Cash and cash equivalents	$ 133,596	$ -	$ 128,834,334
Investments, at fair value			
Common stock	176,195,832	27,051,713	-
Mutual funds	384,730,902	73,356,221	-
Corporate Bonds	38,911,485	6,178,775	-
Government and agency bonds	10,976,393	-	-
Money market	11,597,322	6,077,103	
Receivables			
Taxes and penalties	-	-	546,943,315
Accrued interest	634,857	61,292	-
Total assets	623,180,387	112,725,104	$ 675,777,649
Liabilities:			
Unremitted tax collections due to other governments and agencies	-	-	$ 76,321,499
Taxes payable to others upon collection	-	-	546,943,315
Unremitted payroll tax and withholdings	-	-	5,447,726
Funds held in trust for others	-	-	47,065,109
Total liabilities	-	-	$ 675,777,649
Net position restricted for:			
Pension benefits	623,180,387	-	
Other post employment benefits	-	112,725,104	
Total net position	$ 623,180,387	$ 112,725,104	

See accompanying notes to financial statements.

Cobb County, Georgia
Fiduciary Funds
Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended September 30, 2017

	Pension Trust Fund	OPEB Trust Fund
	Employee Retirement System	Other Post Employment Benefits
Additions		
Contributions:		
Employer	$ 44,749,719	$ 15,571,652
Employee	12,461,897	1,574,594
Total contributions	57,211,616	17,146,246
Investment earnings:		
Net appreciation (depreciation) in fair value of assets	66,707,827	10,828,010
Interest	10,746,210	2,515,158
Total investment earnings	77,454,037	13,343,168
Less investment expense	(1,355,986)	(97,248)
Net investment earnings	76,098,051	13,245,920
Miscellaneous revenue	69,649	-
Total additions	133,379,316	30,392,166
Deductions		
Administrative expenses	433,703	-
Benefits and claims	62,848,129	15,446,247
Total deductions	63,281,832	15,446,247
Change in net position	70,097,484	14,945,919
Net position		
Beginning of year	553,082,903	97,779,185
End of year	$ 623,180,387	$ 112,725,104

See accompanying notes to financial statements.

COBB COUNTY, GEORGIA
INDEX TO NOTES TO FINANCIAL STATEMENTS
September 30, 2017

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Note 1. Summary of Significant Accounting Policies

The financial statements of Cobb County, Georgia have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. Reporting Entity

The financial statements of the reporting entity include those of Cobb County, Georgia (the primary government) and its component units. Blended component units are, in substance, part of the County's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. The discretely presented component units are reported in separate columns in the government-wide statements to emphasize they are legally separate from the primary government.

1. Blended component units

The Cobb-Marietta Coliseum and Exhibit Hall Authority is a corporate and political body created and existing under the laws of the State of Georgia. The Authority was established for the general purpose of developing and promoting cultural growth, public welfare, education and recreation. The Authority operates and maintains a multi-use exhibit hall and convention facility, a performing arts center, and a specialty mall in Cobb County. The majority of the Authority's board members are appointed, either directly or indirectly, by the Cobb County Board of Commissioners. The Authority's debt is expected to be paid almost entirely with resources of the County. The Authority is prohibited from issuing bonded debt without the approval of the Board of Commissioners. The fiscal year of the Authority is September 30th. Complete financial statements of the Authority can be obtained directly from their administrative offices at Cobb-Marietta Coliseum and Exhibit Hall Authority, Two Galleria Parkway, Atlanta, Georgia 30339.

The South Cobb Redevelopment Authority's (SCRA) purpose is to revitalize and redevelop areas that have been underinvested or underutilized in the past. The overall intent is to promote and create favorable location for trade, commerce, industry, and employment opportunities. The SCRA has the authority to issue bonds to assist in financing infrastructure improvements that will foster economic growth and vitality in South Cobb. The SCRA Board consists of seven members, four of which are appointed by the Cobb County Board of Commissioners and each member serves a four year term. The Authority's debt is expected to be paid almost entirely with resources of the County. The fiscal year of the Authority is September 30th.

2. Discretely presented component units

ArtsBridge Foundation, Inc. is a discretely presented component unit of the Cobb-Marietta Coliseum and Exhibit Hall Authority. Accordingly, it is also a component unit of Cobb County. The Foundation is a legally separate corporation organized pursuant to the provisions of the Georgia Nonprofit Corporation Code, and is qualified as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code. The Foundation was organized for the purpose of receiving contributions and making grants and distributions to the Authority to support the construction and operation of the Performing Arts Centre. The Foundation's Board of Directors are appointed by and are subject to removal by the Authority. The fiscal year of the Foundation is September 30th. Complete financial statements of the Foundation can be obtained directly from their administrative offices at ArtsBridge Foundation, Inc., Two Galleria Parkway, Atlanta, Georgia 30339.

Note 1. Summary of Significant Accounting Policies (Continued)

The Cobb County Board of Health was created by a state legislative act. During the fiscal year ended June 30, 2017, it operated under an eight member board and a full-time executive director. The Board of Health was established to provide various health related programs such as immunization, family planning, dental treatment, and nutrition services. The members of the Board of Health are jointly appointed by the County Commissioners, one municipality and two school districts. The Board of Health's operational budget must be approved by the Board of Commissioners. The information presented for the Cobb County Board of Health is as of and for the year ended June 30, 2017. Complete financial statements of the Board of Health can be obtained directly from their administrative offices at Cobb County Board of Health, 1650 County Services Parkway, Marietta, Georgia 30008.

B. Government-Wide Statements and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the nonfiduciary activities of the primary government and its component units. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's water functions and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are presented on a consolidated basis by column, and are reflected on a full accrual, economic resource basis which recognizes all long-term assets and receivables as well as long-term debt and obligations. The County's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position.

The government-wide Statement of Activities reports both the gross and net cost of each of the County's functions and business-type activities. The functions are also supported by general governmental revenues which include taxes, interest revenue and other items not properly included among program revenues. The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues include charges to customers for goods, services or privileges provided, operating grants and contributions, and capital grants and contributions. Program revenues must be directly associated with the function or business-type activity. Operating grants include operating-specific and discretionary grants while the capital grants reflect capital-specific grants. The net cost (by function or business-type activity) is normally covered by general revenue.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Note 1. Summary of Significant Accounting Policies (Continued)

C. Measurement focus, basis of accounting, and financial statement presentation

The measurement focus describes the type of transactions and events that are reported in a fund's operating statement. Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting,* as are the proprietary and fiduciary funds financial statements. The agency funds financial statements are reported using no measurement focus.

Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The emphasis in fund financial statements is on major funds in either the governmental or business-type activity categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures/expenses of either fund category or the governmental and enterprise categories combined) for the determination of major funds. County management may electively add funds as major funds, when it is determined the funds have specific community or management focus.

The focus of the governmental funds' measurement in the funds' statement is upon determination of financial position and changes in financial positions (sources, uses, and balances of financial resources) rather than upon net income. Governmental funds financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting.* Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The County considers all revenue except intergovernmental revenue as available if it is collected within 60 days after year-end. Intergovernmental revenue is considered available if it is collected within 9 months after year end. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made within thirty days subsequent to year end.

Those revenues susceptible to accrual are property taxes, sales taxes, licenses, interest revenue and charges for services. Sales taxes collected and held by the state at year-end on behalf of the government also are recognized as revenue. Fines are not susceptible to accrual because generally they are not measurable until received in cash.

The County uses the following major funds:

1. Major Funds:

A. Governmental Funds:

1. The **General Fund** is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
2. The **Fire District Fund** is used to account for monies received from a specific property tax levy and the operation of the fire department within the County.

Note 1. Summary of Significant Accounting Policies (Continued)

3. The **CMCEHA Stadium Construction Fund** is used to account for the construction of the stadium and the issuance of the Cobb-Marietta Coliseum and Exhibit Hall Authority Series 2015 Revenue Bonds.
4. The **SPLOST Fund** is used to account for the proceeds of a 1 percent local option sales tax for various capital projects throughout the County.

B. Business-type Funds:

The **Water and Sewer Fund** accounts for the operating revenues and expenses of the water distribution system and sewage processing plants.

2. Internal Service Fund:

The **Claims Internal Service Fund** provides self-funding for casualty, liability, medical and dental claims and workmen's compensation.

3. Fiduciary Fund Types:

A. **Agency Funds** account for Clerk of State Court, Clerk of Juvenile Court, Sheriff, Clerk of Superior Court, Clerk of Probate Court, Tax Commissioner, Accounts Payable Fund, Payroll Fund, and Child Support, Witness and Juror's Fees are accounted for on the accrual basis of accounting and are used for assets held by the government as an agent for individuals, private organizations, and other governments.

B. The **Pension and OPEB Trust Funds are** used to account for activities related to the public employees' retirement system and other post employment benefits in a defined benefit plan. The County maintains Employee Retirement System Trust Funds that accounts for the accumulation of resources for pension benefit payments to eligible employees.

The focus for proprietary fund measurement is upon determination of operating income, changes in net position, financial position and cash flow. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for the enterprise funds and the internal service fund include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. The generally accepted accounting principles applicable are those similar to business in the private sector.

The County's Internal Service Fund is presented in the proprietary funds financial statements. Because principal users of internal services are the County's governmental activities, the financial statement of the Internal Service Funds are consolidated into the Governmental column when presented in the government-wide financial statements. To the extent possible, the costs of these services are reported in the appropriate functional activity.

The County's fiduciary funds are presented in the fiduciary fund financial statements by type. Since by definition, these assets are held for the benefit of a third party and cannot be used to address activities or obligations of the County, these funds are not incorporated into the government-wide statements.

Note 1. Summary of Significant Accounting Policies (Continued)

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first and then unrestricted resources as available.

D. Budgets

Budgets are adopted on a basis consistent with generally accepted accounting principles except encumbrances are treated as budgeted expenditures in the year of the incurrence of the commitment to purchase. Accordingly, encumbrances are included as budgetary expenses in two different years. Annual appropriated budgets are adopted for the General Fund, the CMCEHA Debt Service Fund, the BOC Debt Service Fund, and all the Special Revenue Funds except project-length budgets are adopted for the Grant Fund and the Housing and Urban Development Grant Fund. Project-length financial plans are adopted for the Capital Projects Funds. All encumbered appropriations are carried forward in the following year's budget.

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting – under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation – is utilized in the governmental funds. Encumbrances outstanding at year-end do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. See Note 23 for additional information about encumbrances.

E. Cash and Cash Equivalents and Investments

For purposes of the statement of cash flows, the proprietary fund type considers all highly liquid investments with a remaining maturity of three months or less when purchased to be cash equivalents.

Cash includes amounts in demand deposits, certificates of deposit, and money market accounts. Statutes authorize the County to invest in U.S. Government obligations, U.S. Government agency obligations, State of Georgia obligations of other counties, municipal corporations and political subdivisions of the State of Georgia which are rated "AA" or better by Moody's Investors Service, Inc., negotiable certificates of deposit issued by any bank or trust company organized under the laws of any state of the United States of America or any national banking association, repurchase agreements when collateralized by U.S. Government or agency obligations, and pooled investment programs sponsored by the State of Georgia for the investment of local government funds. The Pension Trust Fund is also authorized to invest in corporate bonds, domestic common stocks, equity real estate, and international common stocks through pooled investment accounts.

The County's investment policy is to apply the "prudent person" standard and shall be applied in the context of managing an overall portfolio. The "prudent person" standard is herewith understood to mean the following: "Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived."

It is also the policy of Cobb County to purchase securities only from those broker/dealers and banks that are included on the County's bid list as approved by the Finance Director-Comptroller. The approved list will be developed in accordance with these Investment Policies.

Note 1. Summary of Significant Accounting Policies (Continued)

Funds of Cobb County will be invested in compliance with the provisions of Georgia Code Section 36-83-4 and in accordance with these policies and written administrative procedures. Certain funds have outstanding bond issues which have specific investment policies contained within the bond ordinances and official statements. Those policies will be adhered to and are not in conflict with the terms of the investment policy.

In accordance with GASB 31, investments are stated at fair value. Fair value of the external investment pool, Georgia Fund 1, is equal to the value of the pool shares. See Note 3 for additional information regarding cash and investments.

F. Restricted Assets

Certain proceeds of the County's governmental and business-type revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets because they are maintained in separate accounts and their use is limited by applicable bonds covenants.

The restricted assets in the County's Fire District and SPLOST funds includes cash restricted for construction. The County's governmental funds report restricted assets in the CMCEHA Stadium Construction Fund which are bonds proceeds held in a separate account until monies are spent according to bond covenants. The nonmajor special revenue funds' restricted cash are restricted for the purposes of the fund and also for asset renewals and replacements. The SCRA Construction Fund's restricted assets are restricted for construction and redevelopment in the Six Flags Special Purpose District. The CMCEHA Debt Service Fund's and the BOC Debt Service Fund's restricted assets are accumulated for future debt service requirements. The restricted assets in the County's Stadium Construction and Parks Bond Land Acquisition capital project funds are restricted for construction.

The County's restricted assets in the Water and Sewer Enterprise Fund includes cash and customer deposits which are held in a separate account until monies are spent according to the bond covenants. Deposits from event ticket sales and monies for debt service are restricted cash in the Performing Arts Centre and are remitted to the promoter or performers upon settlement following the event. The Galleria Specialty Shops Fund's restricted assets are security deposits from shop tenants and are returned to the tenants upon termination of their lease.

See Note 4 for additional information regarding restricted assets.

G. Interfund Receivables/Payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in the applicable governmental fund to indicate that they are not available for appropriation and are not expendable available financial resources. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Note 1. Summary of Significant Accounting Policies (Continued)

H. Inventories

Inventories are valued at cost in the Governmental Fund types and at the lower of cost (first-in, first-out) or market in the Proprietary Fund types. Inventories in the Governmental funds and Enterprise funds consist of expendable supplies held for consumption and items needed for repairs or improvements to the utility system.

The cost is recorded as an asset at the time the individual items are purchased. Reported inventories in the Governmental funds are equally offset by a fund balance reserve, which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. The consumption method is used to account for inventories within the County's governmental and proprietary fund types.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond September 30, 2017 are recorded as prepaid items.

J. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. The County has fully implemented the retroactive reporting of infrastructure.

Capital assets of the primary government, as well as the component unit, are depreciated using the straight line method over the following useful lives:

Assets	Years
Buildings and structures	25 – 50
Improvements other than buildings	20
Machinery and equipment	4 – 10
Sewerage Plants	10 – 50
Infrastructure	10 – 50

Note 1. Summary of Significant Accounting Policies (Continued)

K. Compensated Absences

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Accumulated sick pay benefits have not been recorded as a liability because the payment of the benefits is contingent upon the future illness of an employee. It is not expected that any unrecorded sick pay benefits will exceed a normal year's accumulation.

In accordance with the provisions of Statement of Financial Accounting Standards No. 16, "Accounting for Compensated Absences," no liability is recorded for nonvesting accumulating rights to receive sick pay bonuses.

L. Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of applicable bond premiums or discounts. Bond issuance costs are recognized as an outflow of resources in the reporting period in which they are incurred.

Debt refunding gains and losses are reported as deferred inflows or outflows of resources on the statements of net position. These gains and losses are deferred and amortized over the shorter of the life of the refunding debt (new debt) and the refunded debt (the old debt).

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

M. Categories and Classifications of Fund Balance

The County implemented GASB 54 during fiscal year 2010 [Note 10. Fund Balance Determinations and Classifications]. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints imposed upon the use of the resources reported in governmental funds. Fund balance classifications, under GASB 54, are Nonspendable, Restricted, Committed, Assigned, and Unassigned.

N. Interfund Transactions

All interfund services provided and used are reported as transfers.

Note 1. Summary of Significant Accounting Policies (Continued)

O. Contributed Capital and Capital Contributions – Proprietary Funds

Grants, entitlements and shared revenues restricted for the acquisition or construction of capital assets were recorded as contributed capital prior to the implementation of GASB 33, *Accounting and Financial Reporting for Nonexchange Transactions*. As required by GASB 33, the County has recognized capital contributions as revenue rather than as contributed capital.

P. Net Position

The net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. The net position component, net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e., the amount that the County has not spent) for the acquisition, construction or improvement of those assets. The net position is reported as restricted when there are limitations imposed by creditors, grantors, contributors or laws or regulations of other governments. The balance of the net position is reported as unrestricted.

Q. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources until then. The County has two items that qualify for reporting in this category. They are the deferred charge on refunding reported in the government-wide statement of net position and the deferred outflows of resources relating to pension reported in the government-wide and proprietary funds Statements of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has two items that qualify for reporting in this category in the government-wide and proprietary funds statements of net position and one item in the governmental funds balance sheet. Deferred gains on refunding are reported as deferred inflows of resources in the statements of net position and the deferred inflows of resources relating to pension reported in the government-wide and proprietary funds statements of net position. The governmental funds report unavailable revenues from property taxes as deferred inflows of resources in the governmental fund balance sheet. These amounts are deferred and recognized as inflows of resources in the period that the amounts become available.

R. Management Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflow of resources, liabilities, deferred inflows of resources, and the disclosure of contingent liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Note 2. Budgetary Information

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

A. Prior to August 1, the Chairman of the Board of Commissioners and the County Manager submit to the Board of Commissioners a proposed operating budget and capital projects budget for the fiscal year commencing the following October 1. The operating and capital projects budgets include proposed expenditures and the means of financing them.

B. Public hearings are conducted to obtain taxpayer comments.

C. At a date no later than the second Board meeting of September, the budget is formally approved.

D. All budget transfers must be approved by the Budget Administrator, County Manager and/or the Board of Commissioners depending on the type and/or amount of expenditure:

Budget Transfer	Approval Required
1 From overtime and part-time to operating and capital or between overtime and part-time.	Budget Administrator
2 Within operating expenditures in a department.	Budget Administrator
3 From operating expenditures to capital.	Budget Administrator
4 From capital to operating expenditures.	Budget Administrator
5 No budget transfers are to be made between the regular salaries and overtime and part-time budget or the operating expenditures budget in a department without Board approval.	
6 No budget transfers are to be made between the regular salaries and overtime and part-time budget or the capital budget in a department without Board approval.	

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each legally adopted annual operating budget is at the category level within departments.

Formal budgetary integration is employed as a management control device during the year for the General and Debt Service Funds. Annual budgets are also adopted for the Fire District, Law Library, Community Services, Hotel/Motel Tax, Emergency 911, Parking Deck Facility, 800 MHz, Streetlight District, Six Flags Special Purpose District, Cumberland Special Service District 1, Cumberland Special Service District 2, CMCEHA, Stadium Capital Maintenance Fund Special Revenue Funds, and the CMCEHA Debt Service Fund. The Grant Fund and Housing and Urban Development Special Revenue Funds have project length adopted budgets that differ from the County's fiscal year end. Budgets for the General, Debt Service and certain Special Revenue funds are adopted on the modified accrual basis except that encumbrances are treated as budgetary expenditures in the year of the incurrence of the commitment to purchase. Actual GAAP expenditures have been adjusted to the non-GAAP budgetary basis for budgetary comparison within this report. Because there were no encumbrances outstanding at the end the year in the CMCEHA Debt Service Fund, BOC Debt Service Fund, Community Service Fund, Hotel Motel Fund, 800MHz Fund, Streetlight District, Six Flags Special Service District, Cumberland Special Service District 1, Cumberland Special Service District 2, CMCEHA Fund, and the Stadium Capital Maintenance Fund the budgets for these funds are presented on a GAAP basis.

Note 2. Budgetary Information (Continued)

Budgeted amounts are as originally adopted, or as amended, by the Board of Commissioners. Individual amendments were not material in relation to the original appropriations that were amended. Unencumbered appropriations lapse at year-end. There were no material supplementary appropriations made during the year.

The actual results of operations on the budgetary basis are presented in the Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (Budgetary Basis) for the General, and the major Special Revenue funds in order to provide a meaningful comparison of actual results with the budget. Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual are presented as supplementary information for certain nonmajor governmental funds. The major difference between the budget basis and GAAP is that encumbrances are recognized as expenditures for budgetary purposes. All encumbered appropriations are carried forward in the following year's budget. Accordingly, encumbrances are included as budgetary expenses in two different years. Adjustments necessary to convert the results of operations and fund balances at the end of the year on the budgetary basis to the GAAP basis are as follows:

	Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses		
	General Fund	Fire District Fund	Nonmajor Special Revenue Funds
Budgetary Basis	$ (17,451,883)	$ (7,111,126)	$ 7,494,593
Encumbrances 9/30/17	4,878,764	5,666,339	137,599
Grant-length Plans	-	-	(567,159)
GAAP Basis	$ (12,573,119)	$ (1,444,787)	$ 7,065,033

	Fund Balances at End of Year		
	General Fund	Fire District Fund	Nonmajor Special Revenue Funds
Budgetary Basis	$ 85,266,773	$ 28,170,869	$ 40,360,534
Encumbrances 9/30/17	4,878,764	5,666,339	137,599
Grant-length Plans	-	-	1,026,304
GAAP Basis	$ 90,145,537	$ 33,837,208	$ 41,524,437

Note 3. Cash and Cash Equivalents and Investments

A. Primary Government and Fiduciary Funds

Concentration of Credit Risk

No more than 40% of the entire invested portfolio may be placed with any one bank or security dealer. The longer the maturity of a particular investment, the greater its susceptibility to market price and credit losses. The County seeks to limit such risk by maintaining conservative maturities that are within guidelines

Note 3. Cash and Cash Equivalents and Investments (Continued)

recommended by the Government Finance Officers Association (GFOA). These guidelines generally recommend avoiding securities with maturities beyond five years unless the investment is matched and held to a specific maturity.

Custodial credit risk – deposits and investments

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The County has no formal policy, but reduces its exposure to custodial credit risk by requiring deposits and investments to be collateralized in accordance with State law. State statutes require all deposits and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties or municipalities. At September 30, 2017, $4,889,321 of the County's deposits, which are not considered to be public funds, were exposed to custodial credit risk as they were uninsured and uncollateralized. As of September 30, 2017, $524,316 of the County's agency fund's public deposits were exposed to custodial credit risk as they were uninsured and uncollateralized.

Investments are made in accordance with state law and the County's Investment Policy that requires that bank balances be 110% collateralized and that all investments be acquired on a "delivery vs. payment" basis, thereby providing maximum protection to the County.

As of September 30, 2017, the County's reporting entity had the following investments:

Type of Investment	Rating	Fair Value	Investment Maturities (in Years)			
			Less than 1	1-5	6-10	More than 10
PRIMARY GOVERNMENT						
Georgia Fund I	AAA	$ 198,064,798	$ 198,064,798	$ -	$ -	$ -
U.S. Agencies	AAA	71,985,904	-	71,985,904	-	-
Money Market Mutual Funds		513,382	513,382	-	-	-
Total Primary Government (non-fiduciary)		$ 270,564,084	$ 198,578,180	$ 71,985,904	$ -	$ -
FIDUCIARY FUNDS						
Pension Trust Fund:						
Common Stocks		$ 176,195,832	n/a	n/a	n/a	n/a
Mutual Funds		384,730,902	384,730,902	-	-	-
Bond Corp.	AAA	1,403,971	-	531,836	872,135	-
	AA	6,603,126	1,701,944	3,059,579	1,279,472	562,131
	A	21,785,141	909,707	12,300,538	3,502,421	5,072,475
	BBB	9,119,247	1,325,286	4,195,064	1,429,073	2,169,824
Government and Agency Bonds	Not Rated	10,976,393	-	1,305,110	4,262,520	5,408,763
Georgia Fund I	AAA	133,596	133,596	-	-	-
Money Market		11,597,322	11,597,322	-	-	-
Total Pension Trust Fund		$ 622,545,530	$ 400,398,757	$ 21,392,127	$ 11,345,621	$ 13,213,193

Note 3. Cash and Cash Equivalents and Investments (Continued)

Type of Investment	Rating	Fair Value	Investment Maturities (in Years)			
			Less than 1	1-5	6-10	More than 10
OPEB Trust Fund:						
Common Stocks		$ 27,051,713	n/a	n/a	n/a	n/a
Mutual Funds		73,356,221	73,356,221	-	-	-
Money Market		6,077,103	6,077,103	-	-	-
Bond Corp.	AAA	43,253	-	-	-	43,253
	AA	425,813	-	-	177,327	248,486
	A	3,473,778	175,159	1,791,836	833,868	672,915
	BBB	2,235,931	268,147	1,022,610	834,882	110,292
Total OPEB Trust Fund		$ 112,663,812	$ 79,876,630	$ 2,814,446	$ 1,846,077	$ 1,074,946

Investments of the primary government and fiduciary funds include $198,578,180 and $133,596 grouped in cash and cash equivalents and exclude $2,200,000 of nonnegotiable certificates of deposits.

Credit Risk – Investments

As of September 30, 2017 the County's investment in U.S. Agencies that are implicitly guaranteed were as follows: Federal National Mortgage Association $14,493,159, Federal Home Loan Bank $26,823,259, Federal Home Loan Mortgage Corporation $10,972,011, Federal Farm Credit Banks $13,683,689, United States Treasury $4,015,782, and Federal Agricultural Mortgage Corporation $1,998,004. All of the U.S. Agencies that the County has investments with are rated AAA.

Interest Rate Risk – Investments

As a means of limiting its exposure to fair value losses arising from rising interest rates, the County's investment policy limits the pension investments to the following maximum percentages: Domestic securities 65%, Non-domestic securities 15%, and Fixed income investments and Cash 40%.

The Office of State Treasurer is the oversight agency for Georgia Fund I.

In fiscal year 2016, the County adopted GASB Statement No. 72 (GASB 72), *Fair Value Measurement and Application*. GASB 72 was issued to address accounting and financial reporting issues related to fair value measurements.

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. Fair value is the exchange price that would be received for an asset (exit price) in the principal or most advantageous market for an asset in an orderly transaction between market participants on the measurement date. There are three levels of inputs that may be used to measure fair values:

Level 1 inputs utilize quoted prices (unadjusted) in active markets for identical assets that the County has the ability to access.

Level 2 inputs are inputs other than quoted prices included in Level 1 that are observable for the asset in active markets, as well as inputs that are observable for the asset (other than quoted prices), such as interest rates, foreign exchange rates and yield curves that are observable at commonly quoted intervals.

Note 3. Cash and Cash Equivalents and Investments (Continued)

Level 3 inputs are unobservable inputs for the asset which are typically based on the County's own assumptions, as there is little, if any, related market activity.

The County's recurring fair value measurements as of September 30, 2017 are as follows:

		Fair Value Measurement Using		
		Level 1	Level 2	Level 3
PRIMARY GOVERNMENT				
Georgia Fund 1	$ 198,064,798	$ 198,064,798	$ -	$ -
US Agencies	71,985,904	-	71,985,904	-
Money Market Mutual Funds	513,382	513,382	-	-
Total Primary Government (non-fiduciary)	$ 270,564,084	$ 198,578,180	$ 71,985,904	$ -
FIDUCIARY FUNDS				
Pension Trust Fund:				
Common Stocks	$ 176,195,832	$ 176,195,832	$ -	$ -
Mutual Funds	384,730,902	384,730,902	-	-
Bond Corp.	38,911,485	-	38,911,485	-
Government and Agency Bonds	10,976,393	-	10,976,393	-
Georgia Fund I	133,596	133,596	-	-
Money Market	11,597,322	11,597,322	-	-
Total Pension Trust Fund	$ 622,545,530	$ 572,657,652	$ 49,887,878	$ -
OPEB Trust Fund:				
Common Stocks	$ 27,051,713	$ 27,051,713	$ -	$ -
Mutual Funds	73,356,221	73,356,221	-	-
Money Market	6,077,103	6,077,103	-	-
Bond Corp.	6,178,775	-	6,178,775	-
Total Pension Trust Fund	$ 112,663,812	$ 106,485,037	$ 6,178,775	$ -

B. Discretely Presented Component Units

1. Cobb County Board of Health

Custodial credit risk is the risk that in the event of a bank failure, the Board's deposits may not be returned to it. The Board limits its exposure to custodial credit risk by requiring deposits to be collateralized at 110% in accordance with state law. As of June 30, 2017, the Board was not exposed to custodial credit risk.

The following is a summary of the Board's investments at June 30, 2017:

Description	Rating	Fair Value	Weighted Average Maturity
Georgia Fund I	AAAf	$ 254,749	26 days
Money market	-	2,766,539	n/a

Note 3. Cash and Cash Equivalents and Investments (Continued)

2. ArtsBridge Foundation

The ArtsBridge Foundation, Inc. maintains deposits which are not public funds. As of September 30, 2017, $140,339 of the Foundation's bank balance was exposed to custodial credit risk as it was uninsured and uncollateralized.

Note 4. Restricted Assets

Restricted assets at September 30, 2017 are as follows:

Governmental Funds		
Fire District Fund:		
Restricted for construction	$	15,935,199
CMCEHA Stadium Construction Fund:		
Restricted for construction		5,273
SPLOST Fund:		
Restricted for construction		186,235,066
Nonmajor Special Revenue Funds:		
Restricted for renewal and expansion		17,563,199
Restricted for debt service		2,955,651
Restricted for special programs		10,853,609
Nonmajor Capital Project Funds:		
Restricted for construction		32,126,492
Nonmajor Debt Service Funds:		
Restricted for debt service		15,409,569
Total governmental activities	$	281,084,058
Enterprise Funds		
Water and Sewer Fund:		
Customer deposits	$	6,704,532
Unspent bond proceeds		387,056
Restricted for renewal and expansion		48,205,400
Nonmajor Enterprise Funds:		
Security deposits		50,526
Ticket sales deposits		1,489,742
Restricted for debt service		628,045
Total enterprise funds	$	57,465,301

Note 5. Capital Assets

Capital asset activity for the year ended September 30, 2017 was as follows:

Primary Government:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 1,074,485,030	$ 12,447,133	$ -	$ 1,086,932,163
Construction in progress	638,354,923	243,098,643	(586,640,032)	294,813,534
Total capital assets, not being depreciated	$ 1,712,839,953	$ 255,545,776	$ (586,640,032)	$ 1,381,745,697
Capital assets, being depreciated:				
Buildings	$ 594,195,014	$ 544,967,600	(51,869)	$ 1,139,110,745
Improvements other than buildings	41,535,626	16,661,343	-	58,196,969
Machinery and equipment	328,414,667	16,310,122	(921,157)	343,803,632
Infrastructure	2,752,482,530	55,139,538	-	2,807,622,068
Total capital assets, being depreciated	$ 3,716,627,837	$ 633,078,603	$ (973,026)	$ 4,348,733,414
Less accumulated depreciation for:				
Buildings	$ (175,567,881)	$ (21,890,447)	13,246	$ (197,445,082)
Improvements other than buildings	(22,985,754)	(2,164,357)	-	(25,150,111)
Machinery and equipment	(247,619,303)	(21,441,521)	850,521	(268,210,303)
Infrastructure	(1,187,021,937)	(69,430,035)	-	(1,256,451,972)
Total accumulated depreciation	$ (1,633,194,875)	$ (114,926,360)	$ 863,767	$ (1,747,257,468)
Total capital assets, being depreciated, net	2,083,432,962	518,152,243	(109,259)	2,601,475,946
Governmental activities capital assets, net	$ 3,796,272,915	$ 773,698,019	$ (586,749,291)	$ 3,983,221,643

Note 5. Capital Assets (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land and improvements	$ 82,877,803	$ 1,203,947	$ -	$ 84,081,750
Artwork	198,750	-	-	198,750
Construction in progress	404,131,235	27,285,268	(35,055,936)	396,360,567
Total capital assets, not being depreciated	$ 487,207,788	$ 28,489,215	$ (35,055,936)	$ 480,641,067
Capital assets, being depreciated:				
Buildings and structures	$ 158,318,639	$ 108,742	-	$ 158,427,381
Sewerage plants	840,593,998	3,741,289	-	844,335,287
Machinery and equipment	115,483,825	12,227,581	(10,687,203)	117,024,203
Infrastructure:				
Sewer lines	558,127,921	7,678,414	-	565,806,335
Water lines and meters	462,708,715	32,874,131	-	495,582,846
Total capital assets, being depreciated	$ 2,135,233,098	$ 56,630,157	$ (10,687,203)	$ 2,181,176,052
Less accumulated depreciation for:				
Buildings and structures	$ (42,043,502)	$ (3,739,390)	-	$ (45,782,892)
Sewerage plants	(353,534,977)	(19,091,661)	-	(372,626,638)
Machinery and equipment	(81,694,401)	(5,974,433)	10,683,623	(76,985,211)
Infrastructure:				
Sewer lines	(226,386,175)	(10,714,422)	-	(237,100,597)
Water lines and meters	(195,932,345)	(10,695,506)	-	(206,627,851)
Total accumulated depreciation	$ (899,591,400)	$ (50,215,412)	$ 10,683,623	$ (939,123,189)
Total capital assets, being depreciated, net	1,235,641,698	6,414,745	(3,580)	1,242,052,863
Business-type activities capital assets, net	$ 1,722,849,486	$ 34,903,960	$ (35,059,516)	$ 1,722,693,930

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

Governmental activities:	
General government	$ 8,405,603
Public safety	18,354,670
Public works	71,713,103
Health and welfare	79,509
Culture and recreation	15,335,952
Housing and development	1,018,301
Capital assets held by the government's internal service fund are charged to the various function based on their usage of the assets	19,222
Total depreciation expense - governmental activities	$ 114,926,360
Business-type activities:	
Water and Sewer	$ 42,621,083
Cobblestone Golf Course	30,549
Public Transit System	4,546,330
Solid Waste Disposal	397,312
Performing Arts Centre	2,430,380
Galleria Specialty Shops	189,758
Total depreciation expense - business-type activities	$ 50,215,412

Note 6. Risk Management

The County established a risk management program for casualty, liability and medical claims in 1985. Premiums are paid into the Claims Internal Service Fund by other funds and are available to pay claims and administrative costs. The County is self-insured up to $650,000 per occurrence for workers' compensation. Amounts exceeding this are covered by an excess workers' compensation policy. Over the past several years, the County has increased various coverage limits. The County's current coverage limits are as follows: $750,000,000 in property insurance, $10,000,000 in aviation liability, $5,000,000 in crime coverage, $3,000,000 in privacy/cyber liability, $20,000,000 in fiduciary coverage. The County is self-funded for automobile and general liability claims up to $2,000,000. The County has $20,000,000 in excess liability coverage for liability claims above the self-funded amount.

The County has not experienced any significant decreases in insurance coverage from the previous year nor has it paid any settlements in excess of insurance coverage in the past three fiscal years. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can reasonably be estimated. Liabilities include an amount for claims that have been incurred but not reported. Incurred but not reported claims of $14,025,068 have been accrued as a liability in the Claims Internal Service Fund based primarily upon a County and actuary's estimate. The entire liability is estimated to be current. Interfund premiums are based primarily upon the insured funds' claims experience.

September 30	Beginning Balance	Claims Incurred	Claims Paid	Ending Balance
2008	$ 19,481,501	$ 38,284,749	$ 44,239,340	$ 13,526,910
2009	13,526,910	39,263,098	42,701,479	10,088,529
2010	10,088,529	46,505,221	44,698,738	11,895,012
2011	11,895,012	47,962,483	45,824,572	14,032,923
2012	14,032,923	46,067,749	46,601,163	13,499,509
2013	13,499,509	46,199,945	48,190,147	11,509,307
2014	11,509,307	53,910,949	53,309,281	12,110,975
2015	12,110,975	54,121,966	53,089,267	13,143,674
2016	13,143,674	58,198,314	56,912,384	14,429,604
2017	14,429,604	58,594,744	58,999,280	14,025,068

Note 7. Leases

A. Operating Leases

The County has several operating leases for equipment that are not material.

B. Capital Leases

Cobb County is obligated under capital leases initiated in current and prior years covering various types of equipment and building improvements.

Note 7. Leases (Continued)

The assets acquired through capital leases are as follows:

	Total Governmental Activities	Total Business-type Activities
Land	$ 3,584,101	$ -
Building	2,928,867	-
Machinery and equipment	13,624,461	-
Less: Accumulated depreciation	(6,844,836)	-
Total	$ 13,292,593	$ -

Amortization expense of assets recorded under capital leases is included with depreciation expense.

The following is a schedule of the future minimum lease payments together with the present value of the net minimum lease payments as of September 30, 2017:

	Total Governmental Activities
2018	$ 5,634,954
2019	5,965,727
2020	5,965,727
2021	2,637,109
Total minimum lease payments	$ 20,203,517
Less amounts representing interest	472,125
Present value of future minimum lease payments	$ 19,731,392

In April, 2014, a lease agreement was entered into with Dell Financial Services to finance the replacement of up to 106 personal computers in the second quarter of FY14. The lease agreement is for 48 months. The lease agreement qualifies as a capital lease and has been recorded in the Public Facilities Fund.

In July, 2015 a lease agreement was entered into with Whitney Bank to finance the purchase of radios, inclement weather equipment and police vehicles. The lease agreement is for 66 months. The lease agreement qualifies as a capital lease and has been recorded in the SPLOST Fund.

In February, 2016, a lease agreement was entered into with Bank of America to finance the purchase of public safety vehicles. The lease agreement is for 60 months. The lease agreement qualifies as a capital lease and has been recorded in the SPLOST Fund.

Note 8. Short-Term Tax Anticipation Notes

In June 2017, the County issued $60 million in tax anticipation notes to finance general operation of the County through November 2017. The notes bear interest at 2.00 percent and are due on November 30, 2017. These notes were paid on November 30, 2017 from 2017 property tax revenues collected between September and November. Total payments of principal in interest on November 30, 2017 amounted to $60,503,333.

Note 8. Short-Term Tax Anticipation Notes (Continued)

The borrowings were allocated to the General Fund and Fire District Special Revenue Fund as follows:

	Principal	Premium	Total
General Fund	$ 25,000,000	$ 118,000	$ 25,118,000
Fire District Special Revenue Fund	35,000,000	164,000	35,164,000
	$ 60,000,000	$ 282,000	$ 60,282,000

Short-term debt activity for the year ended September 30, 2017, was as follows:

	Beginning Balance	Issued	Reductions	Ending Balance
Tax Anticipation Notes	$ -	$ 60,000,000	$ -	$ 60,000,000
Premium on Notes	-	282,000	(169,947)	112,053
Total Tax Anticipation Notes Payable	$ -	$ 60,282,000	$ (169,947)	$ 60,112,053

Note 9. Long-Term Debt

A. Primary Government

Governmental Activities:	Beginning Balance (As Restated)	Additions	Reductions	Ending Balance	Amounts Due Within One Year
General Obligation Bonds:					
2008 Parks	$ 4,160,000	$ -	$ (1,975,000)	$ 2,185,000	$ 2,185,000
2007 Parks	4,130,000	-	(4,130,000)	-	-
2005 Refunding	2,200,000	-	(2,200,000)	-	-
2017 Parks	-	24,700,000	-	24,700,000	3,610,000
Revenue Bonds:					
1993 Refunding	29,280,000	-	(2,005,000)	27,275,000	2,110,000
2005 Refunding	990,000	-	(990,000)	-	-
2005 Refunding	13,255,000	-	-	13,255,000	1,030,000
2009 Refunding	9,530,000	-	(800,000)	8,730,000	825,000
2013 Refunding	38,325,000	-	(1,875,000)	36,450,000	2,015,000
2015 Stadium	376,600,000	-	(3,690,000)	372,910,000	7,440,000
2015 South Cobb Redevelopment Authority	9,630,000	-	(360,000)	9,270,000	375,000
Total bonds before discounts and premiums	$ 488,100,000	$ 24,700,000	$ (18,025,000)	$ 494,775,000	$ 19,590,000
Add:					
Unamortized bond premiums and discounts	$ 3,463,648	$ 2,880,754	$ (873,089)	$ 5,471,313	$ -
Total bonds payable	$ 491,563,648	$ 27,580,754	$ (18,898,089)	$ 500,246,313	$ 19,590,000
Capital leases	$ 25,027,811	$ -	$ (5,296,419)	$ 19,731,392	$ 5,412,079
Certificate of Participation	8,850,000	-	(435,000)	8,415,000	450,000
Revenue Anticipation Certificates	6,070,000	-	(250,000)	5,820,000	255,000
Add:					
Revenue Anticipation Certificates Premium	72,637	-	(3,632)	69,005	-
Total Revenue Anticipation Certificates	6,142,637	-	(253,632)	5,889,005	255,000
Net pension liability	503,051,894	41,908,944	(52,521,192)	492,439,646	-
Compensated absences	24,505,423	17,724,935	(15,587,707)	26,642,651	18,108,148
Total other liabilities	$ 567,577,765	$ 59,633,879	$ (74,093,950)	$ 553,117,694	$ 24,225,227
Governmental Activities Long-term Liabilities	$ 1,059,141,413	$ 87,214,633	$ (92,992,039)	$ 1,053,364,007	$ 43,815,227

Note 9. Long-Term Debt (Continued)

The Internal Service Fund predominately serves the governmental funds. Accordingly, long-term liabilities for the Internal Service Fund are included as part of the above totals for governmental activities. At year-end, $20,276 of the Internal Service Fund's compensated absences is included in the above amounts. Also, for the governmental activities, claims and judgments, net pension liability and compensated absences are generally liquidated by the General Fund, Fire District Fund, Law Library Fund, the Grant Funds, Emergency 911 Fund, and Parking Deck Facility Fund. The compensated absences of the component unit are typically liquidated in the General Fund.

Business-type Activities:	Beginning Balance (As Restated)	Additions	Reductions	Ending Balance	Due Within One Year
Revenue Bonds:					
2009 Water & Sewer Serial	$ 94,665,000	$ -	$ (5,480,000)	$ 89,185,000	$ 5,725,000
2013 Water & Sewer Serial Bond	51,300,000	-	(6,850,000)	44,450,000	7,000,000
2007 Performing Arts Centre	6,920,000	-	(515,000)	6,405,000	535,000
Total Bonds before discounts and premiums	$ 152,885,000	$ -	$ (12,845,000)	$ 140,040,000	$ 13,260,000
Add: Bond premiums	$ 5,804,486	$ -	$ (446,499)	$ 5,357,987	$ -
Total bonds payable	$ 158,689,486	$ -	$ (13,291,499)	$ 145,397,987	$ 13,260,000
Notes payable	138,736,509	-	(9,053,554)	129,682,955	9,314,257
Net pension liability	47,574,084	1,827,197	(4,760,073)	44,641,208	-
Closure and postclosure	23,677,421	-	(359,272)	23,318,149	359,272
Compensated absences	1,722,907	1,423,727	(1,298,779)	1,847,855	1,338,992
Total other liabilities	$ 211,710,921	$ 3,250,924	$ (15,471,678)	$ 199,490,167	$ 11,012,521
Business-type Activities Long-term Liabilities	$ 370,400,407	$ 3,250,924	$ (28,763,177)	$ 344,888,154	$ 24,272,521

The beginning balance of the net pension liability has been restated. See Note 27.

Bonds payable at September 30, 2017 are comprised of the following individual issues:

1. General Obligation Bonds

   $24,700,000 2017 Park serial bonds due in annual installments of $3,610,000 to $4,650,000 through January 1, 2023; interest at 4.25 to 5.00 percent ($24,700,000 outstanding). The Bonds were issued to finance the costs of acquiring park land within the County to be owned by the County for so long as any Series 2017 Bonds remain outstanding and to be used as park land in perpetuity, and paying the costs of the issuance of the Series 2017 Bonds.

   $15,000,000 2008 Park serial bonds due January 1, 2018; interest at 2.42 to 3.63 percent ($2,185,000 outstanding). The Bonds were issued to finance the costs of acquiring park land within the County to be owned by the County for so long as any Series 2008 Bonds remain outstanding and to be used as park land in perpetuity, and paying the costs of the issuance of the Series 2008 Bonds.

2. Revenue Bonds

   A. Governmental Activities

      $47,965,000 1993 serial bonds due in annual installments of $2,110,000 to $3,445,000 through October 1, 2026; interest at 5.50 to 5.625 percent ($27,275,000 outstanding). The

Note 9. Long-Term Debt (Continued)

Bonds were issued to refund a portion of the series 1991 bonds, which were issued to finance the construction of the convention center.

$13,255,000 2005 serial bonds, due in annual installments of $1,030,000 to $1,670,000 through October 1, 2027 ($13,255,000 outstanding), subject to mandatory redemption requirements beginning October 1, 2017. The term bonds come due with the applicable fixed rates from 5.25 to 5.50 percent. The Bonds were issued to refund a portion of the series 1999 bonds.

$14,335,000 2009 serial bonds due in annual installments of $825,000 to $1,130,000 through July 1, 2026; interest at 3.0 to 4.0 percent ($8,730,000 outstanding). The Bonds were issued to refund the series 1996 bonds, which were originally issued to finance the purchase of approximately eleven acres of land for future expansion capabilities.

$41,635,000 2013 refunding serial bonds due in annual installments of $2,015,000 to $4,155,000 through January 1, 2029; interest at 3.0 to 5.00 percent ($36,450,000 outstanding). The Bonds were issued to refinance the series 2004 bond issue that was originally issued to finance the construction of a new Performing Arts Centre and parking garage.

$376,600,000 2015 serial bonds due in annual installments of $7,440,000 to $ 21,270,000 through January 1, 2047; interest at 1.0 to 3.25 percent ($372,910,000 outstanding). The Bonds were issued to finance, in part the cost of acquisition, construction and equipping of the stadium project and the costs of issuance of the bonds.

$10,000,000 2015 serial bonds due in annual installments of $375,000 to $705,000 through July 1, 2035; interest at 3.0 to 4.0 percent ($9,270,000 outstanding). The Bonds were issued to finance, in part the cost of various redevelopment and infrastructure improvement projects within the Six Flags Special Purpose District.

B. Business-type Activities

$126,570,000 2009 serial bonds due in annual installments of $5,725,000 to $9,350,000 through July 1, 2029; interest at 3.00 to 4.25 percent ($89,185,000 outstanding). The Bonds were issued to finance a portion of certain additions, betterments, replacements, extensions and improvements to the County's water and sewerage facilities and to pay expenses necessary to accomplish the foregoing.

$10,000,000 2007 refunding serial bonds due in annual installments of $535,000 to $760,000 through January 1, 2027, originally with interest at a fixed rate of 3.99%, which was reduced to 2.88% effective June 1, 2012 ($6,405,000 outstanding). The Bonds were issued to provide additional financing for the construction, renovation, equipping, and other such activities for the Performing Arts Centre.

$71,545,000 2013 refunding serial bonds due in annual installments of $7,000,000 to $7,800,000 through July 1, 2023; interest at 2.15 percent ($44,450,000 outstanding). The Bonds were issued for the purpose of advance refunding, defeasing and optionally redeeming the County's outstanding 2003 serial bonds and paying the cost of issuance of the Series 2013 Bonds.

Note 9. Long-Term Debt (Continued)

The County has pledged future water customer revenues, net of specified operating expenses, to repay $198.1 million in water revenue bonds issued from 2009 to 2013. Proceeds from the bonds will provide financing for water and sewer infrastructure. The bonds are payable from water customer net revenues and are payable through 2029.

During the current year, principal and interest paid and total net pledged revenues were $17,599,731 and $69,735,944 respectively. The total principal and interest remaining to be paid on the bonds as of September 30, 2017 was $133,635,000 and $30,680,570 respectively.

The annual requirements to amortize all General Obligation and Revenue bonds outstanding at September 30, are as follows:

	Governmental Activities	
	General Obligation Bonds	
Year Ending September	Principal	Interest
2018	$ 5,795,000	$ 1,180,256
2019	3,800,000	959,500
2020	4,000,000	764,500
2021	4,210,000	559,250
2022	4,430,000	343,250
2023	4,650,000	116,250
	$ 26,885,000	$ 3,923,006

	Governmental Activities		Business-Type Activities	
	Revenue Bonds		Revenue Bonds	
Year Ending September	Principal	Interest	Principal	Interest
2018	$ 13,795,000	$ 19,468,964	$ 13,260,000	$ 10,769,075
2019	14,270,000	19,051,827	13,705,000	9,804,176
2020	14,820,000	18,566,631	14,165,000	8,803,976
2021	15,425,000	18,032,117	14,670,000	7,731,696
2022	16,075,000	17,441,189	15,165,000	6,615,584
2023-2027	90,305,000	76,979,835	50,760,000	16,665,300
2028-2032	63,600,000	61,016,287	18,315,000	1,175,763
2033-2037	67,335,000	47,275,800	-	-
2038-2042	81,585,000	30,836,363	-	-
2043-2047	90,680,000	10,504,127	-	-
	$ 467,890,000	$ 319,173,140	$ 140,040,000	$ 61,565,570

Note 9. Long-Term Debt (Continued)

The annual requirements to amortize all Water and Sewer Revenue Bonds outstanding at September 30, 2017 are as follows:

	Outstanding Water and Sewer Parity Bonds		
	Principal	Interest	Total
2018	$ 12,725,000	$ 4,899,075	$ 17,624,075
2019	13,150,000	4,489,176	17,639,176
2020	13,590,000	4,063,976	17,653,976
2021	14,070,000	3,591,696	17,661,696
2022	14,540,000	3,100,584	17,640,584
2023-2027	47,245,000	9,360,300	56,605,300
2028-2029	18,315,000	1,175,763	19,490,763
	$ 133,635,000	$ 30,680,570	$ 164,315,570

The preceding information is presented in order to meet continuing disclosure requirements as set forth in the Security and Exchange Commission's Rule 15c2-12(b) (5).

3. Compliance

The 1985 Series Water and Sewerage Bond Resolution require the establishment of a Debt Service Reserve Account within the Water and Sewerage Sinking Fund in an amount at least equal to the highest annual debt service on the Series 1985 Bonds. The Resolution also authorizes Cobb County to obtain a surety bond in place of funding the Debt Service Reserve Account. The County has obtained a Municipal Bond Insurance Association bond for this purpose. However, the Series 2003 Resolution amends the Prior Resolutions and provides that commencing on December 1, 2003, there shall no longer be a Debt Service Reserve Requirement for any Bonds then outstanding. There are a number of limitations and restrictions contained in the various bond indentures. The County is in compliance with all significant limitations and restrictions.

$8,500,227 is available in the Debt Service Fund to service the general obligation bonds.

4. Prior Years' Advance Refundings

Revenue Bonds:

During the fiscal year ending September 30, 2013, the County issued Series 2013 Water and Sewer Refunding Revenue Bonds of $71,545,000 with interest rates of 2.15 percent to advance refund $78,535,000 of the 2003 Water and Sewer Revenue Bonds with interest rates of 3.0 to 5.0 percent. The 2013 Water and Sewer Refunding Revenue Bonds were issued at par. After paying the issuance costs of $407,899 the net proceeds were $71,137,101. The net proceeds from the issuance were used to purchase U.S. government securities, and those securities were deposited into an irrevocable trust with an escrow agent to provide debt service payments on the 2003 bond issue maturing in 2023. The advance refunding met the requirements of an in-substance defeasance, thus the refunded portions of the 2003 bonds are no longer included in the Water and Sewer Fund Statement of Net Position bond payable balance. The amount of defeased debt outstanding but removed from the County's records totaled $47,135,000 at September 30, 2017.

Note 9. Long-Term Debt (Continued)

5. Certificates of Participation

$10,730,000 Series 2010 Certificates of Participation is due in annual installments of $450,000 to $780,000 through January 1, 2031; interest at 2.25 to 4.00 percent ($8,415,000 outstanding). The contract obligates Cobb County to pay the debt service obligations on the Cobb County Courthouse Parking Deck Project Certificates of Participation until the bonds are repaid.

	Certificate of Participation		
	Principal	Interest	Total
2018	$ 450,000	$ 292,937	$ 742,937
2019	475,000	279,063	754,063
2020	490,000	264,588	754,588
2021	510,000	249,588	759,588
2022	535,000	233,578	768,578
2023-2027	3,005,000	888,496	3,893,496
2028-2031	2,950,000	249,000	3,199,000
Total	$ 8,415,000	$ 2,457,250	$ 10,872,250

6. Revenue Anticipation Certificates

$6,315,000 2014 Revenue Anticipation Certificates is due in annual installments of $255,000 to $410,000 through July 1, 2035; interest at 2.00 to 3.25 percent ($5,820,000 outstanding). The Certificates were issued to finance in whole or in part the costs of the design, construction and equipping of a two story building, which will be subleased to the Community Service Board through an intergovernmental agreement.

	Revenue Anticipation Certificates		
	Principal	Interest	Total
2018	$ 255,000	$ 167,700	$ 422,700
2019	260,000	162,600	422,600
2020	265,000	157,400	422,400
2021	275,000	149,450	424,450
2022	280,000	141,200	421,200
2023-2027	1,540,000	580,375	2,120,375
2028-2032	1,755,000	354,563	2,109,563
2033-2035	1,190,000	77,681	1,267,681
Total	$ 5,820,000	$ 1,790,969	$ 7,610,969

7. Notes Payable

$35,000,000 2008 Notes Payable is due in monthly installments of $195,402 through December 1, 2028; interest at 3.00 percent (with $22,365,378 outstanding). The loan is financing the construction of various water tunnels and pump stations.

Note 9. Long-Term Debt (Continued)

$35,000,000 2009 Notes Payable is due in monthly installments of $194,109 through October 1, 2022 (with one final payment of $76,256.98 payable on November 1, 2022); interest at 3.00 percent (with $11,035,148 outstanding). The loan is financing the construction of various water tunnels and pump stations. This note was restructured upon securing the 2010 Note Payable for $6,000,000.

$6,000,000 2010 Notes Payable is due in monthly installments of $33,378 [payments were $50,044] through February 1, 2030 (with one final payment of $7,778.89 payable on February 1, 2030); interest at 3.00 percent (with $4,149,933 outstanding). The loan is financing the construction of various water tunnels and pump stations. This loan represents the restructuring of the prior 2009 Note Payable for a $10,000,000 loan in which $4,000,000 was forgiven during fiscal year 2010.

$25,000,000 2010 Notes Payable is due in monthly installments of $138,649 through August 1, 2030; interest at 3.00 percent (with $17,798,150 outstanding). The loan is financing the construction of various water tunnels and pump stations.

$25,000,000 2011 Notes Payable is due in monthly installments of $134,490 through August 1, 2031; interest at 3.00 percent (with $18,342,554 outstanding). The loan is financing the construction of various water tunnels and pump stations. $750,000 of the loan was forgiven during fiscal year 2011.

$35,000,000 2011 Notes Payable is due in monthly installments of $194,109 through January 1, 2032; interest at 3.00 percent (with $27,108,644 outstanding). The loan is financing the construction of various water tunnels and pump stations.

$35,000,000 2012 Notes Payable is due in monthly installments of $179,222 through July 1, 2033; interest at 3.00 percent (with $28,883,148 outstanding). The loan is financing the construction of various water tunnels and pump stations.

	Notes Payable		
	Principal	Interest	Total
2018	$ 9,314,257	$ 3,518,053	$ 12,832,310
2019	9,583,749	3,248,561	12,832,310
2020	9,860,311	2,971,998	12,832,309
2021	10,147,331	2,684,978	12,832,309
2022	10,440,560	2,391,750	12,832,310
2023-2027	44,686,396	8,098,969	52,785,365
2028-2032	33,875,930	2,050,496	35,926,426
2033	1,774,421	15,180	1,789,601
Total	$ 129,682,955	$ 24,979,985	$ 154,662,940

Note 9. Long-Term Debt (Continued)

B. Discretely Presented Component Units

Cobb County Board of Health

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Governmental Activities:					
Net Pension Liability	$ 14,782,741	$ 2,453,821	$ -	$ 17,236,562	$ -
Compensated Absences	699,179	670,514	(646,143)	723,550	719,903
Total Long-term Liabilities	$ 15,481,920	$ 3,124,335	$ (646,143)	$ 17,960,112	$ 719,903

Note 10. Fund Balance Determinations and Classifications

A. Primary Government:

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The term "proceeds of specific revenue sources" establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund. Restricted or committed specific revenue sources should comprise a *substantial portion* of the fund's resources. If revenues are initially received in another fund, they should not be reported as revenues in the fund receiving them; instead, they should be recognized in the special revenue fund where they will be spent. The proceeds from these special revenue sources should be expected to continue to comprise a substantial portion of inflows.

Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays. Capital projects' funds exclude those types of capital related outflows financed by proprietary funds.

Note 10. Fund Balance Determinations and Classifications (Continued)

Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

The following classifications are used by the County:

1. General, Special Revenue, Debt Service, and Capital Projects Funds:

   a. *Nonspendable Fund Balance*: the portion of a fund balance that includes amounts that cannot be spent because they are either not in a spendable form [prepaid items, inventories of supplies, or loans receivable] or be legally or contractually required to be maintained intact.

   b. *Restricted Fund Balance*: the portion of a fund balance that reflects constraints placed on the use of resources other than nonspendable items that are either externally imposed by creditors [debt agreements, grantors, or laws or regulations of other governments], or be imposed by law through constitutional provisions or enabling legislation.

   c. *Committed Fund Balance*: the portion of a fund balance that includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Board of

Commissioners and remain binding unless removed in the same manner. Board of Commissioners' resolution is required in order to establish, modify or rescind a fund balance commitment. This is the highest level of authoritative action at the local level.

d. *Assigned Fund Balance*: the portion of a fund balance that includes amounts that are constrained by the government's intent to be used for specific purposes but that are neither restricted nor committed. The Commissioners have by resolution authorized the County Manager to assign fund balance.

e. *Unassigned Fund Balance*: that portion of a fund balance that includes amounts that do not fall into one of the above four categories. The General Fund is the only fund that should report a positive unassigned balance.

The County uses restricted amounts to be spent first when both restricted and unrestricted fund balances are available, unless there are legal documents/contracts that prohibit the use of restricted fund balance, such as grant agreements that require a dollar match. Additionally, the County would then use committed, assigned and lastly unassigned amounts from the unrestricted fund balance when expending funds.

The County does not have a formal minimum fund balance policy; however the Board of Commission address various targeted reserve positions and the Finance Department calculates targets and actuals and reports the results to the Board of Commissioners on an annual basis.

2. Fiduciary Funds:

   a. Reserved for employees' pension benefit – restricted for payment of future employee pension benefit distributions.

   b. Reserved for employees' other post employee benefit – restricted for payment of future employee other post employment benefit distributions.

Note 10. Fund Balance Determinations and Classifications (Continued)

The composition of the Special Programs Fund Balance Classification is as follows:

Special Program Classification: Restricted Fund Balance

Special Programs:	General Fund	Nonmajor Governmental Funds	Total
Courts	$ 1,371,303	$ -	$ 1,371,303
E-911	-	4,282,959	4,282,959
800 MHz	-	13,638	13,638
Streetlight District	-	3,531,849	3,531,849
Grants	-	1,021,196	1,021,196
Library	-	75,144	75,144
Parks	197,004	-	197,004
Cumberland Special Service District	-	2,989,489	2,989,489
Sheriff	716,725	-	716,725
CMCEHA	-	18,188,551	18,188,551
Stadium maintenance	-	2,404,088	2,404,088
Total	$ 2,285,032	$ 32,506,914	$ 34,791,946

Special Program Classification: Committed Fund Balance

Special Programs:	General Fund	Nonmajor Governmental Funds	Total
Community Development	$ 552,983	$ -	$ 552,983
Communications	1,918,002	-	1,918,002
Courts	479,810	-	479,810
General Government	280,557	-	280,557
Grant	73,452	-	73,452
Fleet	901,190	-	901,190
Information Services	542,670	-	542,670
Library	209,529	-	209,529
Parks	1,408,398	-	1,408,398
Parking Deck		51,470	51,470
Public Safety	1,402,528	-	1,402,528
Senior Services	459,811	-	459,811
Sheriff	401,002	-	401,002
Transportation	2,336,224	-	2,336,224
CMCEHA		930,411	930,411
Total	$ 10,966,156	$ 981,881	$ 11,948,037

Note 10. Fund Balance Determinations and Classifications (Continued)

Special Program Classification: Assigned Fund Balance

Special Programs:	General Fund	Nonmajor Governmental Funds	Total
Board of Commissioners	$ 210	$ -	$ 210
Community Development	25,174	-	25,174
County Manager	426	-	426
Courts	48,179	-	48,179
Grant	51,266	-	51,266
Elections	250	-	250
Extension	32,117	-	32,117
Finance	2,790	-	2,790
Fleet	160,217	-	160,217
Human Resources	19,474	-	19,474
Information Services	181,280	-	181,280
Internal Audit	381	-	381
Library	15,471	-	15,471
Medical Examiner	1,311	-	1,311
Parks	349,080	-	349,080
Parking Deck	-	50,304	50,304
Property Management	88,579	-	88,579
Public Safety	546,331	-	546,331
Purchasing	3,196	-	3,196
Senior Services	1,853	-	1,853
Sheriff	303,649	-	303,649
Tax Commissioner	1,308	-	1,308
Transportation	156,829	-	156,829
Total	$ 1,989,371	$ 50,304	$ 2,039,675

In the nonmajor funds, the Community Services Fund has a deficit fund balance of $69 and the Solid Waste Disposal Fund has a deficit net position of $17,258,261.

Note 11. Property Taxes

The County bills and collects its own property taxes and those taxes for the Cobb County School System and some municipalities within the County. Collections of the County taxes and remittance of them to the General Fund, Fire District Fund, Debt Service Fund, the school system and municipalities are accounted for in the Tax Commissioner Agency Fund. County property tax revenues are recognized when levied to the extent that they result in current receivables.

Property taxes are levied each July based on values as of January 1st and are due on October 15th each year. FY17 property taxes were levied on July 25, 2017 with taxes being due on October 16th of the same year. Collections of property taxes are made throughout the year. Liens may attach to the property for unpaid taxes at any time within three years after the due date of October 16th.

Note 12. Tax Abatements

In fiscal year 2017, the County adopted Governmental Accounting Standards Board (GASB) Statement No. 77, *Tax Abatement Disclosures*. This statement requires state and local governments to disclose tax abatement agreements entered by other governments that reduce the reporting government's tax revenues. The following information should be disclosed; (1) brief descriptive information, such as the tax being abated, the authority under which tax abatements are provided, eligibility criteria, the mechanism by which taxes are abated, provisions for recapturing abated taxes, and the types of commitments made by tax abatement recipients; (2) the gross dollar amount of taxes abated during the period; and (3) commitments made by a government, other than to abate taxes, as part of a tax abatement agreement.

Cobb County, through the Development Authority of Cobb County, allows for taxable revenue bond financing, pursuant to the Georgia Development Authorities law, under Title 36 Chapter 62 of the Official Code of Georgia, in order to promote the creation of jobs and stimulate development activity within Cobb County. The taxable revenue bond financings result in the reduction of ad valorem (real and/or personal property) taxes.

The County offers a reduction in property taxes through the structure of these financing arrangements. Specifically, the Development Authority of Cobb County, a tax exempt public organization created independently from the County, may enter into agreements with private individuals or entities in order to incentivize these businesses to build, relocate, expand, or renovate in Cobb County. The agreements involve a bond issuance and sale-leaseback transaction, whereby the Development Authority takes title to property and leases it back to the company. The business or individual is responsible for making ad valorem tax payments on its leasehold interest. The rental payments for the leasehold offset the debt service on the bonds over a fixed 10 year term, so that at the end of the incentive period the bonds are fully retired and the company regains title of the property through an option to purchase.

The Development Authority considers the fiscal impacts of a proposed project and weighs such benefits against the costs of reduced revenue impacts when considering whether to enter into a taxable revenue bond deal with an individual or entity. Generally eligible projects involve a commitment of significant capital investment and/or the creation of net new jobs to the County, which propose a favorable return on investment for the County. There are no additional commitments other than to provide favorable tax treatment. There are provisions for recapturing some portion of the value of these incentives in the event capital investment and job creation numbers are not met during the incentive period; however, the Development Authority can immediately return title to a company for a non-performing project, which cancels the incentive going forward. There are no amounts receivable from other governments.

For the fiscal year ended September 30, 2017, Cobb County abated property taxes that were levied on January 1, 2017 and due on October 15, 2017 totaling $1,301,853. Included in that amount abated, the following are individual tax abatement agreements that each exceeded 10 percent of the total amount abated:

Tax Abatement Project	% Abated	Amount of Taxes Abated
Home Depot USA	99%	$ 323,750
Home Depot-Real	100%	$ 282,018
Highwoods Reality	100%	$ 307,280
Genuine Parts	100%	$ 205,667

Note 13. Interfund Balances and Transfers

A. Primary Government

Individual fund interfund receivable and payable balances for the fiscal year ended September 30, 2017 are as follows:

Due to / from other funds:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Governmental Funds	$ 2,152,765
Nonmajor Governmental Funds	General Fund	1,340,401
	Fire District Fund	3,865,369
	Nonmajor Business-Type Funds	429,318
	Nonmajor Governmental Funds	1,104,950
		6,740,038
Nonmajor Business-Type Funds	Nonmajor Governmental Funds	2,800,000
Internal Service Fund	Nonmajor Governmental Funds	1,543,000
	General Fund	17,497,014
		19,040,014
		$ 30,732,817

All interfund balances are due either to timing differences or to the elimination of negative cash balances within the various funds. All interfund balances are expected to be repaid during the fiscal year ending September 30, 2017.

Advance from/to other funds:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Business-Type Funds	$ 2,981,022

The amounts payable to the General Fund relates to financing for cash purposes and are not subject to be repaid in the subsequent year.

Transfers:

	Transfer In							
Transfer out:	General Fund	Fire District Fund	CMCEHA Stadium Construction Fund	Water and Sewer Fund	Internal Service Fund	Nonmajor Governmental Funds	Nonmajor Business-Type Funds	Total
General Fund	$ -	$ -	$ 18,793,290	$ -	$ -	$ 10,699,222	$ 12,196,093	$ 41,688,605
Fire District Fund	-	-	-	-	-	4,302,015	-	4,302,015
Water and Sewer Fund	21,073,476	-	-	-	-	574,862	-	21,648,338
Internal Service Fund	323,807	19,381	-	-	-	736,200	-	1,079,388
Nonmajor Governmental Funds	10,991,914	-	2,500,000	24,912	55,825	15,285,875	4,108,226	32,966,752
Nonmajor Business-Type Funds	-	-	-	-	-	2,491	-	2,491
Total transfers out	$ 32,389,197	$ 19,381	$ 21,293,290	$ 24,912	$ 55,825	$ 31,600,665	$ 16,304,319	$ 101,687,589

Note 13. Interfund Balances and Transfers (Continued)

Interfund transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Note 14. Contingent Liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amount, if any, to be immaterial.

Cobb County is a defendant in various lawsuits in the normal course of its activities. Based on counsel and management's opinion, a liability has been recorded for lawsuits where a potential loss is considered probable.

Note 15. Deferred Compensation Plan

Primary Government:

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all County employees and permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the employees. Investments are managed by the Plan's trustee under one of the investment options, or a combination thereof. The participants make the choice of the investment option(s).

The County has adopted GASB No. 32, Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans, which rescinded GASB Statement No. 2. The County has only minor administrative involvement and does not perform any investing for the plan. Due to the fact the County's role in management of the plan assets is basically limited to transmitting amounts withheld from payroll to an outside party responsible for administering the plan, the County does not report the assets of the Deferred Compensation Plan in the County's financial statements.

Note 16. Due From Other Governments and Agencies

General Fund:		
Cobb County Board of Education	$	9,959
Cobb County Board of Health		1,829
City of Acworth, Georgia		4,859
City of Austell, Georgia		722,805
City of Kennesaw, Georgia		6,333
City of Marietta, Georgia		21,125
City of Powder Springs, Georgia		2,570
City of Smyrna, Georgia		6,479
Chattahoochee Tech		9,825
State of Georgia, Department of Revenue		120,491
Total General Fund	$	906,275
SPLOST Fund:		
Cobb County Board of Health	$	221,972
City of Kennesaw, Georgia		22,720
State of Georgia, Department of Transportation		23,298,477
Total SPLOST Fund	$	23,543,169
Nonmajor Governmental Funds:		
Capital Projects Funds:		
Public Facilities Fund:		
Cobb County Kennestone Hospital Authority	$	1,047
Cumberland Community Improvement District		662,821
State of Georgia, Department of Transportation		700,196
Total Public Facilities Fund	$	1,364,064
Special Revenue Funds:		
Community Services Fund:		
State of Georgia, Department of Human Resources	$	411,497
Grant Fund:		
Atlanta Regional Commission	$	130,430
State of Georgia, Criminal Justice Coordinating Council		379,783
State of Georgia, Department of Economic Development		70,063
State of Georgia, Department of Human Resources		297,799
State of Georgia, Department of Transportation		3,856,425
State of Georgia, Governor's Office of Highway Safety		30,027
Prosecuting Attorney's Council of Georgia		132,075
United States, Department of Justice		53,712
Total Grant Fund	$	4,950,314

Note 16. Due From Other Governments and Agencies (Continued)

Housing and Urban Development Grant Fund:		
United States, Department of Housing and Urban Development	$	1,215,611
Emergency 911 Fund:		
State of Georgia, Department of Revenue	$	907,767
CMCEHA Fund:		
City of Marietta, Georgia	$	47,871
City of Smyrna, Georgia		83,869
Total CMCEHA Fund	$	131,740
Total Special Revenue Funds	$	7,616,929
	$	33,430,437
Proprietary Funds:		
Public Transit System Fund:		
Federal Transit Administration	$	1,239,280
Georgia Regional Transportation Authority		270,444
Metro Atlanta Rapid Transportation Authority		2,263,676
State of Georgia, Department of Transportation		248,482
Total Public Transit System Fund	$	4,021,882

Note 17. Other Post Employment Benefits

The County implemented GASB 45 prospectively during the fiscal year ending September 30, 2008.

Plan Description and Provisions

The Cobb County Government Health Benefit Plan (the "OPEB Plan") is a single employer defined benefit post retirement healthcare plan, or other post employment benefit (OPEB) plan administered by the County. The Cobb County OPEB Trust is an irrevocable trust established pursuant to Section 115 of the Internal Revenue Code for the purpose of pre-funding other post-employment health benefits in accordance with GASB Statement 43 and GASB Statement 45. The trust was established June 10, 2008, by the Board of Commissioners to pre-fund medical and prescription drug benefits for retirees and their eligible dependents that are eligible for such benefits under existing County policy. Benefit terms and contribution requirements are established and may be amended by the Cobb County Pension Fund Board of Trustees. The Pension Board of Trustees is composed of five members appointed by the Board of Commissioners who represents the interest of the employees and taxpayers of the County.

As of January 1, 2017 membership in the plan is comprised of the following:

Group	January 1, 2017
Active participants	4,246
Inactive members plan members currently receiving benefits	-
Retirees members currently receiving benefits	1,646
Total	5,892

Note 17. Other Post Employment Benefits (Continued)

Eligibility

Effective January 1, 2007:

All full-time employees with seven or more years of services as of January 1, 2007 will be eligible to continue medical coverage with ten years of service at termination of employment.

All full-time employees with less than seven year of service as of January 1, 2007 will be eligible to continue medical coverage with fifteen years of service at termination of employment.

Effective January 1, 2009:

All full-time new hires will be eligible to continue medical coverage with thirty years of service at termination of employment.

Summary of Significant Accounting Policies

The plan financial statements are prepared on the accrual basis of accounting. Contributions are recognized when due, pursuant to formal commitments, as well as statutory or contractual requirements. Benefit payments and refunds are recognized when due and payable in accordance with the terms of the plan.

Investment income is recognized as earned by the Plan. Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value. The net appreciation (depreciation) in the fair value of investments held by the Plan is recorded as an increase (decrease) to investment income based on the valuation of investments as of the date of the statement of plan net position.

There are no investments in, loans to, or leases with parties related to the Plan. Administrative costs are financed through investment earnings.

Note 17. Other Post Employment Benefits (Continued)

Funding Policy

The contribution requirements of plan members and the County are established and may be amended by the Pension Fund Board of Trustees. Plan members receiving benefits under the PPO plan contribute $150.81 per month for retiree, $406.30 per month for employee and spouse coverage, $385.99 per month for employee and child(ren) coverage, and $569.93 per month for family coverage. Plan members receiving benefits under the EPO/HMO plan contribute $64.83 per month for retiree, $220.04 per month for employee and spouse coverage, $209.05 per month for employee and child(ren) coverage, and $309.64 per month for family coverage Plan members receiving benefits under the CDHP plan contribute $43.72 per month for retiree, $185.87 per month for employee and spouse coverage, $176.59 per month for employee and child(ren) coverage, and $261.96 per month for family coverage. Plan members receiving benefits under the Kaiser Signature plan contribute $35.02 per month for retiree, $152.30 per month for employee and spouse coverage, $144.70 per month for employee and child(ren) coverage, and $213.20 per month for family coverage. The County's required contribution was determined by an actuarial valuation using actuarial methods and assumptions approved by the Cobb County Pension Fund Board of Trustees. It is intended to satisfy the minimum contribution requirements as set forth in GASB Statement 45. In accordance with the recommendation of its actuary, pursuant to their plan evaluation as of January 1, 2016, the County contributed $15,571,652 to the Plan. This contribution consisted of $5,738,423 (2.52% of covered payroll) for normal costs, $9,833,229 (4.22% of covered payroll) for amortization of the unfunded actuarial accrued liability.

Annual OPEB Percentage of Annual OPEB Cost

Fiscal Year Ended	Annual OPEB Cost	% of Annual OPEB Contributed	Net OPEB Asset (Liability)
9/30/2015	$ 12,297,726	108.35%	$ 8,895,006
9/30/2016	13,738,190	107.45%	9,918,665
9/30/2017	15,595,587	99.85%	9,894,730

The following is the funding progress of the Plan as of the most recent valuation date:

Valuation Date	Actuarial Value Of Assets	Actuarial Accrued Liability	Funded Ratio	Unfunded Actuarial Liability (UAL)	Annual Covered Payroll	UAL As A % Of Covered Payroll
1/1/2017	$ 98,362,896	$ 271,992,978	36.16%	$ 173,630,082	$ 232,958,602	74.5%

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.

Annual OPEB Cost and Net OPEB (Obligation) Asset

The County's annual OPEB cost(expense) is calculated based on the annual required contribution (ARC) of the employer, an amount that is actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost for 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 annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the net OPEB (obligation) asset:

Note 17. Other Post Employment Benefits (Continued)

Annual required contribution	$	15,708,080
Interest on net OPEB obligation		(753,819)
Adjustment to annual required contribution		641,326
Annual OPEB cost (expense)		15,595,587
Contributions made		15,571,652
Increase in net OPEB asset		(23,935)
Net OPEB asset - beginning of year		9,918,665
Net OPEB asset - ending balance	$	9,894,730

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. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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 calculations. The plan does not issue separate financial statements.

The January 1, 2016 valuation is used to determine the recommended contribution for fiscal year 2017.

Valuation date:	January 1, 2016
Actuarial cost method:	Projected unit credit cost method
Amortization method:	Level percentage of pay, closed
Remaining amortization period:	27 years
Asset valuation method:	Market value of assets
Actuarial Assumptions Utilized:	
Investment rate of return:	7.60%
Pre-Medicare Medical cost trend rate:	7.00%
Medicare Eligible Medical cost trend rate:	5.00%
Ultimate trend rate	5.00%
Year of ultimate trend rate:	2021
Includes inflation at:	2.50%

Rate of Return.

For the year ended September 30, 2017, the annual money-weighted rate of return on investments, net of investment expense, was 14.01%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Note 17. Other Post Employment Benefits (Continued)

Net OPEB Liability of the County

The components of the net OPEB liability of the County at September 30, 2017, were as follows:

Total OPEB liability	$	308,592,601
Plan fiduciary net position		(112,725,104)
County's net OPEB liability	$	195,867,497
Plan fiduciary net position as a percentage of the total OPEB liability		36.53%

Total OPEB Liability Actuarial Assumptions

The total OPEB liability at September 30, 2017 was determined by an actuarial valuation using the following actuarial assumptions:

Valuation date	January 1, 2017
Inflation	2.50%
Salary increases	4.00-2.50%, including 2.50% wage inflation
Investment rate of return	7.75% compounded annually, net of investment expense, and including inflation
Municipal Bond Index Rate at Measurement Date	3.57%, Bond Buyer General Obligation 20-year Muncipal Bond Index
Municipal Bond Index Rate at Prior Measurement Date	2.93%
Healthcare cost trend rates	
Pre-Medicare Eligible	7.00%
Medicare Eligible	5.00%
Utimate trend rate	5.00%

Mortality rates were based on the RP-2000 Employee Mortality Table projected with Scale AA to 2013, sex distinct. The projected future benefit payments for all current plan members were projected through 2117.

The actuarial assumptions used in the January 1, 2017 valuation were based on the results of an actuarial experience study for the period January 1, 2015 through December 31, 2015:

Note 17. Other Post Employment Benefits (Continued)

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as of September 30, 2017 are summarized in the following table:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
Fixed income	25.0%	0.2%
Large Cap Growth	11.0%	4.7%
Large Cap Blend	11.0%	4.7%
Large Cap Value	11.0%	4.7%
Mid Cap Blend	6.0%	5.2%
Small Cap Growth	3.0%	5.4%
Small Cap Value	3.0%	5.4%
International	20%	6.6%
Global	10%	5.5%
Total	100%	

The Plan's policy in regard to the allocation of invested assets is established and may be amended by the Pension Board of Trustees by a majority vote.

Discount Rate

The discount rate used to measure the total OPEB liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that County contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

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

The following presents the net OPEB liability of the County, as well as what the County's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.50 percent) than the current discount rate:

	1% Decrease (6.5%)	Discount Rate (7.5%)	1% Increase (8.5%)
Net OPEB liability	$ 235,919,288	$ 195,867,497	$ 162,548,372

Note 17. Other Post Employment Benefits (Continued)

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

The following presents the net OPEB liability of the County, as well as what the County's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (6.0 percent decreasing to 4.0 percent, 4.0 percent for Medicare eligible) or 1-percentage-point higher (8.0 percent decreasing to 6.0 percent, 6.0 percent for Medicare eligible) than the current healthcare cost trend rates:

	1% Decrease (6% decreasing to 4% pre-Medicare, 4% for Medicare eligible)	Healthcare Cost Trend Rates (7% decreasing to 5% for pre-Medicare, 5% for Medicare eligible)	1% Increase (8% decreasing to 6% for pre-Medicare, 6% for Medicare eligible)
Net OPEB liability	$ 157,973,037	$ 195,867,497	$ 242,212,029

Note 18. Employee Retirement System

A. Primary Government

Cobb County Government Employees' Pension Plan

The Cobb County Government Employees' Pension Plan is a single-employer defined benefit plan and the contributing entity is Cobb County. The employees covered are County employees and public safety employees. The Plan provides retirement benefits to participants according to provisions of the plan document normally in the form of a life annuity.

Oversight of the Plan is by a five member Pension Board of Trustees composed of appointees by the Board of Commissioners who represents the interest of the employees and taxpayers of the County. The Board of Trustees provides an annual report to the Board of Commissioners. A stand alone financial report is not prepared for the Plan. The benefit provisions and all other requirements are established by the Cobb County Board of Commissioners. The Cobb County Board of Commissioners shall have the right at any time by instrument of writing, to modify, alter or amend the Pension Plan in whole or in part, provided, however, that any benefits which have actually accrued and become payable shall not be affected.

The distribution of number of employees by type of member is as follows:

Number of Participants as of January 1, 2017	
Retired participants and beneficiaries currently receiving benefits	2,295
Terminated participants entitled to benefits, but not yet receiving benefits	995
Active participants	4,136
Total	7,426

Note 18. Employee Retirement System (Continued)

Eligibility

For employees hired before January 1, 2009, the first day of the calendar month coinciding with or next following the participant's 65th birthday, or if later, the day the participant completes 7 years of service. However, for any participant who has met all of the requirements to be eligible to retire under the Normal Retirement or Rule of 80 provisions as of December 31, 2008, the Normal Retirement Date shall remain the later of age 65 and the completion of 5 years of service. For employees hired on or after January 1, 2009, the later of age 65 or 10 years of service. For employees hired on or after January 1, 2010, the later of Social Security Normal Retirement Age or 10 years of service.

Benefits

Member's normal retirement pension shall equal 2.5% of the member's total years of benefit accrual service. For participants hired before January 1, 2009, the average of the 5 highest consecutive years of compensation out of the last 10 years, provided that the final average compensation used shall not be less than the 3 year final average compensation calculated as of December 31, 2008. However, any participant who has met all of the requirements to be eligible to retire under the Normal Retirement or Rule of 80 provisions as of December 31, 2008 shall always be calculated using the 3 highest consecutive years of compensation. For employees hired on or after January 1, 2009, the final average compensation will consist of the average of the 5 highest consecutive years of compensation out of the last 10 years. For employees hired on or after January 1, 2010 and any employee hired prior to this date who elected to enter the Hybrid Plan, no overtime will be used in the final average compensation calculation. Member's Hybrid Plan pension shall equal 1.0% of the member's total years of benefit accrual service.

The Pension Plan provides pre-retirement spouse death benefits. To be eligible the member must have Seven years of service (or 10 depending on date of hire) and has been married one full year prior to death. If the Participant was killed in the line of duty, there is no minimum service requirement. The benefit amount is 45% of the Participant's Accrued Benefit determined as if death had occurred at their Normal Retirement Date, assuming Credited Service continued until Normal Retirement Date and Compensation remained the same. The benefit commences immediately and is reduced if the spouse is more than 10 years younger than the Participant.

Contributions

The Cobb County Board of Commissioners establishes rates based on an actuarially determined rated recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. The County is required to contribute the difference between the actuarially determined rate and the contributions rate of plan members. For the year ended September 30, 2017, the traditional active member's contribution rate was 7.25% and the County's contribution rate was 19.68% of covered payroll. During the plan year, total pension contributions were $44,749,719 from the County.

Note 18. Employee Retirement System (Continued)

Investments

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Pension Board of Trustees by a majority vote. It is the policy of the Board of Trustees to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of asset classes. The pension plan's investment policy does not permit the following securities and transactions without prior Trustee approval: 1) Letter stock and other unregistered; commodities or other commodity contracts; short sales or margin transactions; uncovered and covered options. 2) Investments for the purpose of exercising control of management. 3) Investments in companies that have filed petition for bankruptcy.

The target asset allocation and best estimate of arithmetic real rates of return for each major asset class as of September 30, 2017 are summarized below:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US Fixed Income	20%	-0.04%
US Equity	45%	2.16%
Global Equity	10%	0.55%
International Equity	25%	1.65%
Total	100%	

For the year ended September 30, 2017, the annual money-weighted rate of return on the Pension Plan's investments, net of pension plan investment expense, was 14.27%. The money-weighted rate of return expressed investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability of the County

The net pension liability reported by the County was measured as of September 30, 2017. Updated procedures were used to roll forward the total pension liability from the actuarial valuation as of January 1, 2017 to the plan's fiscal year end, September 30, 2017. The components of the net pension liability of the County as of September 30, 2017, were as follows:

Total Pension Liability	$	1,160,261,241
Plan Fiduciary Net Position		623,180,387
County's Net Pension Liability	$	537,080,854
Plan Fiduciary Net Position as a % of the Total Pension Liability		53.71%

Note 18. Employee Retirement System (Continued)

Changes in Net Pension Liability were as follows:

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances at September 30, 2016	$ 1,103,634,874	$ 553,082,903	$ 550,551,971
Changes for the year:			
Service cost	18,734,601	-	18,734,601
Interest	80,415,811	-	80,415,811
Benefit changes	3,079,947	-	3,079,947
Difference between expected actual experience	17,244,137	-	17,244,137
Changes in assumptions	-	-	-
Contributions - employer	-	44,749,719	(44,749,719)
Contributions - employee	-	12,461,897	(12,461,897)
Net investment income	-	75,860,411	(75,860,411)
Benefit payments, including refunds of employee contributions	(62,848,129)	(62,848,129)	-
Administrative expense	-	(239,862)	239,862
Other changes	-	113,448	(113,448)
Net changes	56,626,367	70,097,484	(13,471,117)
Balance at September 30, 2017	$ 1,160,261,241	$ 623,180,387	$ 537,080,854

Actuarial Methods and Assumptions

The following actuarial assumptions used in the January 1, 2017 valuation were based on the results of an actuarial experience study for the period January 1, 2016 through December 31, 2016:

Inflation	2.5%
Salary increases	2.5 to 4.0%, including inflation
Investment rate of return	7.5% net of pension plan investment expense, and including inflation
Post-retirement benefit increases	Not applicable

Mortality rates were based on the RP-2000 Employee Mortality Table projected with Scale AA to 2013, sex distinct.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Note 18. Employee Retirement System (Continued)

The projection of cash flows used to determine the discount rate assumed that plan member and County contributions will be made at the greater of actuarially determined contribution rates and rates adopted by the County. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following represents the net pension liability as of September 30,2017, calculated using the discount rate of 7.5 percent, as well as what the net pension liability would be calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate:

	1% Decrease (6.5%)	Current Discount (7.5%)	1% Increase (8.5%)
County's Net pension liability	$ 672,812,405	$ 537,080,854	$ 422,751,191

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

For the year ended September 30, 2017, the County recognized pension expense of $58,389,114. At September 30, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 36,999,249	$ -
Net difference between projected and actual earnings on plan investments	-	15,078,763
Total	$ 36,999,249	$ 15,078,763

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

Year ended September 30:	
2018	$ 9,708,354
2019	9,708,354
2020	776,229
2021	(975,038)
2022	2,702,587
Thereafter	-

Note 18. Employee Retirement System (Continued)

401/457 Defined Contribution Plan

Effective January 1, 2010 the County adopted the ICMA Retirement Corporation Deferred Compensation Plan and Trust, a 401/457 Defined Contribution Plan administered by ICMA Retirement Corporation. This plan is available to all County employees that employment date is after January 1, 2010. Under this plan the County shall make matching contributions of 50% of an employee's earnings, up to 4% of earning contributed to the ICMA Retirement Corporation Deferred Compensation Plan and Trust. Participants become 100% vested in the plan after five years of service. Any forfeitures are available toward future contributions. Plan provisions and contribution requirements are established and amended by the Board of Trustees of Cobb County Government Employees' Pension Plan. The County made actual contributions during the year of $902,835 to the plan. Total forfeitures during the year were $96,673.17.

B. Discretely Presented Component Units

Defined Contribution Plan – Cobb Marietta Coliseum and Exhibit Hall Authority

The Authority contributes to the Cobb-Marietta Coliseum and Exhibit Hall Authority Profit-Sharing Plan, which is a defined contribution plan under Section 401(a) of the Internal Revenue Code. The Plan is administered by the ICMA-Retirement Corporation. At September 30, 2017, there were 144 plan members. Plan provisions and contribution requirements are established and amended by the Authority. The plan consists solely of employer contributions. All employees, full and part time, who have performed one (1) hour of service, are eligible to participate in the plan. On Call employees are not eligible to participate. Participants become fully vested in the plan after three (3) years of service.

A participant that leaves the employment of the Authority is entitled to their account balance if vesting requirements are satisfied. Any forfeitures are used to reduce future employer contributions, or if no contributions are required, forfeited amounts are allocated to participants. The employer has elected to contribute 7.5% of each participant's wages, or such amount so as to meet the requirement to qualify for exclusion from participating in Social Security. The Authority made actual contributions during the year of $501,971. Forfeitures during the year ended September 30, 2017 totaled $32,573.The plan does not have a separate audited GAAP-basis postemployment benefit plan report. The plan held no securities of the Authority or other related parties during the year.

The Authority also contributes to the Cobb-Marietta Coliseum and Exhibit Hall Authority Executive Pension Plan (a 401 Government Money Purchase Plan). The Plan is administered by the ICMA Retirement Corporation. At September 30, 2017, there was one plan member. Plan provisions and contribution requirements are established and amended by the Authority. The plan consists solely of employee contributions. Participants are immediately vested in the plan. The Authority made no contributions to the plan during the year. The plan does not have a separate audited GAAP-basis plan report. The plan held no securities of the Authority or other related parties during the year.

The Authority also maintains a Roth IRA Plan; the Plan is administered by the ICMA-Retirement Corporation. At September 30, 2017, there were 3 plan members. Plan provisions and contribution requirements are established and amended by the Authority. The plan consists solely of employee contributions. Participants are immediately vested in the plan. The Authority made no contributions to the plan during the year. The plan does not have a separate audited GAAP-basis plan report. The plan held no securities of the Authority or other related parties during the year.

Note 19. Arbitrage Liability

Section 148 of the Internal Revenue Code requires that, with certain exceptions, any arbitrage earned on the investment of bond proceeds be paid to the federal government. The term "arbitrage" refers to the ability to invest the proceeds of a relatively low interest rate state or municipal obligation in taxable market securities that bear a higher interest rate. The County has recorded a liability for "arbitrage" in the following fund:

Water and Sewer Enterprise Fund	$54,882

Note 20. Capital Contributions

Capital Contributions recognized as revenue in the Proprietary Funds for the fiscal year ending September 30, 2017 are presented below:

Source:		
Developers	$	9,454,764
Grants		14,986,066
Donations		7,438,759
	$	31,879,589

Note 21. Closure and Postclosure Care Costs

State and federal laws and regulations require that the County place a final cover on its landfills when closed and perform certain maintenance and monitoring functions at the landfill sites for thirty years after closure. In addition to operating expenses related to current activities of the landfills, an expense provision and related liability are being recognized based on the future postclosure care costs that are being incurred now that the landfills are no longer accepting waste. Two landfill sites reached capacity on September 6, 2001. The third landfill site reached capacity on September 8, 2002. As of September 30, 2017, Cobb County has incurred a liability totaling $23,318,149.

This liability is recorded in the Solid Waste Disposal Fund and represents the amount of costs reported to date based on 100% of the original landfill capacity. The estimated remaining time for the landfills to be monitored and maintained is 25 years. In accordance with GASB 18, the estimated total current cost is based on the amount that would be paid if all equipment, facilities and services required to close, monitor and maintain the landfills were acquired as of September 30, 2010.

However, the actual cost may be higher due to inflation, changes in technology or changes in landfill laws and regulations.

The County will fund the closure and postclosure care costs with subsidies from the General Fund. As of September 30, 2017, no amount of assets has been restricted for the payment of closure and postclosure care costs. The remaining portion of anticipated future inflation costs and additional costs that might arise from changes in postclosure requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be covered by charges to future landfill users, taxpayers, or both.

Note 22. Hotel/Motel Lodging Tax

Cobb County has levied an 8% lodging tax. A summary of the transactions for the year ending September 30, 2017 follows:

Lodging tax receipts	$ 15,006,067
Debt service payment on refunding revenue bonds, series 2013 (Performing Arts Center Project)	(3,488,750)
Balance of lodging tax was expended for the promotion of tourism as required by OCGA 48-13-51	$ 11,517,317

Note 23. Other Commitments

Commitments for water and sewerage system improvements at September 30, 2017 total approximately $21,603,452.

Encumbrances outstanding at year end are as follows:

	General Fund	Fire District Fund	SPLOST Fund	Nonmajor Governmental Funds	Total
Encumbrances	$ 4,878,764	$ 5,666,339	$ 96,553,324	$ 12,840,396	$ 119,938,823

Note 24. Joint Ventures

Under Georgia law, the County, in conjunction with other cities and counties in the ten county metropolitan Atlanta, Georgia areas, are members of the Atlanta Regional Commission (ARC). Membership in a Regional Commission (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 County paid dues in the amount of $995,650 to the ARC for the year ended September 30, 2017. 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: Atlanta Regional Commission, 40 Courtland Street N.E., Atlanta, Georgia 30303.

The Marietta/Cobb/Smyrna Narcotics Unit (MCS) is considered a joint venture with no equity interest based upon criteria established in GASB Statement No. 14, as amended by GASB Statement No. 61. Pursuant to an interagency agreement established between the chief law enforcement officials for the Sheriff's Office of Cobb County, the Cobb County Police Department, the Marietta Police Department, the Smyrna Police Department and the District Attorney's Office of the Cobb Judicial Circuit, the unit was established in 1980 to bring the necessary manpower and resources together in a cooperative effort to stem the flow of illegal substances, organized crime and vice crimes within the community. The agreement is construed as a joint contract of services between governmental entities, authorized pursuant to the general provisions of Georgia law and Article IX, Section III, Paragraph 1 of the Constitution of the State of Georgia. The chief law enforcement officials for each participant outlined above together with the Solicitor General for the State Court of Cobb County comprise the Board of Directors of the MCS unit and direct the operations of the unit. The District Attorney of the Cobb County Judicial Circuit serves as the chairman of the Board and the Sheriff of Cobb County serves as the Secretary/Treasurer. During the fiscal year ended September 30, 2017, there were no transactions entered into between the County and the MCS unit. The MCS unit issues separate financial statements which may be obtained from the Cobb County Sheriff's Office at 185 Roswell St., Marietta, GA 30090.

Note 25. Related Organization

The Housing Authority of Cobb County is a related organization of Cobb County. The Housing Authority of Cobb County is excluded from the financial reporting entity because the County's accountability does not extend beyond making appointments. Audited financial statements are available from the Housing Authority.

Note 26. Excess of Expenditure Over Appropriations

The following funds had expenditures in excess of appropriations for the fiscal year ended September 30, 2017:

	Budget	Actual	Variance with Final Budget
CMCEHA Debt Service Fund			
Interest and fiscal charges	$ 2,642,625	$ 2,643,045	$ (420)
CMCEHA Special Revenue Fund			
Personnel services	6,053,015	6,080,145	(27,130)
Contractual expenditures	1,663,578	1,843,018	(179,440)

Note 27. Restatement

During 2017, the County determined that cash accumulating in the Payroll Agency Fund for insurance premiums should have been transferred to the Claims Internal Service Fund.

During 2017, the County changed its accounting principle relating to the measurement date of the Net Pension Liability and the related deferred inflows and outflows to align with their fiscal year end providing a more accurate reflection of the liability and related deferrals.

The effect of these changes to previously reported net position are detailed below:

	Governmental Activities	Business Type Activities	Water-Sewer Fund	Other Enterprise Funds	Internal Service Fund
Beginning Net Position before Restatement	$ 3,274,708,104	$ 1,446,950,673	$ 1,336,662,617	$ 110,288,055	$ 21,543,767
Restatement - Insurance premiums	6,250,487	-	-	-	6,250,487
Restatement - Pension	(67,048,296)	(6,340,819)	(6,127,991)	(212,828)	-
Begininning Net Position after Restatement	$ 3,213,910,295	$ 1,440,609,854	$ 1,330,534,626	$ 110,075,227	$ 27,794,254

	Governmental Activities	Internal Service Fund
Changes in net position as previously reported	$ 129,235,438	$ (574,552)
Restatement - Insurance premiums	1,855,418	1,855,418
Changes in net position as restated	$ 131,090,856	$ 1,280,866

The effect of the change in accounting principle relating to the measurement date of the Net Pension Liability and the related deferred inflows and outflows to previously reported changes in net position has not been determined.

REQUIRED SUPPLEMENTAL INFORMATION

COBB COUNTY, GEORGIA
EMPLOYEE RETIREMENT SYSTEM
Required Supplementary Information
September 30, 2017

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

	2017	2016	2015	2014
Total Pension Liability				
Service cost	$ 18,734,601	$ 18,841,425	$ 18,980,543	$ 16,461,299
Interest	80,415,811	76,728,937	72,176,032	67,327,012
Benefit changes	3,079,947	(319,947)	463,821	-
Difference between expected actual experience	17,244,137	14,497,396	25,359,233	-
Changes in assumptions	-	-	-	33,157,574
Benefit payments, including refunds of employee contributions	(62,848,129)	(58,330,873)	(54,262,097)	(50,322,458)
Net change in Total Pension Liability	$ 56,626,367	$ 51,416,938	$ 62,717,532	$ 66,623,427
Total Pension Liability - Beginning	$ 1,103,634,874	$ 1,052,217,936	$ 989,500,404	$ 922,876,977
Total Pension Liability - Ending	$ 1,160,261,241	$ 1,103,634,874	$ 1,052,217,936	$ 989,500,404
Plan Fiduciary Net Position				
Contributions - employer	$ 44,749,719	$ 42,300,849	$ 39,097,981	$ 34,397,013
Contributions - employee	12,461,897	12,981,148	12,083,766	11,801,194
Net investment income	75,860,411	46,845,674	(5,922,327)	47,291,379
Benefit payments, including refunds of employee contributions	(62,848,129)	(58,330,873)	(54,262,097)	(50,322,458)
Administrative expense	(239,862)	(250,846)	(241,372)	(239,523)
Other changes	113,448	245,212	624,400	86,110
Net Change in Plan Fiduciary Net Position	$ 70,097,484	$ 43,791,164	$ (8,619,649)	$ 43,013,715
Plan Fiduciary Net Position - Beginning	$ 553,082,903	$ 509,291,739	$ 517,911,388	$ 474,897,673
Plan Fiduciary Net Position - Ending	$ 623,180,387	$ 553,082,903	$ 509,291,739	$ 517,911,388
Net Pension Liability - Ending	$ 537,080,854	$ 550,551,971	$ 542,926,197	$ 471,589,016
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	53.71%	50.11%	48.40%	52.34%
Covered Payroll	226,975,245	220,949,172	214,354,687	208,332,028
Net Pension Liability as a percentage of Covered Payroll	236.63%	249.18%	253.28%	226.36%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

COBB COUNTY, GEORGIA
EMPLOYEE RETIREMENT SYSTEM
Required Supplementary Information
September 30, 2017

SCHEDULE OF PENSION CONTRIBUTIONS

	2017	2016	2015	2014
Actuarially determined contribution	$ 43,482,797	$ 41,391,890	$ 38,791,424	$ 33,960,537
Contributions in relation to the actuarially determined contribution	44,749,719	42,300,849	39,097,981	34,397,013
Contributions (excess)	$ (1,266,922)	$ (908,959)	$ (306,557)	$ (436,476)
Covered Payroll	$ 247,754,285	$ 239,525,648	$ 230,445,554	$ 221,586,925
Contributions as a percentage of covered payroll	18.06%	17.66%	16.97%	15.52%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

COBB COUNTY, GEORGIA
EMPLOYEE RETIREMENT SYSTEM
Required Supplementary Information
September 30, 2017

SCHEDULE OF PENSION INVESTMENT RETURNS

	Annual money – weighted rate of return, net of investment expense
09/30/14	10.54%
09/30/15	(1.04%)
09/30/16	9.68%
09/30/17	14.27%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Actuarially determined contribution rates are calculated as of January 1, one year prior to the end of the fiscal year in which contributions are reported. Significant methods and assumptions used in calculating the actuarially determined contributions are as follows:

Valuation date:	01/01/16
Actuarial cost method:	Projected unit credit cost method
Amortization method:	Level percentage of pay
Remaining amortization period:	27 years
Asset valuation method:	Five-year smoothed market value

The amortization period for this plan is closed.

Actuarial Assumptions Utilized:	
Investment rate of return:	7.60%
Projected salary increases:	2.50 % to 4.00%
Includes inflation at	2.50%
Cost-of-living adjustments	None

With the exception of the plan years listed below, there were no plan amendments.

In plan year 1995, the plan changed from the "market value" method to the "asset smoothing" method for valuing plan assets. This change in assumption had no effect on the pension benefit obligation but did result in a contribution decrease of $473,922 for that year. Also effective January 1, 1995, the plan was amended to allow for an early retirement window incentive through the period ended December 31, 1994. This incentive allowed for the waiver of the early retirement reduction factor for all eligible members. This amendment had no effect on the pension benefits obligation but did result in a contribution increase of $276,783 for that year.

In plan year 1998, the Board of Commissioners adopted certain changes to the Plan, the most significant of which included the adoption of a "Rule of 80" (combination of years of service and age) and an increase in the benefit formula to 2.5% of final average salary multiplied by years of service from the current 1.5% per year (for service before January 1, 1989). These changes became effective on April 1, 1998.

Employees of the County provide the required additional funding to the Plan. For all employees hired after April 1, 1998, participation is mandatory and requires a contribution of 4% of their salary. For existing employees, a one-time enrollment option was provided, the exercise of which requires a contribution of 4% of their salary. If an existing employee chose not to exercise this one-time option, their retirement benefits remained at the pre-April 1, 1998 level as explained above.

Pursuant to plan enhancements adopted by the Board of Commissioners, as of April 1, 1998, all existing employees were given the option to contribute and all new employees were required to contribute 4% of their basic annual compensation in return for improved pension benefits as explained below. Effective October 1, 2005 the employee contribution amount was increased to 4.50%. Effective February 12, 2006 and February 11, 2007 the rate increased to 4.75% and 5.00% respectively. Effective February 2010 the employee contribution rate increased from 5.00% to 5.50%. Effective February 2011 the employee contribution rate increased from 5.50% to 5.75%. Effective February 2012 the employee contribution rate increased from 5.75% to 6.00%. Effective February 2013 the employee contribution rate increased from 6.00% to 6.25%. Effective February 2014 the employee contribution rate increased from 6.25% to 6.50%. Effective February 2015 the employee contribution rate increased from 6.50% to 6.75%.

COBB COUNTY, GEORGIA
EMPLOYEE RETIREMENT SYSTEM
Required Supplementary Information
September 30, 2017

SCHEDULE OF OPEB FUNDING PROGRESS

Valuation Date	Actuarial Value Of Assets	Actuarial Accrued Liability	Funded Ratio	Unfunded Actuarial Liability (UAL)	Annual Covered Payroll	UAL As A % Of Covered Payroll
1/1/2012	$ 46,486,981	$ 247,611,907	18.77%	$ 201,124,926	$ 208,621,922	96.41%
1/1/2013	58,975,301	186,733,213	31.58%	127,757,912	211,553,134	60.39%
1/1/2014	84,726,947	200,118,641	42.34%	115,391,694	212,799,730	54.23%
1/1/2015	91,440,896	224,352,661	40.76%	132,911,765	218,979,561	60.70%
1/1/2016	91,619,032	245,265,481	37.36%	153,646,449	227,955,687	67.40%
1/1/2017	98,362,896	271,992,978	36.16%	173,630,082	232,958,602	74.53%

COBB COUNTY, GEORGIA
EMPLOYEE RETIREMENT SYSTEM
Required Supplementary Information
September 30, 2017

SCHEDULE OF EMPLOYER OPEB CONTRIBUTIONS

Annual Required Contribution (ARC)

Fiscal Year	ARC	% of ARC Contributed
9/30/2012	$ 18,411,193	100.59%
9/30/2013	18,531,372	110.31%
9/30/2014	12,762,508	119.89%
9/30/2015	12,407,906	107.38%
9/30/2016	13,851,605	106.57%
9/30/2017	15,708,080	99.13%

SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS

		2017
Total OPEB liability		
Service cost	$	4,607,942
Interest		21,697,910
Changes of benefit terms		-
Differences between expected and actual experience		-
Changes of assumptions		-
Benefit payments		(14,037,415)
Net change in total OPEB liability		12,268,437
Total OPEB liability - beginning		296,324,164
Total OPEB liability - ending (a)	$	308,592,601
Plan fiduciary net position		
Contributions - employer	$	15,571,652
Contributions - retiree		1,574,594
Net investment income		13,343,168
Benefit payments		(15,446,247)
Administrative expense		(97,248)
Net change in plan fiduciary net position		14,945,919
Plan fiduciary net position - beginning		97,779,185
Plan fiduciary net position - ending (b)	$	112,725,104
Net OPEB liability - ending (a) - (b)	$	195,867,497
Plan fiduciary net position as a percentage of the total OPEB liability		36.53%
Covered employee payroll	$	232,958,602
Net OPEB liability as a percentage of covered employee payroll		84.08%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

SCHEDULE OF OPEB CONTRIBUTIONS

	2017
Actuarially determined contribution	$ 15,708,080
Contributions in relation to the actuarially determined contribution	15,571,652
Contribution deficiency (excess)	$ 136,428
Covered-employee payroll	$ 232,958,602
Contributions as a percentage of covered-employee payroll	6.68%

Notes to Schedule:
Valuation Date: January 1, 2016
Actuarially determined contribution rates are calculated as of January 1, one year prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions to determine contribution rates:

Actuarial cost method	Projected unit credit
Amortization method	Level percentage of payroll, closed
Amortization period	27 years
Asset valuation method	Market Value of Assets
Inflation	2.50%
Healthcare cost trend rates	Pre-Medicare Eligible 7.00%, Medicare Eligible 5.00%
Salary increases	4.00-2.50%, including 2.50% wage
Investment rate of return	7.60% compounded annually, net of investment expense, and including inflation
Mortality	Pre-retirement mortality rates were based on the RP 2000 employees mortality table projected to 2013, sex distinct, set forward 4 years for Male lives and sect back 2 years for female lives. Post-retirement mortality rates were based on the RP 2000 combined mortality table, sex distinct.

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

COBB COUNTY, GEORGIA
EMPLOYEE RETIREMENT SYSTEM
Required Supplementary Information
September 30, 2017

SCHEDULE OF OPEB INVESTMENT RETURNS

	Annual money – weighted rate of return, net of investment expense
09/30/17	14.29%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

Cobb County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues:				
Taxes	$ 264,623,361	$ 264,762,184	$ 262,843,226	$ (1,918,958)
Licenses and permits	26,915,985	27,262,269	27,752,993	490,724
Intergovernmental	3,304,000	3,394,051	3,259,160	(134,891)
Charges for services	42,071,757	42,778,403	44,950,797	2,172,394
Fines and forfeits	8,727,000	11,343,841	10,569,888	(773,953)
Interest earned	281,551	281,551	639,801	358,250
Miscellaneous	4,012,100	5,290,032	6,132,231	842,199
Total revenues	349,935,754	355,112,331	356,148,096	1,035,765
Expenditures:				
Current:				
General government	129,115,795	141,240,906	138,583,172	2,657,734
Public safety	147,167,238	160,119,378	159,432,911	686,467
Public works	15,967,446	18,212,004	17,282,939	929,065
Health and welfare	3,779,125	4,468,169	4,306,433	161,736
Culture and recreation	32,204,545	36,237,894	35,471,975	765,919
Housing and development	8,683,098	9,500,113	9,431,434	68,679
Debt service:				
Interest and fiscal charges	100,000	100,000	63,193	36,807
Total expenditures	337,017,247	369,878,464	364,572,057	5,306,407
Excess (deficiency) of revenues over (under) other expenditures	12,918,507	(14,766,133)	(8,423,961)	6,342,172
Other financing sources (uses):				
Transfers in	33,655,826	34,052,144	32,389,197	(1,662,947)
Transfers out	(36,727,771)	(42,935,392)	(41,688,605)	1,246,787
Proceeds from sale of capital assets	-	-	271,486	271,486
Total other financing sources (uses)	(3,071,945)	(8,883,248)	(9,027,922)	(144,674)
Net changes in fund balance	$ 9,846,562	$ (23,649,381)	(17,451,883)	$ 6,197,498
Fund balances at beginning of year - GAAP basis			102,718,656	
Fund balances at end of year - budgetary basis			85,266,773	
Reconciliation to GAAP basis:				
Elimination of encumbrances outstanding at end of year			4,878,764	
Fund balance at end of year - GAAP basis			$ 90,145,537	

Cobb County, Georgia
Fire District Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues:				
Taxes	$ 83,828,696	$ 83,828,696	$ 87,411,537	$ 3,582,841
Licenses and permits	5,000	5,000	1,850	(3,150)
Intergovernmental	-	2,913	-	(2,913)
Charges for services	1,830,100	2,030,100	2,174,217	144,117
Interest earned	108,000	108,000	190,200	82,200
Miscellaneous	5,000	44,062	51,843	7,781
Total revenues	85,776,796	86,018,771	89,829,647	3,810,876
Expenditures:				
Current:				
Personal services	67,769,479	68,776,675	68,776,673	2
Operating expenditures	10,987,843	12,874,374	11,894,295	980,079
Capital outlay	199,950	21,201,249	11,917,765	9,283,484
Debt service:				
Interest and fiscal charges	65,000	79,693	79,693	-
Total expenditures	79,022,272	102,931,991	92,668,426	10,263,565
Excess (deficiency) of revenues over (under) other expenditures	6,754,524	(16,913,220)	(2,838,779)	14,074,441
Other financing sources (uses):				
Transfers in	-	19,381	19,381	-
Transfers out	(112,646)	(4,302,015)	(4,302,015)	-
Proceeds from sale of capital assets	-	-	10,287	10,287
Total other financing sources (uses)	(112,646)	(4,282,634)	(4,272,347)	10,287
Net changes in fund balance	$ 6,641,878	$ (21,195,854)	(7,111,126)	$ 14,084,728
Fund balance at beginning of year - GAAP basis			35,281,995	
Fund balance at end of year - budgetary basis			28,170,869	
Reconciliation to GAAP basis:				
Elimination of encumbrances outstanding at end of year			5,666,339	
Fund balance at end of year - GAAP basis			$ 33,837,208	

NON-MAJOR FUNDS

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

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

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

The **Community Services Fund** accounts for the grant monies received from the Georgia Department of Human Resources.

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

The **Housing and Urban Development Grant Fund** accounts for monies received from the Department of Housing and Urban Development under the Community Development Block Grant Program.

The **Hotel/Motel Tax Fund** accounts for the collection of taxes for a special taxing district.

The **Emergency 911 Fund** accounts for fee collection and the operation of the Emergency 911 system within the County.

The **Parking Deck Facility Fund** accounts for the operation and maintenance of the Marietta Square parking deck.

The **800 MHz Fund** accounts for the operation, maintenance and collection of monies for the 800 MHz core system.

The **Streetlight District Fund** accounts for the operation, maintenance and collection of monies for the streetlight districts within Cobb County.

The **Six Flags Special Service District Fund** accounts for monies received from a specific property tax levy for a special taxing district.

The **Cumberland Special Service District 1 Fund** accounts for monies received from service fees within a special service district.

The **Cumberland Special Service District 2 Fund** accounts for monies received from a specific property tax levy for a special taxing district.

The **CMECEHA Fund** is the Cobb Marietta Exhibit Hall Authority's primary operating fund. It accounts for all of the Authority's resources of general government, except those required to be accounted for in another fund.

The **Stadium Capital Maintenance Fund** accounts for the future capital maintenance of SunTrust Park.

Capital Projects Funds

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

The **Public Facilities Fund** accounts for monies transferred for various governmental funds for the purpose of the construction of public facilities throughout the County.

The **SCRA Construction Fund** accounts issuance of the 2015 South Cobb Redevelopment Authority Bonds and the various redevelopment and infrastructure improvement projects within the Six Flags Special Service District.

The **Parks Bond Land Acquisition Fund** accounts for the issuance of the 2017 Parks Bonds and the costs of acquiring park land within the County.

The **Stadium Construction Fund** accounts for the acquisition, construction, and equipping of the stadium project.

Debt Service Fund

The **CMCEHA Debt Service Fund** accounts for resources accumulated and payments made for principal and interest on the governmental activity revenue bonds.

The **BOC Debt Service Fund** is utilized to account for the accumulation and disbursement of money needed to comply with the interest and principal redemption requirements of the governmental fund type general obligation bonds.

NONMAJOR BUSINESS-TYPE FUNDS

Enterprise Funds

The Enterprise Funds account for the activities that are usually self-sustaining, principally through user charges for services rendered. The accounting records are maintained on the same basis as a commercial business.

The **Cobblestone Golf Course Fund** accounts for the operation and maintenance of the Cobblestone Golf Course.

The **Public Transit System Fund** accounts for the operation and maintenance of the local public transit system and accounts for the monies received from the Federal Transit Authority.

The **Solid Waste Disposal Fund** accounts for the revenues and expenses relating to the disposal of solid waste.

The **Performing Arts Centre Fund** accounts for the activities of the Performing Arts Centre.

The **Galleria Specialty Shops Fund** accounts for the activities of the Authority's retail specialty shops mall operations.

Fiduciary Funds
Agency Funds

Agency Funds account for assets held by the County as an agent for individuals, private organizations, other governments and other County departments.

Cobb County, Georgia
All Nonmajor Governmental Funds
Combining Balance Sheet
September 30, 2017

	Total Nonmajor Special Revenue Funds	Public Facilities Fund	SCRA Construction Fund	Parks Bond Land Acquisition Fund	Stadium Construction Fund	CMCEHA Debt Service Fund	BOC Debt Service Fund	Total Nonmajor Governmental Funds
Assets								
Cash and cash equivalents	$ 14,739,671	$ 133,673	$ 4,761,276	$ 27,360,144	$ 5,072	$ 9,964,752	$ 5,444,817	$ 62,409,405
Restricted cash and cash equivalents	17,563,199	-	-	-	-	-	-	17,563,199
Receivables:								
Taxes	4,869,524	-	-	-	-	-	3,377,997	8,247,521
Other	2,912,372	208	-	-	158,014	-	17,142	3,087,736
Due from other funds	2,874,669	3,865,369	-	-	-	-	-	6,740,038
Due from other governments and agencies	7,616,929	1,364,064	-	-	-	-	-	8,980,993
Advances to component unit	1,415,247	-	-	-	-	-	-	1,415,247
Inventories	50,404	-	-	-	-	-	-	50,404
Prepaid expenditures	242,743	98,425	-	-	-	-	-	341,168
Total assets	$ 52,284,758	$ 5,461,739	$ 4,761,276	$ 27,360,144	$ 163,086	$ 9,964,752	$ 8,839,956	$ 108,835,711
Liabilities, Deferred Inflows of Resources, and Fund Balances								
Liabilities:								
Accounts payable	$ 3,270,438	$ 1,617,383	$ 13,929	39,732	$ -	$ -	$ -	$ 4,941,482
Accrued payroll	571,930	-	-	-	-	-	-	571,930
Due to other funds	5,272,901	2,169,800	-	-	158,014	-	-	7,600,715
Due to others	22,056	-	-	-	-	-	-	22,056
Due to other governments and agencies	128,998	193,928	-	-	-	-	-	322,926
Matured bonds payable	-	-	-	-	-	3,140,000	-	3,140,000
Accrued interest payable	-	-	-	-	-	1,124,844	-	1,124,844
Unearned revenue	1,361,083	11,045	-	-	-	-	-	1,372,128
Total liabilities	10,627,406	3,992,156	13,929	39,732	158,014	4,264,844	-	19,096,081
Deferred inflows of resources								
Unavailable revenues	132,915	-	-	-	-	-	339,729	472,644
Total liabilities and deferred inflows of resources	10,760,321	3,992,156	13,929	39,732	158,014	4,264,844	339,729	19,568,725
Fund balances:								
Nonspendable								
Inventories and prepaid items	293,147	98,425	-	-	-	-	-	391,572
Restricted for:					-			
Debt Service	7,692,260	-	-	-	-	5,699,908	8,500,227	21,892,395
Construction and capital outlay	-	-	4,747,347	27,320,412	5,072	-	-	32,072,831
Special programs	32,506,914	-	-	-	-	-	-	32,506,914
Committed for:					-			
Construction and capital outlay	-	1,818,833	-	-	-	-	-	1,818,833
Special programs	981,881	-	-	-	-	-	-	981,881
Assigned for:					-			
Special programs	50,304	-	-	-	-	-	-	50,304
Unassigned	(69)	(447,675)	-	-	-	-	-	(447,744)
Total fund balances	41,524,437	1,469,583	4,747,347	27,320,412	5,072	5,699,908	8,500,227	89,266,986
Total liabilities, deferred inflows of resources, and fund balances	$ 52,284,758	$ 5,461,739	$ 4,761,276	$ 27,360,144	$ 163,086	$ 9,964,752	$ 8,839,956	$ 108,835,711

Cobb County, Georgia
All Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended September 30, 2017

	Total Nonmajor Special Revenue Funds	Public Facilities Fund	SCRA Construction Fund	Parks Bond Land Acquitision Fund	Stadium Construction Fund	CMCEHA Debt Service Fund	BOC Debt Service Fund	Total Nonmajor Governmental Funds
Revenues:								
Taxes	$ 21,344,273	$ -	$ -	$ -	$ -	$ -	$ 5,244,983	$ 26,589,256
Intergovernmental	24,115,995	4,589,251	-	-	2,500,000	-	-	31,205,246
Charges for services	35,200,629	-	-	-	-	-	165,020	35,365,649
Contributions	1,200,000	-	-	-	-	-	-	1,200,000
Interest earned	154,674	113	7,458	112,628	2,023	61,975	43,610	382,481
Miscellaneous	1,713,129	971,823	-	-	158,014	-	-	2,842,966
Total revenues	83,728,700	5,561,187	7,458	112,628	2,660,037	61,975	5,453,613	97,585,598
Expenditures:								
Current:								
General government	7,965,617	-	-	-	-	-	194,198	8,159,815
Public safety	13,819,669	-	-	-	-	-	-	13,819,669
Public works	10,987,911	-	-	-	-	-	-	10,987,911
Health and welfare	3,204,371	-	-	-	-	-	-	3,204,371
Culture and recreation	14,605,612	-	-	-	-	-	-	14,605,612
Housing and development	6,272,736	-	-	-	-	-	-	6,272,736
Capital outlay	-	18,227,207	288,987	223,792	158,014	-	-	18,898,000
Debt Service:								
Principal retirement	2,310,000	312,309	360,000	-	-	3,940,000	8,305,000	15,227,309
Interest and fiscal charges	1,918,875	174,390	343,248	149,178	-	2,643,045	504,119	5,732,855
Total expenditures	61,084,791	18,713,906	992,235	372,970	158,014	6,583,045	9,003,317	96,908,278
Excess (deficiency) of revenues over (under) expenditures	22,643,909	(13,152,719)	(984,777)	(260,342)	2,502,023	(6,521,070)	(3,549,704)	677,320
Other financing sources (uses):								
Transfers in	12,554,874	11,784,938	704,750	-	-	6,556,103	-	31,600,665
Transfers out	(28,138,298)	(2,328,454)	-	-	(2,500,000)	-	-	(32,966,752)
Proceeds from long term debt, net	-	-	-	24,700,000	-	-	-	24,700,000
Premium on debt issuance	-	-	-	2,880,754	-	-	-	2,880,754
Proceeds from sale of capital assets	4,548	2,001	-	-	-	-	-	6,549
Total other financing sources (uses)	(15,578,876)	9,458,485	704,750	27,580,754	(2,500,000)	6,556,103	-	26,221,216
Net change in fund balances	7,065,033	(3,694,234)	(280,027)	27,320,412	2,023	35,033	(3,549,704)	26,898,536
Fund balances at beginning of year	34,459,404	5,163,817	5,027,374	-	3,049	5,664,875	12,049,931	62,368,450
Fund balances at end of year	$ 41,524,437	$ 1,469,583	$ 4,747,347	$ 27,320,412	$ 5,072	$ 5,699,908	$ 8,500,227	$ 89,266,986

Cobb County, Georgia
Nonmajor Governmental Funds - Special Revenue Funds
Combining Balance Sheet
September 30, 2017

	Law Library Fund	Community Services Fund	Grant Fund	Housing & Urban Development Grant Fund	Hotel/Motel Tax Fund	Emergency 911 Fund
Assets						
Cash and cash equivalents	$ 51,975	$ 174	$ 1	$ 280,689	$ -	$ 1,558,066
Restricted cash and cash equivalents	-	-	-	-	-	-
Receivables:						
Taxes and penalties	-	-	-	-	-	-
Other	27,469	-	118,837	-	-	1,948,121
Due from other funds	15,965	-	981,770	-	473,127	-
Due from other governments and agencies	-	411,497	4,950,314	1,215,611	-	907,767
Advances to component unit	-	-	-	-	-	-
Inventories	-	-	-	-	-	-
Prepaid expenditures	-	-	5,108	-	-	56,015
Total assets	$ 95,409	$ 411,671	$ 6,056,030	$ 1,496,300	$ 473,127	$ 4,469,969
Liabilities, Deferred Inflows of Resources, and Fund Balances						
Liabilities:						
Accounts payable	$ 17,907	$ 395,614	$ 969,569	$ 997,692	$ -	$ 10,777
Accrued payroll	2,358	-	19,789	-	-	120,196
Due to other funds	-	16,126	4,030,434	245,407	473,127	-
Due to others	-	-	2,530	-	-	22
Due to other governments and agencies	-	-	61,090	-	-	-
Unearned revenue	-	-	199,515	-	-	-
Total liabilities	20,265	411,740	5,282,927	1,243,099	473,127	130,995
Deferred Inflows of Resources						
Unavailable revenues	-	-	-	-	-	-
Total Liabilities and Deferred Inflows of Resources	20,265	411,740	5,282,927	1,243,099	473,127	130,995
Fund balances:						
Nonspendable						
Inventories and prepaid items	-	-	5,108	-	-	56,015
Restricted for:						
Debt Service	-	-	-	-	-	-
Special Programs	75,144	-	767,995	253,201	-	4,282,959
Committed for:						
Special programs	-	-	-	-	-	-
Assigned for:						
Special Programs	-	-	-	-	-	-
Unassigned	-	(69)	-	-	-	-
Total fund balances	75,144	(69)	773,103	253,201	-	4,338,974
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 95,409	$ 411,671	$ 6,056,030	$ 1,496,300	$ 473,127	$ 4,469,969

Parking Deck Facility Fund	800 MHz Fund	Streetlight District Fund	Six Flags Special Service District Fund	Cumberland Special Service District 1 Fund	Cumberland Special Service District 2 Fund	CMCEHA Fund	Stadium Capital Maintenance Fund	Total Nonmajor Special Revenue Funds
$ 102,631	$ 13,638	$ 3,452,858	$ 203,768	$ 2,989,489	$ 2,751,883	$ 930,411	$ 2,404,088	$ 14,739,671
-	-	-	-	-	-	17,563,199	-	17,563,199
-	-	-	628,312	-	4,241,212	-	-	4,869,524
1,653	-	270,931	-	-	-	545,361	-	2,912,372
-	-	-	-	-	-	1,403,807	-	2,874,669
-	-	-	-	-	-	131,740	-	7,616,929
-	-	-	-	-	-	1,415,247	-	1,415,247
-	-	-	-	-	-	50,404	-	50,404
-	-	-	-	-	-	181,620	-	242,743
$ 104,284	$ 13,638	$ 3,723,789	$ 832,080	$ 2,989,489	$ 6,993,095	$ 22,221,789	$ 2,404,088	$ 52,284,758
$ 2,426	$ -	$ 188,086	$ -	$ -	$ -	$ 688,367	$ -	$ 3,270,438
84	-	2,834	-	-	-	426,669	-	571,930
-	-	-	-	-	-	507,807	-	5,272,901
-	-	1,020	-	-	-	18,484	-	22,056
-	-	-	-	-	-	67,908	-	128,998
-	-	-	-	-	-	1,161,568	-	1,361,083
2,510	-	191,940	-	-	-	2,870,803	-	10,627,406
-	-	-	-	-	132,915	-	-	132,915
2,510	-	191,940	-	-	132,915	2,870,803	-	10,760,321
-	-	-	-	-	-	232,024	-	293,147
-	-	-	832,080	-	6,860,180	-	-	7,692,260
-	13,638	3,531,849	-	2,989,489	-	18,188,551	2,404,088	32,506,914
51,470	-	-	-	-	-	930,411	-	981,881
50,304	-	-	-	-	-	-	-	50,304
-	-	-	-	-	-	-	-	(69)
101,774	13,638	3,531,849	832,080	2,989,489	6,860,180	19,350,986	2,404,088	41,524,437
$ 104,284	$ 13,638	$ 3,723,789	$ 832,080	$ 2,989,489	$ 6,993,095	$ 22,221,789	$ 2,404,088	$ 52,284,758

Cobb County, Georgia
Nonmajor Governmental Funds - Special Revenue Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended September 30, 2017

	Law Library Fund	Community Services Fund	Grant Fund	Housing & Urban Development Grant Fund	Hotel/Motel Tax Fund	Emergency 911 Fund
Revenues:						
Taxes	$ -	$ -	$ -	$ -	$ 15,006,067	$ -
Intergovernmental	-	861,017	15,448,568	5,896,778	-	-
Charges for services	535,256	-	-	-	-	12,423,802
Contributions	-	-	-	-	-	-
Interest earned	226	-	3,509	707	-	11,418
Miscellaneous	2,172	-	1,086,732	455,575	-	77,459
Total revenues	537,654	861,017	16,538,809	6,353,060	15,006,067	12,512,679
Expenditures:						
Current:						
General government	548,163	-	7,417,454	-	-	-
Public safety	-	-	2,225,455	-	-	11,594,214
Public works	-	-	6,016,417	-	-	-
Health and welfare	-	831,506	2,372,865	-	-	-
Culture and recreation	-	-	396,930	-	40,000	-
Housing and development	-	-	30,206	6,242,530	-	-
Debt service:						
Principal retirement	-	-	-	-	1,875,000	-
Interest and fiscal charges	-	-	-	-	1,613,750	-
Total expenditures	548,163	831,506	18,459,327	6,242,530	3,528,750	11,594,214
Excess (deficiency) of revenues over (under) expenditures	(10,509)	29,511	(1,920,518)	110,530	11,477,317	918,465
Other financing sources (uses):						
Transfers in	-	-	1,316,542	-	-	-
Transfers out	-	(29,580)	(73,713)	-	(11,477,317)	-
Proceeds for sale of capital assets	4,548	-	-	-	-	-
Total other financing sources (uses)	4,548	(29,580)	1,242,829	-	(11,477,317)	-
Net change in fund balances	(5,961)	(69)	(677,689)	110,530	-	918,465
Fund balances at beginning of year	81,105	-	1,450,792	142,671	-	3,420,509
Fund balances at end of year	$ 75,144	$ (69)	$ 773,103	$ 253,201	$ -	$ 4,338,974

Parking Deck Facility Fund	800 MHz Fund	Streetlight District Fund	Six Flags Special Service District Fund	Cumberland Special Service District 1 Fund	Cumberland Special Service District 2 Fund	CMCEHA Fund	Stadium Capital Maintenance Fund	Total Nonmajor Special Revenue Funds
$ -	$ -	$ -	$ 810,239	$ -	$ 5,527,967	$ -	$ -	$ 21,344,273
-	-	-	-	-	-	1,909,632	-	24,115,995
677,951	-	6,218,573	-	3,608,014	-	11,737,033	-	35,200,629
-	-	-	-	-	-	-	1,200,000	1,200,000
192	65	11,281	6,531	18,796	11,827	86,034	4,088	154,674
711	-	90,480	-	-	-	-	-	1,713,129
678,854	65	6,320,334	816,770	3,626,810	5,539,794	13,732,699	1,204,088	83,728,700
-	-	-	-	-	-	-	-	7,965,617
-	-	-	-	-	-	-	-	13,819,669
228,069	-	4,743,425	-	-	-	-	-	10,987,911
-	-	-	-	-	-	-	-	3,204,371
-	-	-	-	-	-	14,168,682	-	14,605,612
-	-	-	-	-	-	-	-	6,272,736
435,000	-	-	-	-	-	-	-	2,310,000
305,125	-	-	-	-	-	-	-	1,918,875
968,194	-	4,743,425	-	-	-	14,168,682	-	61,084,791
(289,340)	65	1,576,909	816,770	3,626,810	5,539,794	(435,983)	1,204,088	22,643,909
347,722	-	-	-	-	-	9,690,610	1,200,000	12,554,874
-	-	(24,912)	(704,750)	(4,765,719)	(4,006,204)	(7,056,103)	-	(28,138,298)
-	-	-	-	-	-	-	-	4,548
347,722	-	(24,912)	(704,750)	(4,765,719)	(4,006,204)	2,634,507	1,200,000	(15,578,876)
58,382	65	1,551,997	112,020	(1,138,909)	1,533,590	2,198,524	2,404,088	7,065,033
43,392	13,573	1,979,852	720,060	4,128,398	5,326,590	17,152,462	-	34,459,404
$ 101,774	$ 13,638	$ 3,531,849	$ 832,080	$ 2,989,489	$ 6,860,180	$ 19,350,986	$ 2,404,088	$ 41,524,437

Cobb County, Georgia
CMCEHA Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues:				
Interest earned	$ 27,045	$ 27,045	$ 61,975	$ 34,930
Total revenues	$ 27,045	$ 27,045	$ 61,975	$ 34,930
Expenditures:				
Debt service:				
Principal retirement	$ 3,940,000	$ 3,940,000	$ 3,940,000	$ -
Interest and fiscal charges	2,642,625	2,642,625	2,643,045	(420)
Total expenditures	$ 6,582,625	$ 6,582,625	$ 6,583,045	$ (420)
Excess (deficiency) of revenues over expenditures	$ (6,555,580)	$ (6,555,580)	$ (6,521,070)	$ 34,510
Other financing sources (uses):				
Transfers in	$ 6,582,625	$ 6,582,625	$ 6,556,103	$ (26,522)
Total other financing sources (uses)	$ 6,582,625	$ 6,582,625	$ 6,556,103	$ (26,522)
Net change in fund balance	$ 27,045	$ 27,045	$ 35,033	$ 7,988
Fund balance at beginning of year - GAAP basis			5,664,875	
Fund balance at end of year - GAAP basis			$ 5,699,908	

Cobb County, Georgia
BOC Debt Service Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues:				
Taxes	$ 8,794,689	$ 8,794,689	$ 5,244,983	$ (3,549,706)
Charges for services	165,020	165,020	165,020	-
Interest earned	43,610	43,610	43,610	-
Total revenues	$ 9,003,319	$ 9,003,319	$ 5,453,613	$ (3,549,706)
Expenditures:				
Current:				
Operating expenditures	$ 80,691	$ 194,200	$ 194,198	$ 2
Debt service:				
Principal retirement	8,305,000	8,305,000	8,305,000	-
Interest and fiscal charges	257,120	504,119	504,119	-
Total expenditures	$ 8,642,811	$ 9,003,319	$ 9,003,317	$ 2
Excess (deficiency) of revenues over expenditures	$ 360,508	$ -	$ (3,549,704)	$ (3,549,704)
Net change in fund balance	$ 360,508	$ -	$ (3,549,704)	$ (3,549,704)
Fund balance at beginning of year - GAAP basis			12,049,931	
Fund balance at end of year - GAAP basis			$ 8,500,227	

Cobb County, Georgia
Law Library Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues:				
Charges for services	$ 565,688	$ 565,688	$ 535,256	$ (30,432)
Interest earned	100	100	226	126
Miscellaneous	5,000	5,000	2,172	(2,828)
Total revenues	$ 570,788	$ 570,788	$ 537,654	$ (33,134)
Expenditures:				
Current:				
Personal services	$ 177,550	$ 199,627	$ 199,627	$ -
Operating expenditures	390,685	410,356	349,621	60,735
Total expenditures	$ 568,235	$ 609,983	$ 549,248	$ 60,735
Excess of revenues over expenditures	$ 2,553	$ (39,195)	$ (11,594)	$ 27,601
Other financing sources (uses):				
Proceeds from sale of capital assets	$ -	$ -	$ 4,548	$ 4,548
Total other financing sources (uses)	$ -	$ -	$ 4,548	$ 4,548
Net change in fund balance	$ 2,553	$ (39,195)	$ (7,046)	$ 32,149
Fund balance at beginning of year - GAAP basis			81,105	
Fund balance at end of year - budgetary basis			$ 74,059	
Reconciliation to GAAP basis:				
Elimination of encumbrances outstanding at end of year			1,085	
Fund balance at end of year-GAAP basis			$ 75,144	

Cobb County, Georgia
Community Services Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues:				
Intergovernmental	$ 676,525	$ 974,607	$ 861,017	$ (113,590)
Total revenues	$ 676,525	$ 974,607	$ 861,017	$ (113,590)
Expenditures:				
Current:				
Operating expenditures	$ 646,945	$ 945,027	$ 831,506	$ 113,521
Total expenditures	$ 646,945	$ 945,027	$ 831,506	$ 113,521
Excess of revenues over expenditures	$ 29,580	$ 29,580	$ 29,511	$ (69)
Other financing sources (uses):				
Transfers out	$ (29,580)	$ (29,580)	$ (29,580)	$ -
Net change in fund balance	$ -	$ -	$ (69)	$ (69)
Fund balance at beginning of year - GAAP basis			-	
Fund balance (deficit) at end of year - GAAP basis			$ (69)	

Cobb County, Georgia
Hotel/Motel Tax Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	$ 13,900,000	$ 15,006,067	$ 15,006,067	$ -
Total revenues	$ 13,900,000	$ 15,006,067	$ 15,006,067	$ -
Expenditures:				
Current:				
Operating expenditures	$ -	$ 40,000	$ 40,000	$ -
Debt service:				
Principal retirement	1,875,000	1,875,000	1,875,000	-
Interest and fiscal charges	1,613,750	1,613,750	1,613,750	-
Total expenditures	$ 3,488,750	$ 3,528,750	$ 3,528,750	$ -
Excess of revenues over expenditures	$ 10,411,250	$ 11,477,317	$ 11,477,317	$ -
Other financing sources (uses):				
Transfers out	$ (10,411,250)	$ (11,477,317)	$ (11,477,317)	$ -
Total other financing sources (uses)	$ (10,411,250)	$ (11,477,317)	$ (11,477,317)	$ -
Net change in fund balance	$ -	$ -	$ -	$ -
Fund balance at beginning of year - GAAP basis			-	
Fund balance at end of year - GAAP basis			$ -	

Cobb County, Georgia
Emergency 911 Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues:				
Charges for services	$ 11,375,000	$ 11,375,000	$ 12,423,802	$ 1,048,802
Interest earned	3,000	3,000	11,418	8,418
Miscellaneous	7,500	7,500	77,459	69,959
Total revenues	$ 11,385,500	$ 11,385,500	$ 12,512,679	$ 1,127,179
Expenditures:				
Current:				
Personnel services	$ 9,226,821	$ 9,226,821	$ 8,812,435	$ 414,386
Operating expenditures	2,425,871	2,709,485	2,587,928	121,557
Capital outlay	-	280,061	280,061	-
Total expenditures	$ 11,652,692	$ 12,216,367	$ 11,680,424	$ 535,943
Excess (deficiency) of revenues over (under) expenditures	$ (267,192)	$ (830,867)	$ 832,255	$ 1,663,122
Net change in fund balance	$ (267,192)	$ (830,867)	$ 832,255	$ 1,663,122
Fund balance at beginning of year - GAAP basis			3,420,509	
Fund balance at end of year - budgetary basis			$ 4,252,764	
Reconciliation to GAAP basis:				
Elimination of encumbrances outstanding at end of year			86,210	
Fund balance at end of year - GAAP basis			$ 4,338,974	

Cobb County, Georgia
Parking Deck Facility Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services	$ 674,000	$ 674,000	$ 677,951	$ 3,951
Interest earned	-	-	192	192
Miscellaneous	1,500	1,500	711	(789)
Total revenues	$ 675,500	$ 675,500	$ 678,854	$ 3,354
Expenditures:				
Current:				
Personnel services	$ 83,546	$ 83,546	$ 63,793	$ 19,753
Operating expenditures	138,591	177,375	168,415	8,960
Capital outlay	50,000	50,000	46,165	3,835
Debt service:				
Principal retirement	435,000	435,000	435,000	-
Interest and fiscal charges	305,125	305,125	305,125	-
Total expenditures	$ 1,012,262	$ 1,051,046	$ 1,018,498	$ 32,548
Excess (deficiency) of revenues over (under) expenditures	$ (336,762)	$ (375,546)	$ (339,644)	$ 35,902
Other financing sources (uses):				
Transfers in	$ 336,762	$ 347,362	$ 347,722	$ 360
Total other financing sources (uses)	$ 336,762	$ 347,362	$ 347,722	$ 360
Net change in fund balance	$ -	$ (28,184)	$ 8,078	$ 36,262
Fund balance at beginning of year - GAAP basis			43,392	
Fund balance at end of year - budgetary basis			$ 51,470	
Reconciliation to GAAP basis:				
Elimination of encumbrances outstanding at end of year			50,304	
Fund balance at end of year - GAAP basis			$ 101,774	

Cobb County, Georgia
800 MHz Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues:				
Interest earned	$ -	$ -	$ 65	$ 65
Total revenues	$ -	$ -	$ 65	$ 65
Excess (deficiency) of revenues over (under) expenditures	$ -	$ -	$ 65	$ 65
Net change in fund balance	$ -	$ -	$ 65	$ 65
Fund balance at beginning of year - GAAP basis			13,573	
Fund balance at end of year - GAAP basis			$ 13,638	

Cobb County, Georgia
Street Light District Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services	$ 6,015,681	$ 6,015,681	$ 6,218,573	$ 202,892
Interest earned	-	-	11,281	11,281
Miscellaneous	-	-	90,480	90,480
Total revenues	$ 6,015,681	$ 6,015,681	$ 6,320,334	$ 304,653
Expenditures:				
Current:				
Personal services	$ 186,579	$ 195,796	$ 195,796	$ -
Operating expenditures	5,682,997	5,685,847	4,522,803	1,163,044
Capital outlay	30,000	30,000	24,826	5,174
Total expenditures	$ 5,899,576	$ 5,911,643	$ 4,743,425	$ 1,168,218
Excess of revenues over expenditures	$ 116,105	$ 104,038	$ 1,576,909	$ 1,472,871
Other financing sources (uses):				
Transfers out	$ (26,000)	$ (26,000)	$ (24,912)	$ 1,088
Total other financing sources (uses)	$ (26,000)	$ (26,000)	$ (24,912)	$ 1,088
Net change in fund balance	$ 90,105	$ 78,038	$ 1,551,997	$ 1,473,959
Fund balance at beginning of year - GAAP basis			1,979,852	
Fund balance at end of year-GAAP basis			$ 3,531,849	

Cobb County, Georgia
Six Flags Special Service District Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues:				
Taxes	$ 703,248	$ 703,248	$ 810,239	$ 106,991
Interest earned	-	-	6,531	6,531
Total revenues	$ 703,248	$ 703,248	$ 816,770	$ 113,522
Excess (deficiency) of revenues over expenditures	$ 703,248	$ 703,248	$ 816,770	$ 113,522
Other financing sources (uses):				
Transfers out	-	$ -	(704,750)	(704,750)
Total other financing sources (uses)	$ -	$ -	$ (704,750)	$ (704,750)
Net change in fund balance	$ 703,248	$ 703,248	$ 112,020	$ (591,228)
Fund balance at beginning of year - GAAP basis			720,060	
Fund balance at end of year - GAAP basis			$ 832,080	

Cobb County, Georgia
Cumberland Special Service District 1 Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services	$ 3,600,000	$ 3,600,000	$ 3,608,014	$ 8,014
Interest earned	-	-	18,796	18,796
Total revenues	$ 3,600,000	$ 3,600,000	$ 3,626,810	$ 26,810
Excess (deficiency) of revenues over expenditures	$ 3,600,000	$ 3,600,000	$ 3,626,810	$ 26,810
Other financing sources (uses):				
Transfers out	(6,766,281)	(5,264,787)	(4,765,719)	499,068
Total other financing sources (uses)	$ (6,766,281)	$ (5,264,787)	$ (4,765,719)	$ 499,068
Net change in fund balance	$ (3,166,281)	$ (1,664,787)	$ (1,138,909)	$ 525,878
Fund balance at beginning of year - GAAP basis			4,128,398	
Fund balance at end of year - GAAP basis			$ 2,989,489	

Cobb County, Georgia
Cumberland Special Service District 2 Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues:				
Taxes	$ 5,130,000	$ 5,130,000	$ 5,527,967	$ 397,967
Interest earned	20,000	20,000	11,827	(8,173)
Total revenues	$ 5,150,000	$ 5,150,000	$ 5,539,794	$ 389,794
Excess (deficiency) of revenues over expenditures	$ 5,150,000	$ 5,150,000	$ 5,539,794	$ 389,794
Other financing sources (uses):				
Transfers out	(4,006,204)	(4,006,204)	(4,006,204)	-
Total other financing sources (uses)	$ (4,006,204)	$ (4,006,204)	$ (4,006,204)	$ -
Net change in fund balance	$ 1,143,796	$ 1,143,796	$ 1,533,590	$ 389,794
Fund balance at beginning of year - GAAP basis			5,326,590	
Fund balance at end of year - GAAP basis			$ 6,860,180	

Cobb County, Georgia
CMCEHA Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues:				
Intergovernmental	$ 1,410,995	$ 1,410,995	$ 1,909,632	$ 498,637
Charges for services	11,868,780	11,868,780	11,737,033	(131,747)
Interest earned	16,524	16,524	86,034	69,510
Total revenues	$ 13,296,299	$ 13,296,299	$ 13,732,699	$ 436,400
Expenditures:				
Current:				
Personnel services	$ 6,053,015	$ 6,053,015	$ 6,080,145	$ (27,130)
Operating expenditures	8,631,487	8,631,487	6,245,519	2,385,968
Contractual expenditures	1,663,578	1,663,578	1,843,018	(179,440)
Total expenditures	$ 16,348,080	$ 16,348,080	$ 14,168,682	$ 2,179,398
Excess (deficiency) of revenues over expenditures	$ (3,051,781)	$ (3,051,781)	$ (435,983)	$ 2,615,798
Other financing sources (uses):				
Transfers in	$ 8,929,000	$ 8,929,000	$ 9,690,610	$ 761,610
Transfers out	(7,332,625)	(7,332,625)	(7,056,103)	276,522
Total other financing sources (uses)	$ 1,596,375	$ 1,596,375	$ 2,634,507	$ 1,038,132
Net change in fund balance	$ (1,455,406)	$ (1,455,406)	$ 2,198,524	$ 3,653,930
Fund balance at beginning of year - GAAP basis			17,152,462	
Fund balance at end of year - GAAP basis			$ 19,350,986	

Cobb County, Georgia
Stadium Capital Maintenance Special Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Contributions	$ 1,200,000	$ 1,200,000	$ 1,200,000	$ -
Interest earned	-	-	4,088	4,088
Total revenues	$ 1,200,000	$ 1,200,000	$ 1,204,088	$ 4,088
Excess (deficiency) of revenues over expenditures	$ 1,200,000	$ 1,200,000	$ 1,204,088	$ 4,088
Other financing sources (uses):				
Transfers in	$ 1,200,000	$ 1,200,000	$ 1,200,000	$ -
Total other financing sources (uses)	$ 1,200,000	$ 1,200,000	$ 1,200,000	$ -
Net change in fund balance	$ 2,400,000	$ 2,400,000	$ 2,404,088	$ 4,088
Fund balance at beginning of year - GAAP basis			-	
Fund balance at end of year - GAAP basis			$ 2,404,088	

Cobb County, Georgia
Nonmajor Business-Type Enterprise Funds
Combining Statement of Net Position
September 30, 2017

	Cobblestone Golf Course Fund	Public Transit System Fund	Solid Waste Disposal Fund	Performing Arts Centre Fund	Galleria Specialty Shops Fund	Totals
Assets and Deferred Outflows of Resources						
Current assets:						
Cash	$ 282,118	$ 8,764	$ 1,347	$ 1,208,698	$ 371,766	$ 1,872,693
Restricted cash and cash equivalents	-	-	-	2,117,787	50,526	2,168,313
Receivables:						
Accounts, net	-	-	-	46,892	26,986	73,878
Other	6,256	41,317	17,230	-	-	64,803
Due from other funds	-	2,800,000	-	-	-	2,800,000
Due from component unit	-	-	-	26,989	-	26,989
Due from other governments and agencies	-	4,021,882	-	-	-	4,021,882
Inventories	-	-	-	34,303	-	34,303
Prepaid items	3,272	-	-	61,050	-	64,322
Total current assets	291,646	6,871,963	18,577	3,495,719	449,278	11,127,183
Noncurrent assets:						
Property, plant and equipment:						
Capital assets not being depreciated	5,453,615	11,369,073	3,778,386	198,750	1,805,485	22,605,309
Capital assets being depreciated, net	738,853	46,322,902	2,681,516	80,097,620	1,395,524	131,236,415
Net property, plant and equipment	6,192,468	57,691,975	6,459,902	80,296,370	3,201,009	153,841,724
Total noncurrent assets	6,192,468	57,691,975	6,459,902	80,296,370	3,201,009	153,841,724
Total assets	6,484,114	64,563,938	6,478,479	83,792,089	3,650,287	164,968,907
Deferred Outflows of Resources:						
Deferred outflows of resources related to pension	-	73,998	22,200	-	-	96,198
Total assets and deferred outflows of resources	$ 6,484,114	$ 64,637,936	$ 6,500,679	$ 83,792,089	$ 3,650,287	$ 165,065,105

Continued on next page.

Cobb County, Georgia
Nonmajor Business-Type Enterprise Funds
Combining Statement of Net Position
September 30, 2017

	Cobblestone Golf Course Fund	Public Transit System Fund	Solid Waste Disposal Fund	Performing Arts Centre Fund	Galleria Specialty Shops Fund	Totals
Liabilities and Deferred Inflows of Resources						
Liabilities:						
Current liabilities (payable from current assets):						
Accounts payable	$ 113,706	$ 3,413,843	$ 52,390	$ 478,523	$ 37,798	$ 4,096,260
Accrued payroll	-	9,375	12,100	334,935	-	356,410
Due to other funds	-	349,947	-	70,311	9,060	429,318
Due to others	9,584	-	-	-	-	9,584
Customer deposits	-	-	-	1,315,030	50,526	1,365,556
Due to other governments and agencies	41,240	1,000	-	-	-	42,240
Accured interest payable	-	-	-	92,232	-	92,232
Unearned revenues	71,621	-	-	1,142,551	4,000	1,218,172
Current portion of revenue bonds	-	-	-	535,000	-	535,000
Current portion of compensated absences	-	10,725	15,816	72,799	-	99,340
Current portion of closure and post closure care	-	-	359,272	-	-	359,272
Total current liabilities	236,151	3,784,890	439,578	4,041,381	101,384	8,603,384
Long-term liabilities:						
Revenue bonds (net of current portion and bond premium)	-	-	-	5,870,000	-	5,870,000
Compensated absences (net of current portion)	-	-	29,119	18,200	-	47,319
Closure and postclosure care (net of current portion)	-	-	22,958,877	-	-	22,958,877
Unearned revenue	-	-	-	5,929,334	-	5,929,334
Net pension liability	-	1,074,397	322,319	-	-	1,396,716
Advances from other funds	2,981,022	-	-	-	-	2,981,022
Total long-term liabilities	2,981,022	1,074,397	23,310,315	11,817,534	-	39,183,268
Total liabilities	3,217,173	4,859,287	23,749,893	15,858,915	101,384	47,786,652
Deferred inflows of resources						
Deferred inflow related to pension	-	30,158	9,047	-	-	39,205
Total liabilities and deferred inflows of resources	3,217,173	4,889,445	23,758,940	15,858,915	101,384	47,825,857
Net Position:						
Net investment in capital assets	6,192,468	57,673,134	6,459,902	73,891,370	3,201,009	147,417,883
Restricted for:						
Debt service	-	-	-	710,525	-	710,525
Unrestricted	(2,925,527)	2,075,357	(23,718,163)	(6,668,721)	347,894	(30,889,160)
Total net position	$ 3,266,941	$ 59,748,491	$ (17,258,261)	$ 67,933,174	$ 3,548,903	$ 117,239,248

Continued from preceding page.

Cobb County, Georgia
Nonmajor Business-Type Enterprise Funds
Combining Statement of Revenues, Expenses and Changes in Net Position
For the Fiscal Year Ended September 30, 2017

	Cobblestone Golf Course Fund	Public Transit System Fund	Solid Waste Disposal Fund	Performing Arts Centre Fund	Galleria Specialty Shops Fund	Totals
Operating revenues:						
Charges for services	$ 1,705,705	$ 4,479,084	$ 495,220	$ 9,742,996	$ 504,810	$ 16,927,815
Miscellaneous income	-	94,371	-	-	-	94,371
Total operating revenues	1,705,705	4,573,455	495,220	9,742,996	504,810	17,022,186
Operating expenses:						
Personnel services	-	810,093	299,593	3,588,585	258,023	4,956,294
Other operating expenses	1,687,668	22,012,942	76,803	4,190,907	483,075	28,451,395
Total operating expenses	1,687,668	22,823,035	376,396	7,779,492	741,098	33,407,689
Operating income (loss) before depreciation	18,037	(18,249,580)	118,824	1,963,504	(236,288)	(16,385,503)
Less depreciation	(30,549)	(4,546,330)	(397,312)	(2,430,380)	(189,758)	(7,594,329)
Operating income (loss)	(12,512)	(22,795,910)	(278,488)	(466,876)	(426,046)	(23,979,832)
Nonoperating revenues (expenses):						
Interest income	524	5,663	261	159	-	6,607
Interest and fiscal charges	-	-	-	(186,464)	-	(186,464)
Gain (loss) on sale of capital assets	-	37,508	-	(1,693)	-	35,815
Total nonoperating revenues (expenses)	524	43,171	261	(187,998)	-	(144,042)
Net income (loss) before transfers and capital contributions	(11,988)	(22,752,739)	(278,227)	(654,874)	(426,046)	(24,123,874)
Capital contributions	-	14,986,066	-	-	-	14,986,066
Transfers:						
Transfers in	-	15,684,319	120,000	-	500,000	16,304,319
Transfers out	(2,491)	-	-	-	-	(2,491)
Total transfers	(2,491)	15,684,319	120,000	-	500,000	16,301,828
Change in net position	(14,479)	7,917,646	(158,227)	(654,874)	73,954	7,164,020
Total net position - beginning, before restatement	3,281,420	51,999,639	(17,056,000)	68,588,048	3,474,949	110,288,056
Restatement	-	(168,794)	(44,034)	-	-	(212,828)
Total net position - beginning, after restatement	3,281,420	51,830,845	(17,100,034)	68,588,048	3,474,949	110,075,228
Total net position - ending	$ 3,266,941	$ 59,748,491	$ (17,258,261)	$ 67,933,174	$ 3,548,903	$ 117,239,248

Cobb County, Georgia
Nonmajor Business-Type Enterprise Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended September 30, 2017

	Cobblestone Golf Course Fund	Public Transit System Fund	Solid Waste Disposal Fund	Performing Arts Centre Fund	Galleria Specialty Shops Fund	Totals
Cash flows from operating activities:						
Cash received from customers	$ 1,709,737	$ 1,472,106	$ 543,755	$ 9,164,215	$ 495,216	$ 13,385,029
Cash payments for goods and services	(1,662,952)	(24,816,528)	(421,161)	(4,009,081)	(479,742)	(31,389,464)
Cash payments for employee services and fringe benefits	-	(937,762)	(290,655)	(3,290,363)	(258,023)	(4,776,803)
Net cash from (to) operating activities	46,785	(24,282,184)	(168,061)	1,864,771	(242,549)	(22,781,238)
Cash flows from noncapital financing activities:						
Transfers in	-	15,684,319	120,000	-	500,000	16,304,319
Transfers out	(2,491)	-	-	-	-	(2,491)
Net cash from (to) noncapital financing activities	(2,491)	15,684,319	120,000	-	500,000	16,301,828
Cash flows from capital and related financing activities:						
Proceeds from sale of capital assets	-	37,508	-	1,887	-	39,395
Payments for capital acquisitions	(80,294)	(8,916,014)	-	(214,542)	(28,447)	(9,239,297)
Bond principal payments	-	-	-	(515,000)	-	(515,000)
Capital contributions	-	14,986,066	-	-	-	14,986,066
Payments on advances from other funds	(141,821)	-	-	-	-	(141,821)
Interest and fiscal charges	-	-	-	(193,880)	-	(193,880)
Net cash from (to) capital and related financing activities	(222,115)	6,107,560	-	(921,535)	(28,447)	4,935,463
Cash flows from investing activities:						
Interest received	524	5,663	261	159	-	6,607
Net cash from investing activities	524	5,663	261	159	-	6,607
Net increase (decrease) in cash and cash equivalents	(177,297)	(2,484,642)	(47,800)	943,395	229,004	(1,537,340)
Cash and cash equivalents at beginning of year	459,415	2,493,406	49,147	2,383,090	193,288	5,578,346
Cash and cash equivalents at end of year	$ 282,118	$ 8,764	$ 1,347	$ 3,326,485	$ 422,292	$ 4,041,006

Continued on next page.

Cobb County, Georgia
Nonmajor Business-Type Enterprise Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended September 30, 2017

	Cobblestone Golf Course Fund	Public Transit System Fund	Solid Waste Disposal Fund	Performing Arts Centre Fund	Galleria Specialty Shops Fund	Totals
Reconciliation of operating income (loss) to net cash from operating activities:						
Operating income (loss)	$ (12,512)	$ (22,795,910)	$ (278,488)	$ (466,876)	$ (426,046)	$ (23,979,832)
Adjustments to reconcile operating income (loss) to net cash from operating activities:						
Depreciation	30,549	4,546,330	397,312	2,430,380	189,758	7,594,329
Change in assets and liabilities:						
Decrease (increase) in accounts receivables	-	-	-	20,371	(5,169)	15,202
Decrease (increase) in other receivables	-	46,306	48,535	-	-	94,841
Decrease (increase) in due from other funds	-	(2,794,981)	-	-	-	(2,794,981)
Decrease (increase) in due from other governments	-	(3,147,655)	-	-	-	(3,147,655)
Decrease (increase) in due from component units	-	-	-	(5,636)	-	(5,636)
Decrease (increase) in inventories	-	-	-	(1,703)	-	(1,703)
Decrease (increase) in deferred outflows of resources	-	38,673	7,192	-	-	45,865
Decrease (increase) in prepaid items	-	-	-	45,791	-	45,791
Increase (decrease) in accounts payable	6,037	(352,745)	14,914	101,819	28,546	(201,429)
Increase (decrease) in accrued payroll	-	(1,170)	307	241,544	-	240,681
Increase (decrease) in accrued compensated absences	-	(3,287)	449	56,678	-	53,840
Increase (decrease) in due to other funds	(1,764)	344,140	-	-	(22,813)	319,563
Increase (decrease) in due to others	411	-	-	35,919	(2,400)	33,930
Increase (decrease) in deposits payable	-	-	-	(202,921)	(8,425)	(211,346)
Increase (decrease) in due to other governments	20,032	-	-	-	-	20,032
Increase (decrease) in closure/post closure care	-	-	(359,272)	-	-	(359,272)
Increase (decrease) in deferred inflows of resources	-	30,158	9,047	-	-	39,205
Increase (decrease) in unearned revenues	4,032	-	-	(390,595)	4,000	(382,563)
Increase (decrease) in net pension liability	-	(192,043)	(8,057)	-	-	(200,100)
Total adjustments	59,297	(1,486,274)	110,427	2,331,647	183,497	1,198,594
Net cash provided (used) by operating activities	$ 46,785	$ (24,282,184)	$ (168,061)	$ 1,864,771	$ (242,549)	$ (22,781,238)

Continued from preceding page.

Cobb County, Georgia
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended September 30, 2017

	Balance October 1, 2016 (As Restated)	Additions	Deductions	Balance September 30, 2017
Clerk of State Court				
Assets				
Cash and cash equivalents	$ 6,024,059	$ 23,253,271	$ 23,209,366	$ 6,067,964
Liabilities				
Funds held in trust for others	$ 6,024,059	$ 23,253,271	$ 23,209,366	$ 6,067,964
Clerk of Juvenile Court				
Assets				
Cash	$ 1,681	$ 8,819	$ 8,431	$ 2,069
Liabilities				
Funds held in trust for others	$ 1,681	$ 8,819	$ 8,431	$ 2,069
Sheriff				
Assets				
Cash and cash equivalents	$ 9,724,855	$ 15,291,522	$ 14,316,457	$ 10,699,920
Liabilities				
Funds held in trust for others	$ 9,724,855	$ 15,291,522	$ 14,316,457	$ 10,699,920
Clerk of Superior Court				
Assets				
Cash and cash equivalents	$ 28,255,737	$ 78,832,201	$ 76,810,193	$ 30,277,745
Liabilities				
Funds held in trust for others	$ 28,255,737	$ 78,832,201	$ 76,810,193	$ 30,277,745
Clerk of Probate Court				
Assets				
Cash	$ -	$ 1,900,668	$ 1,900,668	$ -
Liabilities				
Due to other funds	$ -	$ 1,900,668	$ 1,900,668	$ -
Tax Commissioner				
Assets				
Cash	$ 83,826,756	$ 996,627,289	$ 1,004,132,546	$ 76,321,499
Taxes and penalties receivable	490,837,154	729,714,637	673,608,476	546,943,315
	$ 574,663,910	$ 1,726,341,926	$ 1,677,741,022	$ 623,264,814
Liabilities				
Unremitted tax collections	$ 83,826,756	$ 996,627,289	$ 1,004,132,546	$ 76,321,499
Taxes payable to others upon collection	490,837,154	729,714,637	673,608,476	546,943,315
	$ 574,663,910	$ 1,726,341,926	$ 1,677,741,022	$ 623,264,814

Continued on next page.

Cobb County, Georgia
Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended September 30, 2017

	Balance October 1, 2016 (As Restated)	Additions	Deductions	Balance September 30, 2017
Accounts Payable Fund				
Assets				
Cash and cash equivalents	$ -	$ 54,103,625	$ 54,103,625	$ -
Liabilities				
Funds held in trust for others	$ -	$ 54,103,625	$ 54,103,625	$ -
Payroll Fund				
Assets				
Cash and cash equivalents	$ 4,919,039	$ 293,075,240	$ 292,546,553	$ 5,447,726
Liabilities				
Unremitted payroll tax and withholdings	$ 4,919,039	$ 293,075,240	$ 292,546,553	$ 5,447,726
Child Support, Witness and Jurors' Fees				
Assets				
Cash	$ 38,803	$ 2,522,975	$ 2,544,367	$ 17,411
Liabilities				
Funds held in trust for others	$ 38,803	$ 2,522,975	$ 2,544,367	$ 17,411
Total assets	$ 623,628,084	$ 2,195,330,247	$ 2,143,180,682	$ 675,777,649
Total liabilities	$ 623,628,084	$ 2,195,330,247	$ 2,143,180,682	$ 675,777,649

Continued from preceding page.

Cobb County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Revenues:				
Taxes	$ 264,623,361	$ 264,762,184	$ 262,843,226	$ (1,918,958)
Licenses and permits	26,915,985	27,262,269	27,752,993	490,724
Intergovernmental	3,304,000	3,394,051	3,259,160	(134,891)
Charges for services	42,071,757	45,778,403	44,950,797	(827,606)
Fines and forfeits	8,727,000	11,343,841	10,569,888	(773,953)
Interest earned	281,551	281,551	639,801	358,250
Miscellaneous	4,012,100	2,290,032	6,132,231	3,842,199
Total revenues	$ 349,935,754	$ 355,112,331	$ 356,148,096	$ 1,035,765
Expenditures:				
Current				
General government:				
Legislative:				
Board of Commissioners				
Personnel services	$ 864,038	$ 987,236	$ 987,240	$ (4)
Operating expenditures	51,350	53,281	53,492	(211)
	915,388	1,040,517	1,040,732	(215)
Other Governmental				
Operating expenditures	1,474,466	1,646,207	1,529,440	116,767
Non-Profit				
Operating expenditures	850,695	1,131,834	1,108,037	23,797
	850,695	1,131,834	1,108,037	23,797
Total legislative	3,240,549	3,818,558	3,678,209	140,349
Judicial:				
Clerk of State Court				
Personnel services	4,656,370	4,780,325	4,635,953	144,372
Operating expenditures	86,511	115,229	92,715	22,514
	4,742,881	4,895,554	4,728,668	166,886
Clerk of Superior Court				
Personnel services	6,096,100	6,217,344	6,181,783	35,561
Operating expenditures	234,116	383,845	381,600	2,245
Capital outlay	-	57,821	57,820	1
	6,330,216	6,659,010	6,621,203	37,807
District Attorney				
Personnel services	6,596,194	7,514,082	7,514,086	(4)
Operating expenditures	406,410	779,903	782,488	(2,585)
	7,002,604	8,293,985	8,296,574	(2,589)
Chief Magistrate				
Personnel services	3,494,708	3,788,667	3,788,667	-
Operating expenditures	87,739	145,702	147,015	(1,313)
	3,582,447	3,934,369	3,935,682	(1,313)

Continued on next page.

Cobb County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Juvenile Court				
Personnel services	5,469,734	5,560,942	5,077,898	483,044
Operating expenditures	160,447	213,626	169,362	44,264
	5,630,181	5,774,568	5,247,260	527,308
Probate Court				
Personnel services	1,377,720	1,459,774	1,459,775	(1)
Operating expenditures	176,452	181,068	181,862	(794)
Capital outlay	-	-	-	-
	1,554,172	1,640,842	1,641,637	(795)
Solicitor				
Personnel services	5,596,159	7,372,807	7,372,808	(1)
Operating expenditures	41,630	98,174	98,806	(632)
	5,637,789	7,470,981	7,471,614	(633)
State Court				
Personnel services	7,043,897	7,259,412	6,835,280	424,132
Operating expenditures	503,425	923,921	858,746	65,175
Capital outlay	-	7,367	7,367	-
	7,547,322	8,190,700	7,701,393	489,307
Superior Court				
Personnel services	5,777,208	6,152,151	6,150,593	1,558
Operating expenditures	1,014,408	1,270,473	1,270,864	(391)
	6,791,616	7,422,624	7,421,457	1,167
Circuit Defender				
Personnel services	803,524	842,726	842,727	(1)
Operating expenditures	4,580,625	4,820,078	4,820,227	(149)
	5,384,149	5,662,804	5,662,954	(150)
Total judicial	54,203,377	59,945,437	58,728,442	1,216,995
Executive and administrative:				
County Manager				
Personnel services	935,334	1,014,189	1,014,192	(3)
Operating expenditures	92,880	95,280	90,007	5,273
	1,028,214	1,109,469	1,104,199	5,270

Continued on next page.

Cobb County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
General Administrative				
Personnel services	23,000	-	-	-
Operating expenditures	9,161,177	9,710,452	9,261,695	448,757
Capital outlay	-	291,484	436,933	(145,449)
	9,184,177	10,001,936	9,698,628	303,308
Information Services				
Personnel services	11,040,344	11,191,417	11,191,425	(8)
Operating expenditures	6,902,545	6,456,852	6,822,785	(365,933)
Capital outlay	-	872,765	1,230,779	(358,014)
	17,942,889	18,521,034	19,244,989	(723,955)
Drug Treatment				
Personnel services	332,202	337,248	231,845	105,403
Operating expenditures	228,300	228,611	66,927	161,684
	560,502	565,859	298,772	267,087
Finance				
Personnel services	2,701,359	2,810,388	2,810,387	1
Operating expenditures	252,550	254,868	164,284	90,584
	2,953,909	3,065,256	2,974,671	90,585
Purchasing				
Personnel services	2,423,947	2,367,422	2,367,422	-
Operating expenditures	1,764,795	2,198,242	2,181,098	17,144
Capital outlay	-	2,000,000	1,964,756	35,244
	4,188,742	6,565,664	6,513,276	52,388
Fleet				
Personnel services	905,483	890,676	890,674	2
Operating expenditures	28,935	29,698	29,732	(34)
	934,418	920,374	920,406	(32)
Tax Assessor				
Personnel services	3,718,438	3,952,613	3,952,618	(5)
Operating expenditures	2,131,478	2,223,061	2,135,902	87,159
Capital outlay	-	7,500	7,335	165
	5,849,916	6,183,174	6,095,855	87,319
Internal Audit				
Personnel services	356,914	348,594	348,595	(1)
Operating expenditures	5,986	5,986	4,705	1,281
	362,900	354,580	353,300	1,280
Human Resources				
Personnel services	2,180,773	2,206,191	2,206,190	1
Operating expenditures	480,954	625,697	534,834	90,863
Capital outlay	-	-	-	-
	2,661,727	2,831,888	2,741,024	90,864
Ethics Board				
Operating expenditures	2,130	2,130	-	2,130
	2,130	2,130	-	2,130
Property Management				
Personnel services	5,015,268	5,146,000	5,146,001	(1)
Operating expenditures	5,359,909	5,636,045	5,399,832	236,213
Capital outlay	-	186,637	186,029	608
	10,375,177	10,968,682	10,731,862	236,820

Continued on next page.

Cobb County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Tax Commissioner				
Personnel services	6,665,787	6,757,460	6,200,718	556,742
Operating expenditures	604,101	679,790	681,101	(1,311)
Capital outlay	-	63	-	63
	7,269,888	7,437,313	6,881,819	555,494
Public Services				
Personnel services	296,135	679,170	679,170	-
Operating expenditures	19,780	22,423	11,320	11,103
	315,915	701,593	690,490	11,103
Communications				
Personnel services	1,306,433	1,118,075	1,118,076	(1)
Operating expenditures	125,584	105,870	105,871	(1)
Capital outlay	-	30,900	30,900	-
	1,432,017	1,254,845	1,254,847	(2)
Support Services				
Personnel services	689,185	287,987	287,991	(4)
Operating Services	12,243	9,767	8,574	1,193
	701,428	297,754	296,565	1,189
Elections & Registration				
Personnel services	2,422,508	2,726,507	2,726,513	(6)
Operating expenditures	619,179	893,039	893,287	(248)
Capital outlay	-	60,000	-	60,000
	3,041,687	3,679,546	3,619,800	59,746
County Clerk				
Personnel services	370,463	385,352	385,350	2
Operating expenditures	40,520	38,589	30,339	8,250
	410,983	423,941	415,689	8,252
Law Department				
Personnel services	1,945,548	2,087,357	2,087,358	(1)
Operating expenditures	509,702	504,516	252,971	251,545
	2,455,250	2,591,873	2,340,329	251,544
Total executive and administrative	71,671,869	77,476,911	76,176,521	1,300,390
Total general government	129,115,795	141,240,906	138,583,172	2,657,734
Public Safety:				
P S Training Center				
Personnel services	300,441	262,539	262,539	-
Operating expenditures	470,278	560,238	523,879	36,359
Capital outlay	-	179,068	178,908	160
	770,719	1,001,845	965,326	36,519
Police Department				
Personnel services	61,563,829	64,952,237	64,952,239	(2)
Operating expenditures	3,931,954	6,780,584	6,753,631	26,953
Capital outlay	-	885,064	837,228	47,836
	65,495,783	72,617,885	72,543,098	74,787

Continued on next page.

Cobb County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Countywide-800MHZ				
Personnel services	281,347	351,360	351,360	-
Operating expenditures	1,435,549	1,518,107	1,410,637	107,470
Capital outlay	-	251,400	215,525	35,875
	1,716,896	2,120,867	1,977,522	143,345
Animal Control				
Personnel services	2,788,672	2,793,236	2,793,237	(1)
Operating expenditures	536,880	624,272	468,948	155,324
Capital outlay	-	114,981	114,928	53
	3,325,552	3,532,489	3,377,113	155,376
Public Safety				
Personnel services	181,444	199,031	199,032	(1)
Operating expenditures	92,570	109,053	108,303	750
	274,014	308,084	307,335	749
Safety Village				
Personnel services	119,443	124,096	124,097	(1)
Operating expenditures	152,592	178,978	185,860	(6,882)
Capital outlay	-	10,696	15,000	(4,304)
	272,035	313,770	324,957	(11,187)
Sheriff				
Personnel services	22,037,392	23,356,865	23,156,178	200,687
Operating expenditures	1,599,582	2,161,273	2,063,032	98,241
Capital outlay	-	426,996	383,224	43,772
	23,636,974	25,945,134	25,602,434	342,700
Corrections				
Personnel services	35,108,112	35,580,694	35,781,381	(200,687)
Operating expenditures	15,244,047	15,785,254	16,297,998	(512,744)
Capital outlay	-	1,353,587	710,464	643,123
	50,352,159	52,719,535	52,789,843	(70,308)
Medical Examiner				
Personnel services	1,241,529	1,355,722	1,355,721	1
Operating expenditures	81,577	168,547	155,064	13,483
Capital outlay	-	35,500	34,498	1,002
	1,323,106	1,559,769	1,545,283	14,486
Total public safety	147,167,238	160,119,378	159,432,911	686,467
Public Works:				
Department of Transportation				
Personnel services	11,987,253	12,332,466	12,332,466	-
Operating expenditures	3,980,193	5,705,874	4,748,808	957,066
Capital outlay	-	173,664	201,665	(28,001)
	15,967,446	18,212,004	17,282,939	929,065
Total public works	15,967,446	18,212,004	17,282,939	929,065
Culture and Recreation				
Extension Service				
Personnel services	460,878	498,467	498,468	(1)
Operating expenditures	27,749	101,880	89,435	12,445
Capital outlay	-	18,923	31,901	(12,978)
	488,627	619,270	619,804	(534)

Continued on next page.

Cobb County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive
	Original	Final	Actual	(Negative)
Library				
Personnel services	8,824,690	8,991,739	8,991,744	(5)
Operating expenditures	2,824,546	2,923,400	2,924,848	(1,448)
Capital outlay	-	282,343	194,757	87,586
	11,649,236	12,197,482	12,111,349	86,133
Parks and Recreation				
Personnel services	14,049,315	14,508,430	14,508,447	(17)
Operating expenditures	6,017,367	6,829,840	6,348,594	481,246
Capital outlay	-	2,082,872	1,883,781	199,091
	20,066,682	23,421,142	22,740,822	680,320
Total culture and recreation	32,204,545	36,237,894	35,471,975	765,919
Health and welfare:				
Senior Services				
Personnel services	2,322,538	2,564,030	2,564,033	(3)
Operating expenditures	478,027	762,486	763,840	(1,354)
	2,800,565	3,326,516	3,327,873	(1,357)
Cobb County Board of Health				
Operating expenditures	978,560	1,141,653	978,560	163,093
Total health and welfare	3,779,125	4,468,169	4,306,433	161,736
Housing and development:				
Community Development				
Personnel services	8,257,339	8,476,116	8,476,129	(13)
Operating expenditures	425,759	810,127	794,313	15,814
Capital outlay	-	213,870	160,992	52,878
	8,683,098	9,500,113	9,431,434	68,679
Total housing and development	8,683,098	9,500,113	9,431,434	68,679
Total current	$ 336,917,247	$ 369,778,464	$ 364,508,864	$ 5,269,600
Debt service:				
Interest and fiscal charges	$ 100,000	$ 100,000	$ 63,193	$ 36,807
Total debt service	$ 100,000	$ 100,000	$ 63,193	$ 36,807
Total expenditures	$ 337,017,247	$ 369,878,464	$ 364,572,057	$ 5,306,407
Excess (deficiency) of revenues over expenditures	$ 12,918,507	$ (14,766,133)	$ (8,423,961)	$ 6,342,172

Continued on next page

Cobb County, Georgia
General Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Budgetary Basis)
For the Fiscal Year Ended September 30, 2017

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Other financing sources (uses):				
Transfers in	$ 33,655,826	$ 34,052,144	$ 32,389,197	$ (1,662,947)
Transfers out	(36,727,771)	(42,935,392)	(41,688,605)	1,246,787
Proceeds from sale of capital assets	-	-	271,486	271,486
Total other financing sources (uses)	$ (3,071,945)	$ (8,883,248)	$ (9,027,922)	$ (144,674)
Net change in fund balance	$ 9,846,562	$ (23,649,381)	$ (17,451,883)	$ 6,197,498
Fund balance at beginning of year			102,718,656	
Fund balance at end of year - budgetary basis			$ 85,266,773	
Reconciliation to GAAP basis:				
Elimination of encumbrances outstanding at end of year			4,878,764	
Fund balance at end of year - GAAP basis			$ 90,145,537	

STATISTICAL SECTION

The Statistical Section includes selected financial and general information presented on a multi-year comparative basis. The statistics are used to provide detailed date on the physical, economic, social and political characteristics of the County government. They are intended to provide financial report users with a broader and more complete understanding of the government and its financial affairs than is possible from basic financial statements.

COBB COUNTY, GEORGIA
STATISTICAL SECTION
September 30, 2017

This part of the County's Comprehensive Annual Financial Report presents detailed information as a context for understanding the financial statements, note disclosures, required supplementary information as well as the overall financial position of the County.

Financial Trends

These schedules contain trend information to help the user understand how the County's financial performance has changed over time.

Revenue Capacity

These schedules contain information to help the user assess the County's major revenue sources.

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

These schedules contain staffing, key operating and capital statistics comparisons to help the user understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

Cobb County, Georgia
Net Position by Component
Unaudited

	2017	2016	2015	2014 (1)	2013
Governmental activities					
Net investment in capital assets	$ 3,517,507,657	$ 3,318,300,453	$ 3,165,004,359	$ 3,082,678,386	$ 3,028,553,894
Restricted	271,896,684	261,643,812	296,312,716	220,536,169	216,347,412
Unrestricted	(397,693,063)	(305,236,161)	(315,844,409)	96,461,368	74,356,405
Total governmental activities net position	$ 3,391,711,278	$ 3,274,708,104	$ 3,145,472,666	$ 3,399,675,923	$ 3,319,257,711
Business-type activities					
Net investment in capital assets	$ 1,442,879,862	$ 1,420,350,770	$ 1,382,534,953	$ 1,270,930,346	$ 1,247,891,037
Restricted	48,915,925	34,265,586	26,807,385	65,285,176	71,253,900
Unrestricted	(35,483,933)	(7,665,683)	(3,023,209)	10,420,926	6,776,248
Total business-type activities net position	$ 1,456,311,854	$ 1,446,950,673	$ 1,406,319,129	$ 1,346,636,448	$ 1,325,921,185
Primary government					
Net investment in capital assets	$ 4,960,387,519	$ 4,738,651,223	$ 4,547,539,312	$ 4,353,608,732	$ 4,276,444,931
Restricted	320,812,609	295,909,398	323,120,101	285,821,345	287,601,312
Unrestricted	(433,176,996)	(312,901,844)	(318,867,618)	106,882,294	81,132,653
Total primary government net position	$ 4,848,023,132	$ 4,721,658,777	$ 4,551,791,795	$ 4,746,312,371	$ 4,645,178,896

	2012	2011	2010	2009	2008
Governmental activities					
Net investment in capital assets	$ 2,993,197,551	$ 2,964,844,393	$ 2,937,351,872	$ 2,845,141,332	$ 2,697,785,423
Restricted	190,983,262	148,602,863	85,902,876	107,900,772	173,324,280
Unrestricted	52,489,843	30,201,143	30,533,812	56,626,064	61,584,531
Total governmental activities net position	$ 3,236,670,656	$ 3,143,648,399	$ 3,053,788,560	$ 3,009,668,168	$ 2,932,694,234
Business-type activities					
Net investment in capital assets	$ 1,234,745,764	$ 1,216,295,546	$ 1,213,125,239	$ 1,214,901,904	$ 1,221,223,766
Restricted	68,412,045	57,377,091	41,766,430	-	-
Unrestricted	5,742,409	1,243,157	(8,524,185)	18,017,954	7,356,104
Total business-type activities net position	$ 1,308,900,218	$ 1,274,915,794	$ 1,246,367,484	$ 1,232,919,858	$ 1,228,579,870
Primary government					
Net investment in capital assets	$ 4,227,943,315	$ 4,181,139,939	$ 4,150,477,111	$ 4,060,043,236	$ 3,919,009,189
Restricted	259,395,307	205,979,954	127,669,306	107,900,772	173,324,280
Unrestricted	58,232,252	31,444,300	22,009,627	74,644,018	68,940,635
Total primary government net position	$ 4,545,570,874	$ 4,418,564,193	$ 4,300,156,044	$ 4,242,588,026	$ 4,161,274,104

Source: Basic Financial Statements
(1) The effect of the restatement to 2014's categories of net position have not been determined.

Cobb County, Georgia
Changes in Net Position
Unaudited

	2017	2016	2015	2014 (1)	2013	2012	2011	2010	2009	2008
Expenses										
Governmental activities:										
General government	$ 154,788,215	$ 152,978,160	$ 138,660,902	$ 132,717,871	$ 130,306,036	$ 128,569,788	$ 124,434,470	$ 135,559,677	$ 130,964,498	$ 129,487,420
Public safety	273,691,096	260,257,459	235,115,102	226,274,548	216,746,332	214,304,007	208,553,530	226,008,723	218,818,569	216,428,501
Public works	140,071,410	129,004,776	131,167,118	122,421,838	116,643,350	114,304,649	110,401,097	112,031,838	110,796,058	104,411,823
Health and welfare	7,708,828	6,717,051	6,519,036	6,472,100	5,860,760	4,959,244	6,152,176	8,288,145	6,389,272	7,216,169
Culture and recreation	65,875,330	54,545,427	48,839,786	43,385,617	41,135,156	38,769,474	38,136,019	43,049,762	42,245,820	45,361,751
Housing and development	16,763,846	16,113,070	18,376,639	18,093,093	17,753,689	16,821,511	20,739,086	20,588,418	14,458,129	15,357,027
Interest on long-term debt	20,720,935	20,911,456	15,275,354	3,636,376	4,083,434	4,661,298	4,875,524	5,228,323	5,781,065	6,547,418
Total governmental activities expenses	$ 679,619,660	$ 640,527,399	$ 593,953,937	$ 553,001,443	$ 532,528,757	$ 522,389,971	$ 513,291,902	$ 550,754,886	$ 529,453,411	$ 524,810,109
Business-type activities:										
Water and Sewer	$ 190,668,592	$ 182,120,179	$ 173,041,157	$ 170,145,946	$ 162,598,501	$ 161,143,254	$ 160,087,751	$ 163,448,806	$ 156,686,447	$ 144,220,614
Solid Waste	773,708	710,965	737,827	877,279	899,358	1,268,190	1,042,053	2,079,765	10,793,537	12,005,039
Transit	27,369,365	22,531,352	22,965,800	22,845,555	22,708,672	22,105,963	23,823,838	24,765,622	22,227,266	22,799,515
Cobblestone Golf Course	1,718,217	1,623,370	1,449,393	1,560,622	1,595,990	1,702,007	1,628,098	1,537,850	1,673,843	1,778,843
Galleria Speciality Shops	930,856	883,963	963,200	-	-	-	-	-	-	-
Performing Arts Centre	10,396,336	9,727,913	9,516,067	-	-	-	-	-	-	-
Mable House Barnes Amphitheatre	-	-	-	-	-	-	-	-	-	-
Total business-type activities expenses	$ 231,857,074	$ 217,597,742	$ 208,673,444	$ 195,429,402	$ 187,802,521	$ 186,219,414	$ 186,581,740	$ 191,832,043	$ 191,381,093	$ 180,804,011
Total primary government expenses	$ 911,476,734	$ 858,125,141	$ 802,627,381	$ 748,430,845	$ 720,331,278	$ 708,609,385	$ 699,873,642	$ 742,586,929	$ 720,834,504	$ 705,614,120
Program Revenues										
Governmental activities:										
Charges for services:										
General government	$ 45,993,578	$ 44,005,094	$ 42,541,928	$ 40,623,239	$ 44,282,012	$ 44,083,506	$ 41,456,332	$ 48,147,632	$ 50,767,215	$ 51,978,918
Public safety	19,922,346	18,747,884	18,169,500	18,253,052	17,729,347	15,782,214	15,369,970	15,237,639	15,131,886	14,780,887
Public works	7,526,362	7,705,165	6,943,989	5,890,118	5,592,147	5,686,233	5,226,015	5,168,770	5,282,949	4,949,018
Health and welfare	390,928	328,014	304,448	173,728	159,797	125,741	108,067	80,686	82,003	80,917
Culture and recreation	20,022,834	20,040,564	17,193,210	3,493,384	3,803,850	3,730,765	3,443,827	3,792,402	4,163,871	4,218,145
Housing and development	27,645,173	28,061,414	27,059,593	22,866,032	21,680,727	20,462,563	20,184,412	16,456,025	16,755,918	19,987,871
Operating grants and contributions	25,965,261	19,455,937	22,416,730	20,517,861	24,035,310	30,918,003	36,156,256	33,068,410	17,745,892	17,665,432
Capital grants and contributions	172,987,488	119,580,091	41,017,800	21,479,625	25,934,892	33,672,286	24,297,732	41,288,426	61,489,833	99,891,365
Total governmental activities program revenues	$ 320,453,970	$ 257,924,163	$ 175,647,198	$ 133,297,039	$ 143,218,082	$ 154,461,311	$ 146,242,611	$ 163,239,990	$ 171,419,567	$ 213,552,553
Business-type activities:										
Charges for services:										
Water and Sewer	$ 202,800,418	$ 206,248,856	$ 199,209,759	$ 193,284,442	$ 187,171,300	$ 199,908,029	$ 196,795,218	$ 183,146,980	$ 170,690,750	$ 150,084,927
Solid Waste	495,220	491,337	466,443	340,960	281,315	319,350	297,272	181,662	5,578,983	6,711,561
Transit	4,479,084	4,839,740	5,677,360	5,817,403	6,050,804	6,334,856	6,061,173	4,997,340	5,347,538	5,095,171
Cobblestone Golf Course	1,705,705	1,702,848	1,638,146	1,627,680	1,825,184	1,940,550	1,790,455	1,027,897	1,710,920	2,076,810
Galleria Speciality Shops	504,810	522,800	517,767	-	-	-	-	-	-	-
Performing Arts Centre	9,742,996	8,930,062	7,950,970	-	-	-	-	-	-	-
Operating grants and contributions	-	3,443,307	-	-	-	-	-	-	638,096	500,989
Capital grants and contributions	31,879,589	34,058,991	17,684,800	16,786,496	19,821,770	18,250,239	15,225,107	21,178,823	10,517,614	31,341,068
Total business-type activities program revenues	$ 251,607,822	$ 260,237,941	$ 233,145,245	$ 217,856,981	$ 215,150,373	$ 226,753,024	$ 220,169,225	$ 210,532,702	$ 194,483,901	$ 195,810,526
Total primary government program revenues	$ 572,061,792	$ 518,162,104	$ 408,792,443	$ 351,154,020	$ 358,368,455	$ 381,214,335	$ 366,411,836	$ 373,772,692	$ 365,903,468	$ 409,363,079
Net (Expense)/Revenue										
Governmental activities	$ (359,165,690)	$ (382,603,236)	$ (418,306,739)	$ (419,704,404)	$ (389,310,675)	$ (367,928,660)	$ (367,049,291)	$ (387,514,896)	$ (358,033,844)	$ (311,257,556)
Business-type activities	19,750,748	42,640,199	24,471,801	22,427,579	27,347,852	40,533,610	33,587,485	18,700,659	3,102,808	15,006,515
Total primary government net (expense)/revenue	$ (339,414,942)	$ (339,963,037)	$ (393,834,938)	$ (397,276,825)	$ (361,962,823)	$ (327,395,050)	$ (333,461,806)	$ (368,814,237)	$ (354,931,036)	$ (296,251,041)

Continued on next page

Cobb County, Georgia
Changes in Net Position
Unaudited

	2017	2016	2015	2014 (1)	2013	2012	2011	2010	2009	2008
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes	$ 313,253,222	$ 296,940,107	$ 301,401,010	$ 292,056,548	$ 271,694,680	$ 266,092,328	$ 266,292,261	$ 242,217,484	$ 258,642,957	$ 251,204,278
Sales taxes	144,258,267	138,778,010	137,535,405	133,078,439	128,892,927	130,658,337	126,853,951	121,143,588	113,364,227	132,348,036
Insurance and premium tax	28,405,029	26,709,770	24,942,877	23,663,963	22,768,278	21,312,299	21,696,998	22,308,881	22,633,407	22,094,857
Alcoholic beverage tax	5,184,685	5,037,511	4,921,908	4,822,275	4,735,183	4,611,903	4,724,926	4,766,808	4,743,585	4,896,525
Hotel/Motel tax	15,006,067	13,918,458	13,245,458	12,330,071	11,244,163	10,366,262	9,887,246	9,450,045	9,327,241	11,084,810
Real estate transfer tax	2,278,947	2,372,019	2,102,271	1,864,910	1,372,033	964,058	818,501	735,743	805,210	1,285,897
Miscellaneous taxes	12,606,639	12,739,469	13,060,651	12,971,101	13,110,068	11,736,588	11,257,991	11,846,938	10,946,137	10,982,764
Miscellaneous	9,035,754	10,548,514	13,818,104	12,232,740	10,517,034	7,274,977	8,430,128	9,375,895	10,034,725	6,435,465
Grant and contributions not restricted to specific programs	-	-	-	-	-	-	-	-	-	11,458,132
Gain on sale of capital assets	244,689	-	-	441,383	154,803	11,123	-	967,324	43,858	248,756
Unrestricted investment earnings	1,371,776	1,968,001	2,281,808	823,219	1,072,135	1,045,701	1,296,604	2,219,575	5,550,704	12,485,150
Special item-Adjustment to intergovernmental agreement	-	-	-	3,555,000	-	-	-	-	-	-
Transfers	5,321,598	2,826,815	2,706,577	2,282,967	6,539,853	6,877,341	5,650,524	6,603,007	(1,084,273)	567,004
Total governmental activities	$ 536,966,673	$ 511,838,674	$ 516,016,069	$ 500,122,616	$ 472,101,157	$ 460,950,917	$ 456,909,130	$ 431,635,288	$ 435,007,778	$ 465,091,674
Business-type activities:										
Miscellaneous	$ 851,496	$ 464,088	$ 234,810	$ 435,300	$ 228,151	$ 193,332	$ 399,651	$ 615,141	$ 721,233	$ 942,405
Gain on sale of capital assets	57,998	160,667	30,329	59,484	64,731	34,395	90,422	375,196	(1,060,661)	31,240
Unrestricted investment earnings	363,356	193,405	91,442	75,867	110,224	100,428	121,276	359,637	492,335	1,988,896
Transfers	(5,321,598)	(2,826,815)	(2,706,577)	(2,282,967)	(6,539,853)	(6,877,341)	(5,650,524)	(6,603,007)	1,084,273	(567,004)
Total business-type activities	$ (4,048,748)	$ (2,008,655)	$ (2,349,996)	$ (1,712,316)	$ (6,136,747)	$ (6,549,186)	$ (5,039,175)	$ (5,253,033)	$ 1,237,180	$ 2,395,537
Total primary government	$ 532,917,925	$ 509,830,019	$ 513,666,073	$ 498,410,300	$ 465,964,410	$ 454,401,731	$ 451,869,955	$ 426,382,255	$ 436,244,958	$ 467,487,211
Change in Net Position										
Governmental activities	$ 177,800,983	$ 129,235,438	$ 97,709,330	$ 80,418,212	$ 82,790,482	$ 93,022,257	$ 89,859,839	$ 44,120,392	$ 76,973,934	$ 153,834,118
Business-type activities	15,702,000	40,631,544	22,121,805	20,715,263	21,211,105	33,984,424	28,548,310	13,447,626	4,339,988	17,402,052
Total primary government	$ 193,502,983	$ 169,866,982	$ 119,831,135	$ 101,133,475	$ 104,001,587	$ 127,006,681	$ 118,408,149	$ 57,568,018	$ 81,313,922	$ 171,236,170
Restatement										
Governmental activities	$ (60,797,809)	$ -	$ (351,912,587)	$ -	$ (203,427)	$ -	$ -	$ -	$ -	$ -
Business-type activities	(6,340,819)	-	37,560,876	-	(4,190,138)	-	-	-	-	-
Total primary government	$ (67,138,628)	$ -	$ (314,351,711)	$ -	$ (4,393,565)	$ -	$ -	$ -	$ -	$ -
Change in Net Position and Restatement										
Governmental activities	$ 117,003,174	$ 129,235,438	$ (254,203,257)	$ 80,418,212	$ 82,587,055	$ 93,022,257	$ 89,859,839	$ 44,120,392	$ 76,973,934	$ 153,834,118
Business-type activities	9,361,181	40,631,544	59,682,681	20,715,263	17,020,967	33,984,424	28,548,310	13,447,626	4,339,988	17,402,052
Total primary government	$ 126,364,355	$ 169,866,982	$ (194,520,576)	$ 101,133,475	$ 99,608,022	$ 127,006,681	$ 118,408,149	$ 57,568,018	$ 81,313,922	$ 171,236,170

Continued from proceeding page

(1) Fiscal year 2014 was restated. The effects of the restatement to previously reported changes in net position has not been determined.

Cobb County, Georgia
Fund Balances, Governmental Funds
Unaudited

	2017	2016	2015	2014 (1)	2013	2012	2011	2010
General Fund								
Nonspendable	$ 4,165,751	$ 4,957,432	$ 4,803,886	$ 5,175,239	$ 5,057,876	$ 5,388,509	$ 3,866,278	$ 3,377,881
Restricted	2,285,032	2,232,590	2,161,863	1,630,134	1,652,111	2,003,534	2,142,090	1,909,472
Committed	10,966,156	40,196,292	19,819,502	26,228,765	24,679,900	26,838,346	22,853,051	4,395,900
Assigned	1,989,371	2,420,753	2,508,464	36,617	36,617	38,137	38,137	895,727
Unassigned	70,739,227	52,911,589	74,237,815	61,577,669	54,675,608	44,213,159	35,375,643	29,130,898
Total General Fund	$ 90,145,537	$ 102,718,656	$ 103,531,530	$ 94,648,424	$ 86,102,112	$ 78,481,685	$ 64,275,199	$ 39,709,878
All Other Governmental Funds								
Nonspendable	$ 2,565,251	$ 2,003,587	$ 2,007,201	$ 129,453	$ 127,347	$ 323,167	$ 150,710	$ 1,983
Restricted	302,871,041	275,610,226	502,145,546	218,906,035	213,561,868	188,186,359	145,233,251	93,562,980
Committed	2,800,714	12,829,921	8,482,877	25,890,974	6,692,707	892,897	1,862,719	7,338,797
Assigned	50,304	25,310	-	-	-	-	1,566,956	20,576,836
Unassigned				(4,777,418)	(1,762,062)	-	-	(8,747,169)
Special Revenue Funds	(69)	-	781,619	-	-	-	-	-
Capital Projects Funds	(447,675)	(6,839,306)	-	-	-	-	-	-
Total all other governmental funds	$ 307,839,566	$ 283,629,738	$ 513,417,243	$ 240,149,044	$ 218,619,860	$ 189,402,423	$ 148,813,636	$ 112,733,427

	2009	2008
General Fund		
Reserved	$ 5,744,747	$ 6,035,817
Unreserved	42,189,697	40,743,565
Total General Fund	47,934,444	46,779,382
All Other Governmental Funds		
Reserved	$ 133,774,416	$ 136,002,073
Unreserved		
Special Revenue Funds	426,956	17,907,147
Capital Projects Funds	17,165,427	72,154,167
Total all other governmental funds	$ 151,366,799	$ 226,063,387

Source: Basic Financial Statements

Note: The County implemented GASB 54 in FY 2010, thus the fund balance classifications were changed in reporting for 2010 and subsequent years.
(1) The effect of the restatement to 2014's categories of fund balance have not been determined.

Cobb County, Georgia
Changes in Fund Balances, Governmental Funds
Unaudited

	2017	2016	2015	2014 (1)	2013
Revenues					
Taxes	$ 521,102,286	$ 496,998,051	$ 497,303,435	$ 482,026,428	$ 455,554,341
Licenses and permits	27,754,843	28,445,783	27,380,512	23,216,980	22,458,136
Intergovernmental	77,916,949	49,441,526	49,462,614	36,254,145	41,040,211
Charges for services	82,490,663	78,089,867	73,384,263	55,346,568	58,421,713
Fines and forfeits	10,569,888	11,855,345	11,447,893	12,736,005	12,368,031
Interest earned	2,393,647	2,076,573	2,244,247	1,483,303	1,348,103
Contributions	92,624,412	62,574,357		-	-
Miscellaneous	9,035,754	10,548,814	13,818,104	12,232,740	10,517,034
Total revenues	$ 823,888,442	$ 740,030,316	$ 675,041,068	$ 623,296,169	$ 601,707,569
Expenditures					
General government	$ 144,437,701	$ 140,446,801	$ 137,293,964	$ 128,252,106	$ 127,567,454
Public safety	258,749,694	242,093,157	227,385,486	217,489,182	216,546,285
Public works	27,788,869	21,145,757	23,559,916	22,150,532	20,675,829
Health and welfare	7,508,952	7,192,792	6,609,940	6,443,854	6,070,001
Culture and recreation	49,438,397	49,202,208	42,274,216	40,020,320	38,387,445
Housing and development	15,678,995	14,736,015	16,895,956	17,146,174	17,447,786
Debt service					
Principal retirement	24,151,419	18,507,246	14,042,574	10,519,015	13,252,657
Interest and fiscal charges	21,265,715	18,582,073	14,810,059	3,917,464	4,293,197
Capital outlay	261,948,186	434,201,650	302,655,447	121,817,341	94,945,037
Intergovernmental	35,563,668	36,614,195	36,746,628	35,103,822	33,970,260
Total expenditures	$ 846,531,596	$ 982,721,894	$ 822,274,186	$ 602,859,810	$ 573,155,951
Excess of revenues over (under) expenditures	$ (22,643,154)	$ (242,691,578)	$ (147,233,118)	$ 20,436,359	$ 28,551,618
Other financing sources (uses)					
Transfers in	$ 85,302,533	$ 68,989,368	$ 143,992,902	$ 43,470,427	$ 33,104,084
Transfers out	(78,957,372)	(65,747,030)	(140,620,103)	(40,806,305)	(25,876,763)
Capital lease proceeds	-	8,800,000	19,866,806	110,242	904,122
Proceeds from sale of capital assets	353,948	49,161	126,687	469,872	154,803
Bonds issued	24,700,000	-	386,600,000	-	-
Premium on bonds issued	2,880,754	-	100,514	79,901	-
Discount on bonds issued	-	-	(249,821)	-	-
Premium on issance of certificates	-	-	-	6,315,000	-
Total other financing sources (uses)	$ 34,279,863	$ 12,091,499	$ 409,816,985	$ 9,639,137	$ 8,286,246
Net change in fund balances before restatement	$ 11,636,709	$ (230,600,079)	$ 262,583,867	$ 30,075,496	$ 36,837,864
Restatement	$ -	$ -	$ 19,567,438	$ -	$ -
Net change in fund balances after restatement	$ 11,636,709	$ (230,600,079)	$ 282,151,305	$ 30,075,496	$ 36,837,864
Debt service as a percentage of noncapital expenditures	7.91%	6.85%	5.62%	3.03%	3.71%

Source: Basic Financial Statements
Note: Capital outlay in capital project funds in years prior to 2008 was classified by function
(1) Fiscal year 2014 was restated. The effects of the restatement to previously reported changes in fund balances has not been determined.

Cobb County, Georgia
Changes in Fund Balances, Governmental Funds
Unaudited

2012	2011	2010	2009	2008
$ 446,198,262	$ 443,553,657	$ 415,633,188	$ 420,576,822	$ 430,494,106
21,107,725	20,697,338	16,659,309	16,895,893	20,002,557
47,026,534	44,740,225	50,635,105	41,864,297	47,620,520
57,801,007	52,247,547	58,462,632	59,486,597	58,031,429
10,963,315	12,842,713	13,761,213	15,801,352	17,961,770
1,337,327	1,565,632	2,174,725	5,339,066	11,702,780
-	-	-	-	-
7,508,969	8,426,162	10,053,251	10,034,725	6,435,465
$ 591,943,139	$ 584,073,274	$ 567,379,423	$ 569,998,752	$ 592,248,627
$ 122,402,883	$ 117,985,464	$ 125,328,297	$ 123,341,205	$ 125,709,498
207,712,179	201,220,539	216,262,152	207,638,521	205,020,261
20,134,131	21,071,499	19,089,629	37,719,789	30,598,324
5,075,377	6,073,248	8,199,261	7,738,451	7,769,638
36,379,623	35,222,986	39,403,023	39,065,599	42,377,184
18,364,641	24,233,973	20,834,947	14,074,012	15,183,400
13,691,395	15,472,073	10,666,662	12,913,462	13,961,512
4,834,172	5,221,351	5,640,833	6,157,146	6,742,631
83,866,243	85,476,054	177,623,740	218,458,686	207,489,112
32,479,600	20,541,070	-	-	-
$ 544,940,244	$ 532,518,257	$ 623,048,544	$ 667,106,871	$ 654,851,560
$ 47,002,895	$ 51,555,017	$ (55,669,121)	$ (97,108,119)	$ (62,602,933)
$ 31,780,837	$ 39,754,285	$ 48,899,093	$ 39,580,576	$ 60,545,358
(24,535,492)	(32,786,823)	(41,516,848)	(40,312,340)	(59,309,482)
527,412	1,778,899	280,310	12,567,168	291,405
19,621	344,152	1,871,876	174,369	292,891
-	-	10,730,000	-	15,000,000
-	-	-	-	-
-	-	-	-	-
-	-	103,572	-	-
$ 7,792,378	$ 9,090,513	$ 20,368,003	$ 12,009,773	$ 16,820,172
$ 54,795,273	$ 60,645,530	$ (35,301,118)	$ (85,098,346)	$ (45,782,761)
$ -	$ -	$ 30,328	$ -	$ -
$ 54,795,273	$ 60,645,530	$ (35,270,790)	$ (85,098,346)	$ (45,782,761)
4.06%	4.64%	3.43%	4.12%	4.50%

Cobb County, Georgia
Assessed Value and Actual Value
Unaudited

Fiscal Year	Real Property: Residential Property Assessed Value	Real Property: Residential Property Estimated Actual Value	Real Property: Commercial Property Assessed Value	Real Property: Commercial Property Estimated Actual Value	Real Property: Other Assessed Value	Real Property: Other Estimated Actual Value	Personal Property Assessed Value	Personal Property Estimated Actual Value	Total Assessed Value	Total Direct Tax Rate (1)	Estimated Actual Value	Assessed Value as of a Percentage of Actual Value
2008	$ 20,221,351,894	$ 50,553,379,735	$ 8,105,159,926	$ 20,262,899,815	$ 2,558,206,943	$ 6,395,517,358	$ 2,934,178,648	$ 7,335,446,620	$ 33,818,897,411	9.60	$ 84,547,243,528	40%
2009	20,135,446,844	50,338,617,110	8,007,177,834	20,017,944,585	2,650,047,807	6,625,119,518	2,964,921,509	7,412,303,773	33,757,593,994	9.60	84,393,984,986	40%
2010	18,078,841,365	45,197,103,413	7,720,793,266	19,301,983,165	2,430,590,424	6,076,476,060	3,198,128,714	7,995,321,785	31,428,353,769	9.60	78,570,884,423	40%
2011	17,078,999,812	42,697,499,530	7,109,351,351	17,773,378,378	2,531,565,795	6,328,914,488	2,990,728,676	7,476,821,690	29,710,645,634	11.11	74,276,614,086	40%
2012	15,982,982,729	39,957,456,823	7,447,369,118	18,618,422,795	2,667,891,919	6,669,729,798	2,901,783,664	7,254,459,160	29,000,027,430	11.11	72,500,068,576	40%
2013	15,811,957,069	39,529,892,673	7,082,047,086	17,705,117,715	2,914,805,850	7,287,014,625	3,005,768,196	7,514,420,490	28,814,578,201	10.91	72,036,445,503	40%
2014	16,907,664,617	42,269,161,543	7,260,294,717	18,150,736,793	2,683,400,022	6,708,500,055	3,072,303,669	7,680,759,173	29,923,663,025	10.71	74,809,157,564	40%
2015	18,169,547,660	45,423,869,150	7,672,250,921	19,180,627,303	2,151,270,171	5,378,175,428	3,285,988,674	8,214,971,685	31,279,057,426	10.51	78,197,643,566	40%
2016	20,204,883,350	50,512,208,375	7,867,423,289	19,668,558,223	1,832,860,034	4,582,150,085	3,505,481,019	8,763,702,548	33,410,647,692	9.85	83,526,619,230	40%
2017	22,049,332,812	55,123,332,030	8,502,663,155	21,256,657,888	1,574,943,474	3,937,358,685	3,073,458,137	7,683,645,343	35,200,397,578	9.85	88,000,993,946	40%

Source: Cobb County Tax Digest
Note: (1) Per $1,000 of assessed value.

Cobb County, Georgia
Direct and Overlapping Property Tax Rates
Unaudited

	Year Taxes Are Payable									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Cobb County Direct Rates										
General	6.76	6.66	7.12	7.32	7.52	7.72	7.72	6.82	6.82	6.82
Fire District	2.96	2.96	3.06	3.06	3.06	3.06	3.06	2.56	2.56	2.56
Debt Service	0.13	0.23	0.33	0.33	0.33	0.33	0.33	0.22	0.22	0.22
Total direct rates	9.85	9.85	10.51	10.71	10.91	11.11	11.11	9.60	9.60	9.60
Cumberland Special Service District	2.45	2.45	2.60	2.70	-	-	-	-	-	-
Six Flags Special Service District	3.50	3.50	3.50	-	-	-	-	-	-	-
City Rates										
Acworth	36.35	36.35	37.06	37.31	37.56	37.81	36.47	36.35	36.35	36.35
Austell	32.00	31.81	29.46	29.71	30.90	31.15	30.32	29.31	29.31	29.31
Kennesaw	36.75	38.25	38.96	39.21	39.46	39.71	39.76	38.25	38.25	38.25
Marietta	30.48	30.48	31.51	31.77	30.73	31.45	31.50	30.49	29.94	29.94
Powder Springs	37.25	37.25	37.96	38.21	38.46	38.71	38.76	37.25	37.25	37.25
Smyrna	34.78	34.78	35.39	35.64	35.89	36.14	36.19	35.18	35.18	35.18
School District										
Cobb County Board of Education	18.90	18.90	18.90	18.90	18.90	18.90	18.90	18.90	18.90	18.90
State of Georgia	-	-	0.05	0.10	0.15	0.20	0.25	0.25	0.25	0.25

Source: Cobb County Tax Commissioner's Office

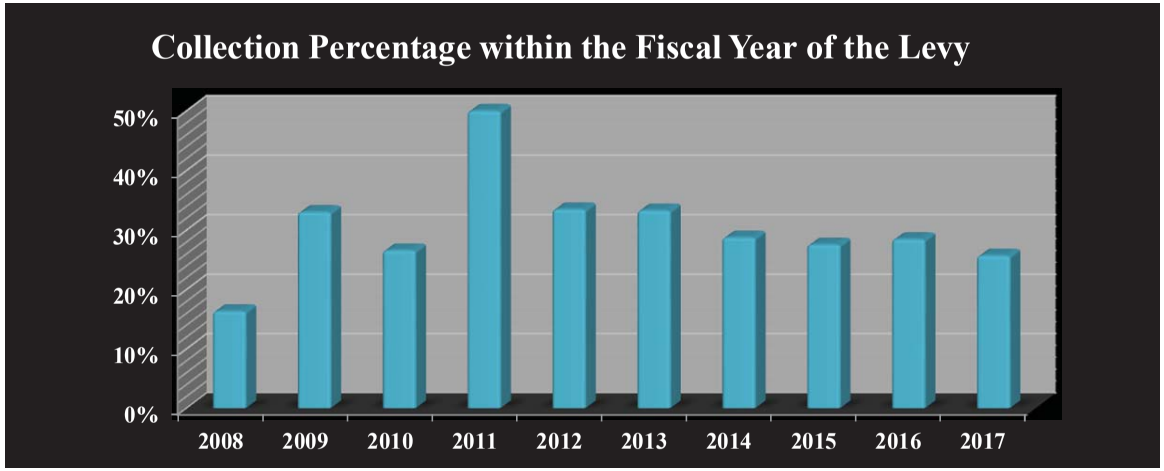
Cobb County, Georgia
Principal Property Tax Payers
Unaudited

Taxpayer	Fiscal Year 2017 Taxes Levied	Fiscal Year 2017 Percentage of Total County Taxes Levied	Fiscal Year 2008 Taxes Levied	Fiscal Year 2008 Percentage of Total County Taxes Levied
Georgia Power Co.	$ 13,806,028	5.02%	$ 3,546,193	1.48%
Home Depot	5,951,564	2.16%	5,840,083	2.44%
ATT/BellSouth Telecommunication	3,616,909	1.31%	2,930,041	1.22%
Ohio Teacher's Retirement Fund	3,285,530	1.19%		
Diamondrock Waverly Owner, LLC			1,802,885	0.75%
Diversified Development Properties			1,987,342	0.83%
Lockheed Martin Corp	2,840,190	1.03%	2,437,747	1.02%
Cobb EMC	2,739,737	1.00%	2,807,136	1.17%
Walton Properties	2,378,332	0.86%		
Piedmont	2,301,356	0.84%		
GC Net Lease	2,079,172	0.76%		
UK Lasalle Inc.	2,012,662	0.73%		
CP Venture Five, LLC			1,775,949	0.74%
Post Properties			2,192,120	0.92%
Wildwood Properties			2,708,143	1.13%

Source: Cobb County Tax Commissioner's Office

Cobb County, Georgia
Property Tax Levies and Collections
Unaudited

Fiscal Year	Taxes Levied for the Fiscal Year (Original Levy)	Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
				Amount	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
2008	$ 240,393,700	$ (1,195,186)	$ 239,198,514	$ 39,301,350	16.35%	$ 198,061,151	$ 237,362,501	99.23%
2009	239,646,001	(2,650,394)	236,995,607	79,131,484	33.02%	156,800,985	235,932,469	99.55%
2010	224,451,029	(3,263,579)	221,187,450	59,693,126	26.60%	160,313,012	220,006,138	99.47%
2011	246,978,483	(2,126,916)	244,851,567	124,618,748	50.46%	118,953,557	243,572,305	99.48%
2012	242,052,858	(4,729,609)	237,323,249	81,038,859	33.48%	153,347,844	234,386,703	98.76%
2013	233,824,893	(2,335,597)	231,489,296	77,847,895	33.29%	152,170,775	230,018,670	99.36%
2014	247,294,515	(2,934,282)	244,360,233	71,107,105	28.75%	172,370,216	243,477,321	99.64%
2015	257,918,079	(2,058,985)	255,859,094	71,060,722	27.55%	184,103,166	255,163,888	99.73%
2016	258,110,165	(1,474,013)	256,636,152	73,434,005	28.45%	181,880,022	255,314,027	99.48%
2017	277,036,463	(1,907,506)	275,128,957	71,214,299	25.71%		71,214,299	25.88%



Cobb County, Georgia
Largest Retail Water System Accounts
Unaudited

	2017			2008		
Customer	Metered Flow (Gallons)	Annual Revenues	Percentage of Total Revenues	Metered Flow (Gallons)	Annual Revenues	Percentage of Total Revenues
Cobb County School System	217,310,000	$ 2,251,294	1.29%	178,144,000	$ 1,449,270	1.16%
Cobb County Government	321,392,000	2,210,113	1.26%	144,304,000	1,173,969	0.94%
Kennesaw State University	115,294,000	1,108,382	0.63%	63,821,000	467,807	0.37%
Home Depot	78,391,000	680,145	0.39%	56,524,000	369,602	0.30%
YES Companies EXP2, LLC	66,129,000	645,630	0.37%			
Wellstar Health System	68,983,000	626,300	0.36%	55,888,000	381,308	0.31%
Walton River LP	60,553,000	594,665	0.35%			
Georgia Power	103,684,000	487,516	0.28%			
Mid-America Apartments	41,271,000	410,123	0.23%			
Darling International	2,179,000	356,642	0.20%			
Lynx Chemical Group				41,800,000	483,692	0.39%
The Gardens of East Cobb				46,551,000	343,133	0.27%
Asian II Jupiter Mill LLC				39,367,000	292,585	0.23%
Hickory Lake LP				39,613,000	290,946	0.23%
Lakes of Vinings				38,026,000	280,879	0.22%
Total	**1,075,186,000**	**$ 9,370,810**	**5.36%**	**704,038,000**	**5,533,191**	**4.42%**

(1) Provided by the CCWS. All revenues are for combined water and sewer service unless otherwise stated. The listing does not include wholesale sewer customers.
(2) Consists of retail water and sewer operating revenues only (i.e. excludes wholesale revenues, miscellaneous revenues, system development fees, and other non-operating revenues).

Cobb County, Georgia
Existing Water Rates
Unaudited

Meter Size	Minimum Monthly Charges Fiscal Year 2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
5/8 Inch	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00
3/4 Inch	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00
1 Inch	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00
1.5 Inch	26.00	26.00	26.00	26.00	26.00	26.00	26.00	26.00	26.00	26.00
2.0 Inch	45.00	45.00	45.00	45.00	45.00	45.00	45.00	45.00	45.00	45.00
3.0 Inch	66.00	66.00	66.00	66.00	66.00	66.00	66.00	66.00	66.00	66.00
4.0 Inch	99.60	99.60	99.60	99.60	99.60	99.60	99.60	99.60	99.60	99.60
6.0 Inch	206.40	206.40	206.40	206.40	206.40	206.40	206.40	206.40	206.40	206.40
8.0 Inch	321.60	321.60	321.60	321.60	321.60	321.60	321.60	321.60	321.60	321.60
10.0 Inch	463.20	463.20	463.20	463.20	463.20	463.20	463.20	463.20	463.20	463.20
12.0 Inch	463.20	463.20	463.20	463.20	463.20	463.20	463.20	463.20	463.20	463.20

Source: Cobb County Water System

Cobb County, Georgia
Existing Sewer Rates
Unaudited

		Rate Per 1,000 Gallons Fiscal Year									
		2017		2016		2015		2014		2013	
Usage Block	Monthly Usage (gals)	Water	Sewer	Water	Sewer	Water	Sewer	Water	Sewer	Water	Sewer
Residential:	Tier 1 (1,000 to 3,000)	$ 2.83	$ 5.41	$ 2.83	$ 5.41	$ 2.83	$ 5.41	$ 2.83	$ 5.41	$ 2.83	$ 5.41
	Tier 2 (4,000 to 15,000)	$ 4.36		$ 4.36		$ 4.36		$ 4.36		$ 4.36	
	Tier 3 (16,000 to 29,000)	$ 5.43		$ 5.43		$ 5.43		$ 5.43		$ 5.43	
	Tier 4 (30,000 to 49,000)	$ 6.36		$ 6.36		$ 6.36		$ 6.36		$ 6.36	
	Tier 5 (50,000 and above)	$ 8.25		$ 8.25		$ 8.25		$ 8.25		$ 8.25	
Non-Residential:		$ 4.28	$ 5.41	$ 4.28	$ 5.41	$ 4.28	$ 5.41	$ 4.28	$ 5.41	$ 4.28	$ 5.41
		2012		2011		2010		2009		2008	
		Water	Sewer	Water	Sewer	Water	Sewer	Water	Sewer	Water	Sewer
Residential:	Tier 1 (1,000 to 3,000)	$ 2.83	$ 5.41	$ 2.83	$ 5.30	$ 2.67	$ 5.10	$ 2.47	$ 4.85	$ 2.47	$ 4.90
	Tier 2 (4,000 to 15,000)	$ 4.36		$ 4.11		$ 3.88		$ 3.62		$ 3.59	
	Tier 3 (16,000 to 29,000)	$ 5.43		$ 5.12		$ 4.83		$ 4.09		$ 4.47	
	Tier 4 (30,000 to 49,000)	$ 6.36		$ 6.00		$ 5.66		$ 4.80		$ 5.24	
	Tier 5 (50,000 and above)	$ 8.25		$ 7.78		$ 7.34		$ 6.86		$ 6.80	
Non-Residential:		$ 4.28	$ 5.41	$ 4.04	$ 5.30	$ 3.81	$ 5.10	$ 3.56	$ 4.85	$ 3.53	$ 4.90

Source: Cobb County Water System

Cobb County, Georgia
Fire Sprinkler Service Charges
Unaudited

Meter Size	2008-2017 Detector Meter (1)	2008-2017 Not Metered (2)
6 Inch	$ 50.00	$ 200.00
8 Inch	$ 60.00	$ 250.00
10 Inch	$ 80.00	$ 300.00
12 Inch	$ 110.00	$ 350.00

Cobb County, Georgia
System Development Fees
Unaudited

Fiscal Year	CCWS Portion	Permitting Jurisdiction (3)	Total Fee Collected
2008-2017	$ 2,400.00	$ 500.00	$ 2,900.00

Source: Cobb County Water System

(1) The actual water used is billed at normal retail user rates.
(2) Flat monthly charge. Any water that may be used is billed based on the main meter reading for the building.
(3) CCWS's non-regional fee is $500. Some CCWS wholesale customers charge a different non-regional fee.

Cobb County, Georgia
Rate Comparison With Other Utilities (1)
Unaudited

Description	Fiscal Year 2017 Water	2017 Sewer	2017 Total	2008 Water	2008 Sewer	2008 Total
CCWS (Existing 2015)	$ 28.57	$ 32.46	$ 61.03	$ 28.77	$ 34.30	$ 63.07
CCWS (Projected 2016) (2)	$ 28.57	$ 32.46	$ 61.03	$ 31.08	$ 35.67	$ 66.75
Other Public Utilities:						
Fulton County	$ 23.00	$ 40.28	$ 63.28	$ 24.59	$ 43.63	$ 68.22
Paulding County	$ 52.26	$ 47.20	$ 99.46	*	*	*
City of Atlanta	$ 33.64	$ 82.75	$ 116.39	$ 36.01	$ 91.40	$ 127.41
Cherokee County	$ 32.20	$ 40.40	$ 72.60	$ 34.20	$ 44.60	$ 78.80
Douglas County	$ 39.12	$ 45.40	$ 84.52	$ 35.41	$ 39.55	$ 74.96
Gwinnett County	$ 37.02	$ 52.88	$ 89.90	$ 34.32	$ 34.37	$ 68.69
Coweta County	$ 47.27	$ 50.30	$ 97.57	*	*	*
Rockdale County	$ 37.91	$ 54.29	$ 92.20	$ 27.86	$ 34.55	$ 62.41
Clayton County	$ 34.20	$ 36.47	$ 70.67	$ 31.12	$ 31.22	$ 62.34
DeKalb County	$ 17.65	$ 74.93	$ 92.58	$ 12.31	$ 46.87	$ 59.18
Average of Other Utilities	$ 35.43	$ 52.49	$ 87.92	$ 29.48	$ 45.77	$ 75.25

Source: Cobb County Water System

(1) Assumes a residential customer using 6,000 gallons of service per month.

(2) Based on rate adjustments approved by the Board to become effective on January 1, 2017. The proposed rate adjustments will only apply to the volumetric rate components.

Cobb County, Georgia
Wholesale Sewer Rates
Unaudited

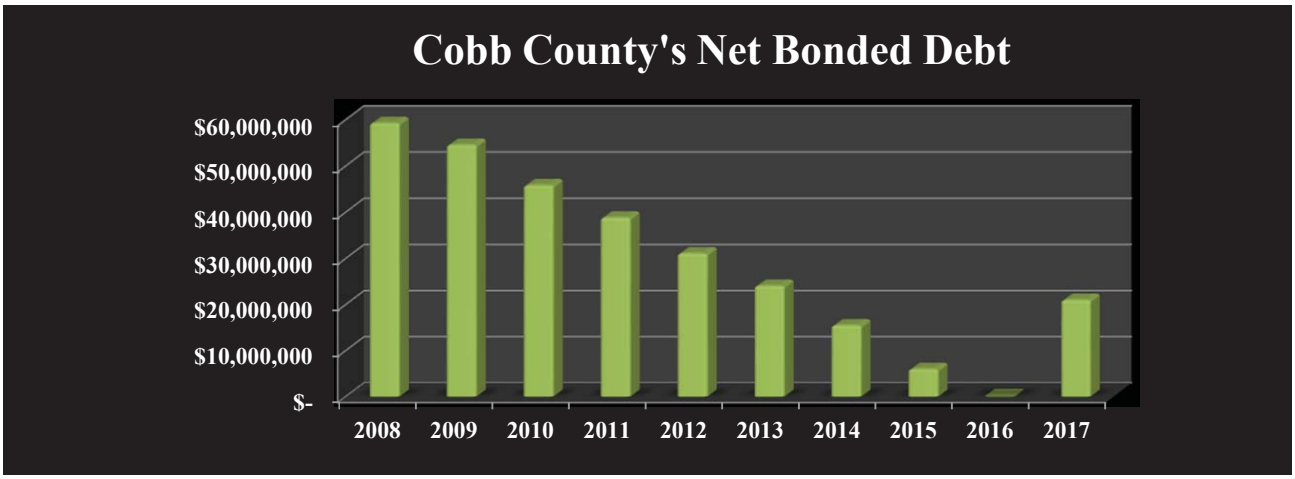
Description	Rate Per 1,000 Gallons 2017	2008
General Wholesale Customers	$ 4.22	$ 3.83
Fulton County:		
Flows up to 10.32 MGD	$ 2.28	$ 2.07
Flows exceeding 10.32 MGD	$ 4.22	$ 3.83

Source: Cobb County Water System

(1) Fulton County funded 50 percent of the cost of the original Sutton WRF, and subsequently receives a reduced rate that excludes a capital recovery component up to the portion of capacity that was funded. A similar provision is in the 2003 agreement between the County and Fulton County for the Sutton WRF replacement project previously discussed.

Cobb County, Georgia
Ratios of General Bonded Debt Outstanding
Unaudited

Fiscal Year	General Bonded Debt Outstanding: General Obligation Bonds Net of Related Premiums, Discounts, & Adjustments	Less: Amounts Restricted to Repaying Principal	Net Bonded Debt	Percentage of Personal Income	Percentage Actual Value of Taxable Property	Per Capita
2008	$ 68,024,060	$ 8,732,742	$ 59,291,318	0.19%	0.07%	87.22
2009	61,213,258	6,617,567	54,595,691	0.18%	0.06%	79.73
2010	54,097,458	8,244,274	45,853,184	0.15%	0.06%	66.48
2011	47,588,653	8,728,738	38,859,915	0.13%	0.05%	55.71
2012	40,370,000	9,248,141	31,121,859	0.10%	0.04%	44.01
2013	33,920,141	9,841,774	24,078,367	0.08%	0.03%	33.58
2014	26,436,633	10,930,878	15,505,755	0.05%	0.02%	21.33
2015	18,638,155	12,611,608	6,026,547	0.02%	0.01%	8.21
2016	10,514,647	10,490,000	24,647	0.00%	0.00%	0.03
2017	29,525,691	8,500,227	21,025,464	0.06%	0.02%	27.89



Source: Basic Financial Statements

Cobb County, Georgia
Direct and Overlapping Governmental Activities Debt
Unaudited
As of September 30, 2017

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Cities			
Kennesaw	$ 9,540,000	100%	$ 9,540,000
Marietta	83,170,000	100%	83,170,000
Powder Springs	5,710,000	100%	5,710,000
Total cities			$ 98,420,000
Development Authorities			
Acworth	$ 15,566,000	100%	$ 15,566,000
Marietta	19,490,000	100%	19,490,000
Smyrna	42,453,605	100%	42,453,605
Total development authorities			$ 77,509,605
Subtotal, overlapping debt			$ 175,929,605
Total direct debt			
General Obligation Debt, net of premiums, discounts, and adjustments			29,525,691
Certificates of Participation			8,415,000
Capital Lease Payable			19,731,392
Revenue Anticipation Certificates, net of premiums			5,889,005
Governmental Revenue Bonds, net of premiums, discounts, and adjustments			470,720,622
Total direct debt			$ 534,281,710
Total direct and overlapping debt			$ 710,211,315

(1) Entities are situated entirely within the geographic boundaries of the County

Notes: Overlapping governments are those that coincide, at least in part, within the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the County. This process recognizes that, when considering the County's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

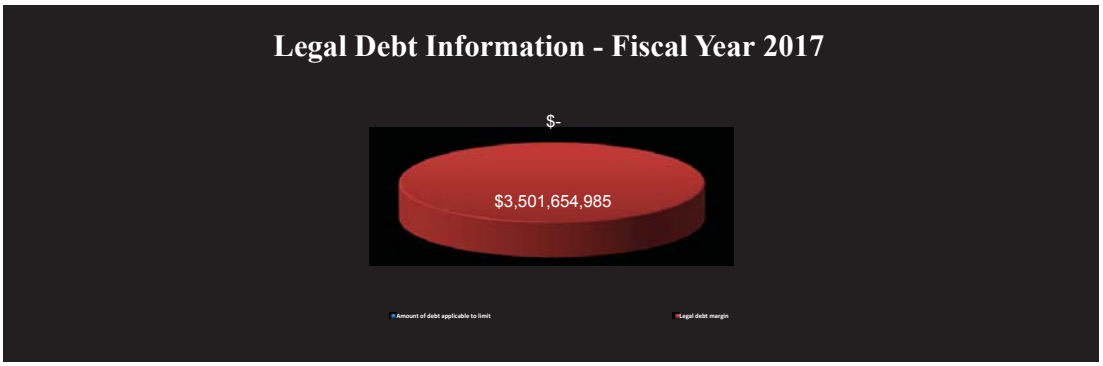
Sources: Assessed value data used to estimate applicable percentages provided by the Cobb County Board of Equalization and Assessment. Debt outstanding data provided by each governmental unit.

Cobb County, Georgia
Legal Debt Margin Information
Unaudited

	Fiscal Year 2017	2016	2015	2014	2013
Assessed value of property	$ 35,200,397,578	$ 33,410,647,692	$ 31,279,057,426	$ 29,923,663,025	$ 28,814,578,201
Debt limit, 10% of assessed value	3,520,039,758	3,341,064,769	3,127,905,743	2,992,366,303	2,881,457,820
Amount of debt applicable to limit	-	-	5,828,392	15,134,122	23,533,226
General Obligation Bonds	26,885,000	10,490,000	18,440,000	26,065,000	33,375,000
Less: Resources restricted to paying principal	(8,500,227)	(10,490,000)	(12,611,608)	(10,930,878)	(9,841,774)
Total net debt applicable to limit	18,384,773	-	5,828,392	15,134,122	23,533,226
Legal debt margin	$ 3,501,654,985	$ 3,341,064,769	$ 3,122,077,351	$ 2,977,232,181	$ 2,857,924,594
Total net debt applicable to the limit as a percentage of debt limit	0.52%	0.00%	0.19%	0.51%	0.82%

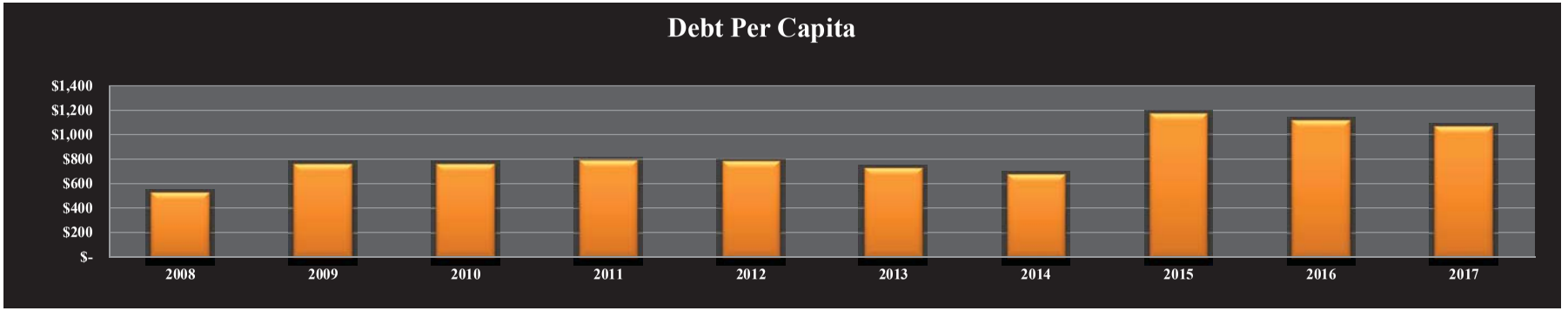
	Fiscal Year 2012	2011	2010	2009	2008
Assessed value of property	$ 29,000,027,430	$ 29,710,645,634	$ 31,428,353,769	$ 33,757,593,994	$ 33,818,897,411
Debt limit, 10% of assessed value	2,900,002,743	2,971,064,563	3,142,835,377	3,375,759,399	3,381,889,741
Amount of debt applicable to limit	31,121,859	38,341,262	45,235,726	53,682,433	58,082,258
General Obligation Bonds	40,370,000	47,070,000	53,480,000	60,300,000	66,815,000
Less: Resources restricted to paying principal	(9,248,141)	(8,728,738)	(8,244,274)	(6,617,567)	(8,732,742)
Total net debt applicable to limit	31,121,859	38,341,262	45,235,726	53,682,433	58,082,258
Legal debt margin	$ 2,868,880,884	$ 2,932,723,301	$ 3,097,599,651	$ 3,322,076,966	$ 3,323,807,483
Total net debt applicable to the limit as a percentage of debt limit	1.07%	1.29%	1.44%	1.59%	1.72%

Source: Cobb County Tax Commissioner's Office



Cobb County, Georgia
Ratios of Outstanding Debt By Type
Unaudited

	Governmental Activities					Business - Type Activities						
Fiscal Year	General Obligation Bonds	Certificates of Participation	Revenue Anticipation Certificates	Revenue Bonds	Capital Leases	Revenue Bonds	Capital Leases	Notes Payable	Total Premiums, Discounts, & Adjustments	Total Primary Government	Percentage of Personal Income	Per Capita
2008	$ 66,815,000	$ -	$ -	$ 141,465,000	$ 11,766,872	$ 116,950,000	$ 190,709	$ 20,759,274	$ *	$ 357,946,855	1.13%	$ 526.53
2009	60,300,000	-	-	137,865,000	19,055,578	236,025,000	102,032	69,257,915	*	522,605,525	1.76%	763.17
2010	53,480,000	10,730,000	-	133,000,000	16,767,946	224,675,000	17,401	87,374,239	*	526,044,586	1.75%	762.66
2011	47,070,000	10,490,000	-	128,460,000	10,766,312	212,490,000	-	132,316,878	12,584,669	554,177,859	1.80%	794.46
2012	40,370,000	10,260,000	-	123,685,000	5,907,329	198,990,000	325,654	163,412,065	11,706,761	554,656,809	1.77%	784.33
2013	33,375,000	9,990,000	-	118,650,000	2,298,794	185,325,000	258,842	164,395,534	9,076,216	523,369,386	1.63%	729.99
2014	26,065,000	9,670,000	6,315,000	101,870,000	1,115,021	179,395,000	190,749	156,084,686	11,843,248	492,548,704	1.50%	677.65
2015	18,440,000	9,270,000	6,315,000	483,340,000	20,249,253	165,330,000	121,352	147,533,739	10,502,927	861,102,271	2.55%	1,173.39
2016	10,490,000	8,850,000	6,070,000	477,610,000	25,027,811	152,885,000	-	138,736,509	9,340,771	829,010,091	2.34%	1,118.27
2017	26,885,000	8,415,000	5,820,000	467,890,000	19,731,392	140,040,000	-	129,682,955	10,898,305	809,362,652	2.27%	1,073.62



*** Information prior to 2011 is not readily available**

Cobb County, Georgia
Revenue Bond Coverage
Unaudited

Water and Sewer Bonds:

Fiscal Year	Gross Revenues (2)	Direct Operating Expenses (1)	Net Revenue Available for Debt Service	Debt Service Requirements			
				Principal	Interest	Total	Coverage
2008	$ 155,667,100	$ 102,378,852	$ 53,288,248	$ 16,330,000	$ 5,305,850	$ 21,635,850	2.46
2009	173,328,501	111,624,602	61,703,899	5,135,000	5,503,503	10,638,503	5.80
2010	184,733,255	113,271,988	71,461,267	8,915,000	9,202,344	18,117,344	3.94
2011	197,794,263	111,410,679	86,383,584	9,665,000	9,485,689	19,150,689	4.51
2012	201,676,082	114,183,662	87,492,420	10,015,000	9,044,825	19,059,825	4.59
2013	188,229,350	113,474,593	74,754,757	10,395,000	8,588,025	18,983,025	3.94
2014	194,473,101	122,988,407	71,484,694	11,770,000	6,471,112	18,241,112	3.92
2015	200,161,816	126,684,133	73,477,683	11,590,000	6,023,749	17,613,749	4.17
2016	207,690,263	134,860,019	72,830,244	12,330,000	5,679,339	18,009,339	4.04
2017	204,602,109	134,866,165	69,735,944	12,725,000	4,899,075	17,624,075	3.96

(1) Depreciation expense not included.
(2) Includes non operating revenues and transfers in.

Cobb County, Georgia
Annual Debt Service Requirements
Unaudited

Year Ending September 30	Governmental Activities General Obligation Bonds		Governmental Activities Revenue Bonds		Business Type Activities Revenue Bonds		Total Primary Government Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2018	5,795,000	1,180,256	13,795,000	19,468,964	13,260,000	10,769,075	32,850,000	31,418,295
2019	3,800,000	959,500	14,270,000	19,051,827	13,705,000	9,804,176	31,775,000	29,815,503
2020	4,000,000	764,500	14,820,000	18,566,631	14,165,000	8,803,976	32,985,000	28,135,107
2021	4,210,000	559,250	15,425,000	18,032,117	14,670,000	7,731,696	34,305,000	26,323,063
2022	4,430,000	343,250	16,075,000	17,441,189	15,165,000	6,645,584	35,670,000	24,430,023
2023-2027	4,650,000	116,250	90,305,000	76,979,835	50,760,000	16,665,300	145,715,000	93,761,385
2028-2032	-	-	63,600,000	61,016,287	18,315,000	1,175,763	81,915,000	62,192,050
2033-2037	-	-	67,335,000	47,275,800	-	-	67,335,000	47,275,800
2038-2042	-	-	81,585,000	30,836,363	-	-	81,585,000	30,836,363
2043-2047	-	-	90,680,000	10,504,127	-	-	90,680,000	10,504,127
	$ 26,885,000	$ 3,923,006	$ 467,890,000	$ 319,173,140	$ 140,040,000	$ 61,595,570	$ 634,815,000	$ 384,691,716

Cobb County, Georgia
Demographic and Economic Statistics
Unaudited

Year	Population (1)	Personal Income (2)	Per Capita Personal Income (2)	County Unemployment Rate (3)
2008	679,820	31,744,830,000	46,695.93	6.2%
2009	684,780	29,643,900,000	43,289.67	9.6%
2010	689,750	30,144,950,000	43,704.17	9.5%
2011	697,550	30,776,120,000	44,120.31	8.4%
2012	707,170	31,338,650,000	44,315.58	7.3%
2013	716,950	32,029,550,000	44,674.73	7.1%
2014	726,850	32,765,870,000	45,079.27	6.0%
2015	733,860	33,827,430,000	46,095.21	4.9%
2016	741,334	35,410,880,000	47,766.43	4.5%
2017	753,860	35,656,700,000	47,298.84	3.6%

City	Population
Acworth	22,131
Austell	7,107
Kennesaw	33,584
Marietta	59,067
Powder Springs	14,826
Smyrna	56,146
Total	192,861

Source:
(1) Woods & Poole Economics 2017 Data Pamphlet
(2) Bureau of Labor and Statistics

Cobb County, Georgia
Principal Employers
Unaudited

		2017		2008	
Employer	Industry	Employees	Percentage of Total County Employment	Employees	Percentage of Total County Employment
Brand Energy & Infastructure Holdings	Retail	2,803	0.75%		
Cobb County Government	Government	5,086	1.37%	5,775	1.31%
Cobb County Schools	Government	14,984	4.03%	15,229	3.47%
Dobbins Air Force Base	Government			12,000	2.73%
Home Depot	Retail	12,000	3.23%	6,400	1.46%
Kennesaw State University	Education	5,980	1.61%	3,734	0.85%
Kroger Co.	Defense	2,523	0.68%		
Lockheed Martin	Aircraft/Defense	5,100	1.37%	6,611	1.50%
Publix Super Markets	Retail	3,619	0.97%	3,062	0.70%
Six Flags Over Georgia	Theme Park	2,772	0.75%	2,492	0.57%
Walmart	Defense			2,840	0.65%
Wellstar Health System	Healthcare	11,596	3.12%	9,276	2.11%

Source: Office of Economic Development and Cobb Chamber of Commerce

Cobb County, Georgia
Building Permits and Construction
Unaudited

	Single Family Residence		Commerical Industrial, Other		Total New Construction	
Year	Permits	Values	Permits	Values	Permits	Values
2017	943	290,368,248	8,882	703,401,304	9,825	993,769,552
2016	939	310,783,719	4,786	1,060,620,960	5,725	1,371,404,679
2015	923	314,159,526	4,673	763,401,075	5,596	1,077,560,601
2014	938	277,097,942	6,414	318,658,575	7,352	595,756,517
2013	1,077	316,049,472	5,243	395,524,902	6,320	711,574,374
2012	734	203,691,614	4,933	377,565,829	5,667	581,257,443
2011	586	157,087,812	5,144	466,193,085	5,730	623,280,897
2010	467	107,288,665	5,041	267,126,934	5,508	374,415,599
2009	248	59,240,178	4,842	183,535,565	5,090	242,775,743
2008	617	159,861,048	7,232	503,751,188	7,849	663,612,236

Source: Cobb County Building Inspections Department

Cobb County, Georgia
Commercial and Saving Bank Deposit
Unaudited

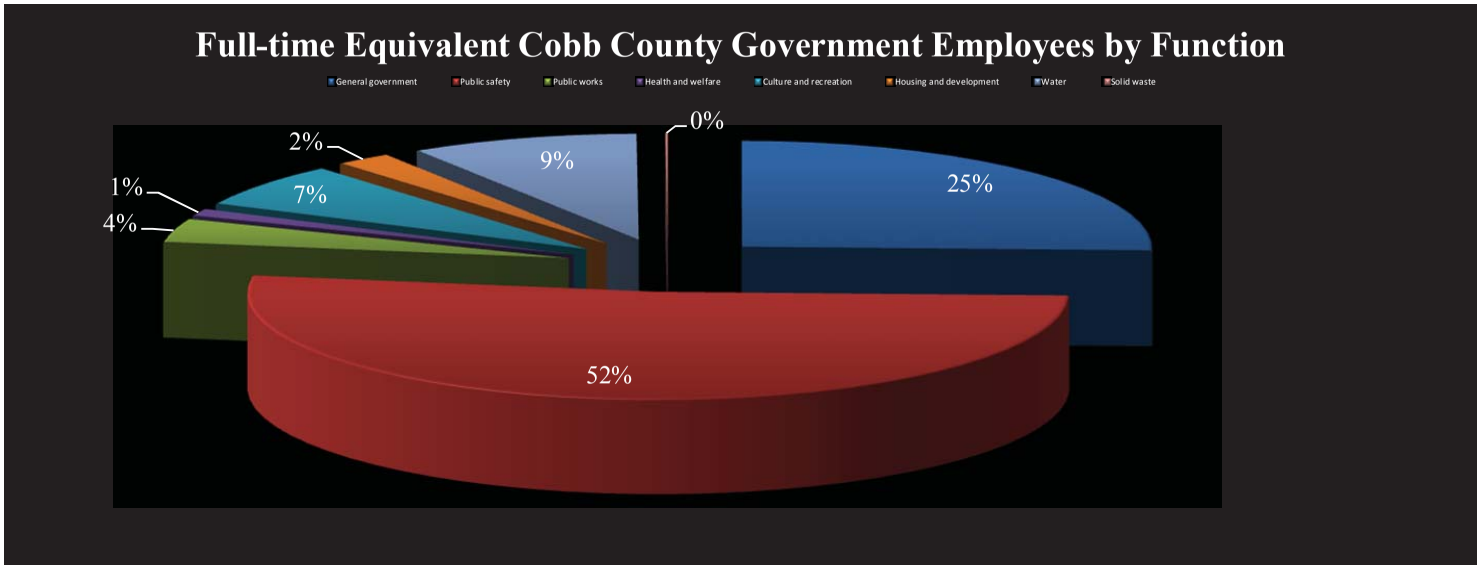
Combined Financial Institutional Statistics

Year	Total Deposits (in thousands)
2017	$ 13,416,881
2016	$ 13,796,846
2015	$ 11,935,855
2014	$ 10,933,235
2013	$ 10,269,243
2012	$ 10,102,532
2011	$ 9,489,929
2010	$ 9,467,972
2009	$ 10,542,221
2008	$ 10,739,032

Source: Federal Deposit Insurance Corporation

Cobb County, Georgia
Full-time Equivalent Cobb County Government Employees by Function
Unaudited

	Full-time Equivalent Employees as of September 30									
Function/Program	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General government	1,109	1,102	1,174	1,141	1,148	1,150	1,141	1,143	1,170	1,175
Public safety	2,285	2,240	2,260	2,348	2,304	2,294	2,294	2,294	2,291	2,251
Public works	159	153	161	165	165	159	148	148	174	179
Health and welfare	46	45	67	46	45	43	53	53	59	58
Culture and recreation	296	288	447	292	291	318	318	318	331	338
Housing and development	109	93	110	90	88	92	92	93	103	112
Water	394	389	408	434	429	429	429	429	434	439
Solid waste	4	4	4	4	4	6	6	7	58	58
Total	4,402	4,314	4,631	4,520	4,474	4,491	4,481	4,485	4,620	4,610



Source: Cobb County Human Resources Department

Cobb County, Georgia
Operating Indicators by Function
Unaudited

Function/Program	Fiscal Year 2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General government										
Vehicle tags issued	639,008	632,791	721,751	698,400	698,010	632,813	695,116	681,339	679,519	696,900
Public safety										
E-911 calls	388,150	400,401	414,371	399,038	381,924	393,208	380,090	382,357	392,177	358,375
Police service calls	490,607	481,449	506,325	483,756	454,620	458,160	457,878	488,890	502,275	425,049
Fire/EMS dispatches	86,802	84,309	77,386	74,074	68,021	64,823	64,854	61,841	61,763	64,006
Public works										
Miles of road resurfacing	69.73	83.00	87.00	124.00	124.00	92.00	64.00	35.93	45.00	77.00
Health and welfare										
Number of child support cases	5,782	5,975	5,988	6,436	6,217	7,500	7,587	7,814	8,108	7,953
Culture and recreation										
Golf rounds played	38,609	41,334	39,940	38,795	42,014	44,848	40,385	24,198	40,414	46,715
Housing and development										
Building permits issued	9,825	5,725	5,596	7,352	6,319	5,667	5,730	5,508	9,014	11,912
Water										
Water accounts	182,020	180,886	179,882	177,969	176,207	174,837	176,406	175,688	175,075	174,709
Water Purchase	57,831,648	56,906,048	53,144,642	50,166,716	45,611,090	47,698,883	44,919,089	40,513,474	35,430,555	24,963,608
Sales	94,229,181	94,661,829	91,752,406	88,651,958	86,189,236	93,143,253	89,932,972	82,614,026	76,054,675	63,192,343
Daily average consumption - 1,000 gal units	55,611	56,167	54,408	53,104	51,552	56,709	56,909	56,312	54,027	54,100
Solid waste										
Solid waste and compost tonnage	**	**	**	**	**	**	**	**	144,661	167,642

Source: Department managers within each function/program.
* Information not available
**At the end of FY2009, Solid Waste was privitized

Cobb County, Georgia
Capital Asset Statistics by Function
Unaudited

Function/Program	Fiscal Year 2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General government										
Fleet service bays	23	23	23	23	23	23	23	23	23	23
Public safety										
Police stations	6	6	6	6	6	6	6	6	6	6
Fire stations	29	29	30	30	30	30	31	31	29	29
Public works										
Miles of road***	2,431	2,426	3,290	3,228	3,275	3,256	3,451	3,418	3,393	2,434
Miles of sidewalks	1,231	1,227	1,225	1,210	1,186	1,174	1,160	1,146	1,130	1,100
Health and welfare										
Senior service centers	6	6	6	6	6	5	4	5	5	5
Culture and recreation										
County parks	78	77	77	77	77	77	77	77	75	74
County libraries	16	16	16	17	17	17	17	17	17	17
County golf courses	2	2	2	2	2	2	2	2	2	2
Housing and development										
HUD homes built	13	6	7	4	28	14	2	1	1	1
Water										
Miles of water mains*	3,286	3,282	3,215	2,907	3,150	3,133	3,130	3,121	3,086	3,062
Miles of sewers*	2,613	2,623	2,593	2,607	2,603	2,605	2,596	2,611	2,582	2,576
Solid waste										
Landfills	3	3	3	3	3	3	3	3	3	3

Source: Department managers within each function/program.
*In 2010, Water began utilizing Geographical Information System [GIS] to calculate assets. Historical data has been revised based on 2010 GIS quantities
***In 2012, the miles of roads indicator was reduced so as to not include private roads.

Cobb County, Georgia
Existing Authority Water & Sewer Treatment System Capacities
Unaudited

Description	Fiscal Year 2017 Wyckoff Plant	2017 Quarles Plant	2008 Wyckoff Plant	2008 Quarles Plant
Water Treatment (MGD)	72.00	86.00	72.00	86.00
Raw Water Pumping (MGD)	97.00	108.00	84.00	96.00
Treated Water Pumping (MGD)	100.00	90.00	100.00	125.00
Raw Water Storage (MG)	-	25.60	-	18.00
Clear Well Storage (MG)	6.00	12.00	6.00	8.00
Potable/Finished Water Storage (MG)	Combined 40.1		Combined 35.60	

Treatment Plant	Date in Service	Fiscal Year 2017 Existing Capacity	2017 Capacity Used (%)	2008 Existing Capacity	2008 Capacity Used (%)
R.L. Sutton	1973	60.00	45%	60.00	55%
South Cobb	1964	40.00	59%	40.00	58%
Noonday	1973	20.00	49%	20.00	45%
Northwest	1987	12.00	54%	12.00	58%
Total		132.00		132.00	

Source: Cobb County Water System

(1) At the Wyckoff Plant, no raw water storage is utilized. The source water is taken directly from the Allatoona Reservoir.

Cobb County, Georgia
Historical System Accounts
Unaudited

	Water		Sewer	
Fiscal Year	Accounts	% Change	Accounts	% Change
2008	174,709	0.57%	144,135	2.43%
2009	175,075	0.21%	144,787	0.45%
2010	175,688	0.35%	146,172	0.96%
2011	176,406	0.41%	147,299	0.77%
2012	174,837	-0.89%	148,332	0.70%
2013	176,207	0.78%	151,161	1.91%
2014	177,969	1.00%	152,399	0.82%
2015	179,882	1.07%	153,480	0.71%
2016	180,886	0.56%	150,042	-2.24%
2017	182,020	0.63%	150,897	0.57%

Source: Cobb County Water System

COMPLIANCE SECTION

The Compliance Section includes the special report of the 1 percent Sales and Use Tax and the Water System Comparative Statement of Revenues and Expenses as required by the Security and Exchange Commission's Rule 15c2-12(b)(5).

Cobb County, Georgia
Road Sales Tax Funds
Schedule of Projects Constructed with Special Sales Tax Proceeds
For the Fiscal Year Ended September 30, 2017

Project	Original Estimated Cost	Revised Estimated Cost	Expenditures Prior Years	Expenditures Current Year	Expenditures Total	Estimated Percentage of Completion
2005 SPLOST:						
Public Safety						
Jail Expansion	$ 110,000,000	$ 110,000,000	$ 109,999,999	$ -	$ 109,999,999	100.00%
New Court House	55,000,000	63,000,000	62,358,848	40,607	62,399,455	99.05%
800Mhz Communication System:						
Cobb County	22,625,636	23,556,090	23,556,090	-	23,556,090	100.00%
City of Acworth 800Mhz	208,728	229,395	229,395	-	229,395	100.00%
City of Austell 800Mhz	160,334	192,681	192,681	-	192,681	100.00%
City of Kennesaw 800 Mhz	353,942	428,767	428,767	-	428,767	100.00%
City of Marietta 800 Mhz	2,519,952	1,409,151	1,409,151	-	1,409,151	100.00%
City of Powder Springs 800 Mhz	281,340	253,476	253,476	-	253,476	100.00%
City of Smyrna 800 Mhz	850,068	930,440	930,440	-	930,440	100.00%
Transportation:						
Cobb County	525,324,286	541,263,832	485,297,382	13,720,964	499,018,346	92.20%
City of Acworth	11,090,749	9,974,670	9,974,670	-	9,974,670	100.00%
City of Austell	2,042,132	1,743,270	1,743,270	-	1,743,270	100.00%
City of Kennesaw	9,931,674	7,988,479	7,988,479	-	7,988,479	100.00%
City of Marietta	58,273,797	52,533,354	52,533,354	-	52,533,354	100.00%
City of Powder Springs	13,212,326	11,537,187	11,537,187	-	11,537,187	100.00%
City of Smyrna	42,725,391	37,005,532	37,005,532	-	37,005,532	100.00%
Program Total	$ 854,600,355	$ 862,046,324	$ 805,438,721	$ 13,761,571	$ 819,200,292	95.03%
2011 SPLOST:						
Facilities	$ 16,748,420	$ 24,122,397	$ 16,979,075	$ 1,355,038	$ 18,334,113	76.00%
Parks	82,023,000	87,098,000	72,826,574	3,252,615	76,079,189	87.35%
Public Safety						
Equipment	10,931,400	9,615,278	9,293,416	65,626	9,359,042	97.34%
800Mhz Communication System	1,965,000	1,965,000	1,961,502	-	1,961,502	99.82%
Transportation:						
Cobb County	250,885,000	351,213,410	246,449,360	39,920,380	286,369,740	81.54%
City of Acworth	13,323,141	14,468,360	14,465,016	-	14,465,016	99.98%
City of Austell	4,672,186	5,073,793	5,072,620	-	5,072,620	99.98%
City of Kennesaw	22,107,998	24,008,337	24,002,788	-	24,002,788	99.98%
City of Marietta	44,799,421	48,650,249	48,639,004	-	48,639,004	99.98%
City of Powder Springs	10,678,598	9,596,499	9,593,820	-	9,593,820	99.97%
City of Smyrna	33,934,318	38,851,214	38,842,695	-	38,842,695	99.98%
Program Total	$ 492,068,482	$ 614,662,537	$ 488,125,870	$ 44,593,659	$ 532,719,529	86.67%
2016 SPLOST:						
Facilities	$ 23,228,600	$ 23,283,464	$ 3,066,176	$ 2,101,170	$ 5,167,346	22.19%
Libraries	23,203,167	26,553,167	392,569	10,124,216	10,516,785	39.61%
Technology	30,079,000	30,079,000	-	492,608	492,608	1.64%
Parks	77,508,779	76,158,779	2,109,617	8,680,343	10,789,960	14.17%
Public Health	6,500,000	8,016,669	2,615,743	3,018,598	5,634,341	70.28%
Public Safety	115,051,584	144,945,482	31,216,938	8,444,662	39,661,600	27.36%
Senior Services	2,201,580	2,201,580	-	1,198,347	1,198,347	54.43%
Transportation:						
Cobb County	287,331,467	333,064,731	18,470,055	62,231,396	80,701,451	24.23%
City of Acworth	21,208,827	21,208,827	2,905,187	4,079,398	6,984,585	32.93%
City of Austell	6,725,280	6,725,280	921,229	1,293,569	2,214,798	32.93%
City of Kennesaw	31,602,891	31,602,891	4,328,967	6,078,637	10,407,604	32.93%
City of Marietta	58,353,902	58,353,902	7,993,322	11,224,044	19,217,366	32.93%
City of Powder Springs	14,231,720	14,231,720	1,949,462	2,737,391	4,686,853	32.93%
City of Smyrna	52,773,203	52,773,203	7,228,877	10,150,629	17,379,506	32.93%
Program Total	$ 750,000,000	$ 829,198,695	$ 83,198,142	$ 131,855,008	$ 215,053,150	25.94%

Cobb County, Georgia
Water and Sewer Enterprise Fund
Comparative Statements of Revenues and Expenses
For the Fiscal Years Ended September 30, 2017 and 2016

	2017	2016
Operating revenues:		
Water sales	$ 94,229,181	$ 94,661,829
Sewer sales	102,518,286	104,003,498
Water connection charges	4,599,064	4,937,514
Sewer connection charges	1,453,887	2,187,791
Other	757,125	844,768
Total operating revenues	$ 203,557,543	$ 206,635,400
Operating expenses:		
Administrative	$ 22,568,926	$ 24,049,731
Engineering	2,697,507	2,731,410
Water operations	72,451,714	65,705,185
Sewer operations	45,700,353	42,373,693
Total operating expenses	$ 143,418,500	$ 134,860,019
Operating income before depreciation	$ 60,139,043	$ 71,775,381
Less depreciation	(42,621,083)	(42,221,543)
Operating income	$ 17,517,960	$ 29,553,838
Nonoperating revenues (expenses):		
Interest income	$ 356,749	$ 185,519
Interest and fiscal charges	(5,269,731)	(5,653,337)
Amortization	640,722	614,720
Gain from sale of capital assets	22,183	229,941
Total nonoperating revenues (expenses)	$ (4,250,077)	$ (4,623,157)
Net income before transfers and capital contributions	$ 13,267,883	$ 24,930,681
Capital contributions	$ 16,893,523	$ 17,829,558
Total capital contributions	$ 16,893,523	$ 17,829,558
Transfers:		
Transfers in	$ 24,912	$ 24,683
Transfers out	(21,648,338)	(12,857,526)
Total transfers	$ (21,623,426)	$ (12,832,843)
Change in net position	$ 8,537,980	$ 29,927,396

Note: The comparative financial statement above has been prepared in order to meet continuing disclosure requirements as set forth in the Security and Exchange Commission's Rule 15c2-12(b)(5).