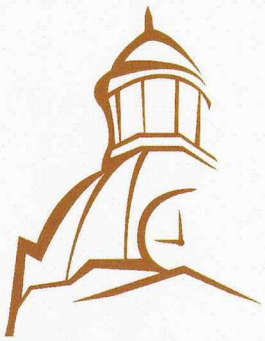


Comprehensive Annual Financial Report

For Year End September 30, 2013

Coweta County
Georgia



COWETA COUNTY

Comprehensive Annual Financial Report

Fiscal Year Ended September 30, 2013

Coweta County, Georgia

Prepared By:
The Office of Financial Management and Budget

COWETA COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED September 30, 2013

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COWETA COUNTY

INTRODUCTORY SECTION

Letter of Transmittal
Certificate of Achievement for Excellence in Financial Reporting
Organizational Chart
Officials of Coweta County, Georgia

COWETA COUNTY
BOARD OF COMMISSIONERS

Chairman, Bob Blackburn, District 3
Paul Poole, District 1
Tim Lassetter, District 2
Rodney Brooks, District 4
Al Smith, District 5
Michael Fouts, County Administrator

March 28, 2014

Coweta County Board of Commissioners and Citizens of Coweta County, Georgia

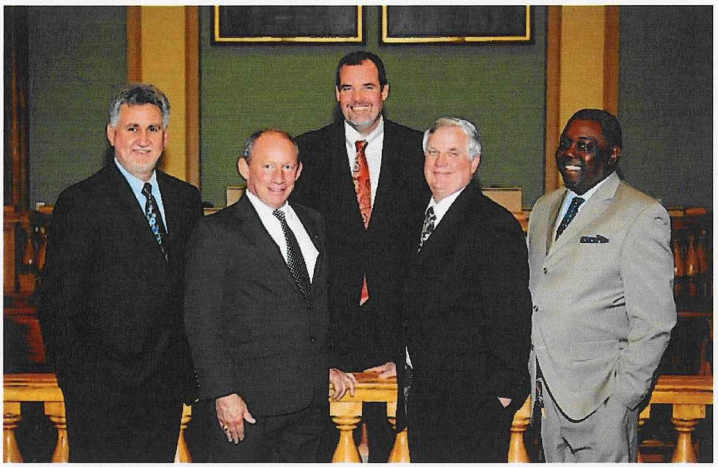
A full accounting of the operations and financial position of government is vital to a strong republic. This Comprehensive Annual Financial Report (CAFR) for Coweta County, Georgia (the "County") is submitted for the fiscal year ended September 30, 2013, to fulfill that need and also to meet the requirements of the State of Georgia and Coweta County.

This CAFR is management's representation of the finances of the County, and County management assumes full responsibility for the completeness of the information presented. The information provided has been compiled within a comprehensive framework of internal controls to provide reasonable assurance that the financial statements are free from material misstatement. To provide further assurance, the financial statements have been independently audited by Bates, Carter & Co. LLP and the independent auditor's report is included in this CAFR.

This report has eight major sections. After the introductory section is the Financial Section, which includes Management's Discussion and Analysis (MD&A). The MD&A is a more complete discussion of the County's financial activities, financial position and different fund and financial matters . The MD&A assists the reader in understanding significant issues specific to Coweta County. Next are the Basic Financial Statements, featuring government-wide statements, fund and component unit statements, and notes to support and clarify those financial statements. The next three sections cover Required Supplementary information, along with Non-major Governmental Funds, Fiduciary Funds, and Component Unit reports. The last section is for Supplemental Information, including statistical information and compliance and internal control reports.

Profile of the Government

Coweta County is just southwest of the City of Atlanta and is bordered by Fulton, Fayette, Meriwether, Spalding, Troup, Heard and Carroll counties and bordered on the northwest corner by the Chattahoochee River. U.S. Interstate 85 bisects the county and seven other U.S. and Georgia highways cross Coweta. The estimated population of Coweta is 130,929, making it the 17th most populous county in the state (out of 159 counties). Newnan serves as the County Seat for Coweta, which is also home to seven other municipalities – Grantville, Haralson, Moreland, Palmetto, Senoia, Sharpsburg, and Turin.



L-R Coweta County Board of Commissioners – Tim Lassetter (District 2), Bob Blackburn (District 3), Rodney Brooks (District 4), Paul Poole (District 1) and Al Smith (District 5)

Coweta County has a five member Board of Commissioners (the Board), each elected to four year terms and representing a single commission district. The district lines are determined by population and are adjusted based on census data. Commissioners are part time and terms are overlapping, with at least two seats up for re-election every two years. The Board elects a chairman and vice chairman for two year terms. Bob Blackburn is the current Chairman, and Tim Lassetter is the current Vice Chairman of the Coweta County Board of Commissioners. The Board hires an administrator to handle the day to day functions of county government. The administrator implements the Board's policies, administers county government, appoints department heads and supervises approximately 875 county employees.

In addition to the five commissioners, every four years county residents also elect the constitutional offices of sheriff, clerk of superior court, tax commissioner, and probate court judge, along with other county or district wide elected positions including magistrate court judge, superior court judges, state court judges, solicitor general, coroner, surveyor, and district attorney.

The County provides a full range of services to Coweta citizens. These include but are not limited to the following:

- Animal Control
- Building Inspection & Code Enforcement
- Development Review
- Emergency Management Agency (EMA)
- Emergency Medical Service (EMS)
- Environmental Management – recycling and refuse management services
- E-911 call center and dispatching
- Fire Department, 15 stations serving unincorporated Coweta and six of the municipalities by agreement (Newnan and Palmetto provide their own fire services)
- Judicial and Court Services
- Parks and Recreation
- Planning and Zoning
- Prison & Work Release
- Road Department
- Sheriff's Office – covers all of Coweta County, but supplemented in Newnan, Senoia and Grantville by city police forces.
- Transportation and Engineering

The County has also established authorities and partnered with other entities to provide additional services. These include:

- Convention and Visitors Bureau
- Development Authorities
- Georgia Department of Driver Services (DDS)
- Georgia State Patrol Post
- Health Department, Physical and Environmental
- Newnan-Coweta Airport
- Public Library System
- Water and Sewer

Governmental Units

The Coweta County School System is fiscally independent of the County Board of Commissioners with school board members being elected from throughout the county. Consequently, its financial statements are issued separately and not included in this CAFR.

There are five governmental units that are included in the County's CAFR as discretely presented component units. The Coweta County Department of Public Health is charged with determining the health needs and resources of its jurisdiction, developing programs, activities, and facilities responsive to those needs, and enforcing all laws related to health matters unless they fall under the jurisdiction of other agencies. The Coweta County Board of Commissioners appoints four members of a seven member Board of Health. The County Board of Commissioners provides an annual subsidy for operations.

The Coweta County Public Library System serves all citizens of Coweta County through a centrally located library headquarters and three branch facilities. It is governed by a Board of Trustees, appointed by the Coweta County Board of Commissioners. The Library System receives an annual state grant; however, majority of its funding is from the County Board of Commissioners for operations.

The Coweta County Airport Authority has responsibility over all activities related to the airport in Coweta County. The Airport Authority is governed by a five member board appointed by the Coweta County Board of Commissioners. The Airport Authority receives most of its operating revenues from hangar rental income and fuel sales.

The Coweta County Development Authority is the primary point of contact for economic development activities in Coweta County. The Coweta County Development Authority was created in 1966 through a local amendment to the Georgia Constitution. The Development Authority consists of a five-member volunteer board, appointed by the Coweta County Board of Commissioners. In addition, a seven-member board, the Development Authority of Coweta County, was established by legislation in 1973. These two boards work together to support and enhance economic development in Coweta County. Working with local, regional, state and

national partners, the Development Authority works to encourage and promote economic development activity in the county, whether through the location of a new company or through the expansion of an existing facility. The Development Authority receives funding from the County Board of Commissioners for operations, and collects administrative fees for bonds.

The Coweta County Water and Sewerage Authority manages the water and sewer system of Coweta County. It is governed by a three member board appointed by the Coweta County Board of Commissioners. The Water and Sewerage Authority is financially independent of the County, except that the County is obligated to make revenue bond debt service payments on certain debt issuances in the event of default by the Water and Sewerage Authority.

Budget Process

Coweta County's fiscal year runs from October 1 – September 30. Annual budget planning begins in June and budget requests are reviewed line by line by County administration and ultimately by the Board. The County maintains budgetary controls to ensure compliance with state law and local policies. Budgetary control is at the department/fund level, so expenditures may not exceed the total budget for any department within a fund. Transfers of appropriations within a department require approval of the Finance Director, while transfers between or among departments or funds or an increase requested for a department or fund requires Board approval.

Annual budgets are adopted consistent with generally accepted accounting principles for the general and special revenues funds and are integrated into the general ledgers of such funds. The General Fund represents the revenues and expenses required to run the day to day functions of county government. The General Fund receives the vast majority of its revenue from property taxes, sales tax, fines/forfeitures/court fees, charges for services, licenses/permits and other taxes. Special Revenue funds are for funds legally restricted to use for particular purposes and are accounted for separately. These include the Fire District Fund, E-911 Service fund, Hotel/Motel Tax, law library, and Sheriff's law enforcement fund. Project length budgets are adopted for Capital Projects Funds, including Impact Fees Fund, Community Development Block Grants (CDBG), Capital Expenditures Fund, Transportation Fund, and Special Purpose Local Option Sales Tax Fund.

Economic Condition

Coweta County continues to be affected by the economic issues that have impacted our state and nation, but has outperformed many neighboring counties. As mentioned earlier, Coweta's estimated population is 130,929 and is the 49th fastest growing county in the United States. The current projections have Coweta with a population in excess of 150,000 by 2015 and 175,000 by 2020.

The unemployment rates for Coweta and Georgia were 6.4% and 7.2% respectively, which is approximately 1% less than the prior year when those rates were 7.3% and 8.4% respectively.

While the County property tax digest increased roughly 2% between 2012 and 2013, sales taxes were down approximately 5% over the prior year due to new State Title Ad Valorem Tax

(TAVT). During 2013, the new Title Ad Valorem Tax became effective and helped offset the impact of lower sales taxes and less property taxes as a result of the state required rollbacks.

The healthcare industry is very important to Coweta County. Piedmont Hospital relocated its former hospital in Newnan to an exemplary, state-of-the-art facility near Interstate 85. The facility is nine stories tall and about 360 thousand square feet, along with an adjacent four story medical office building of over 120 thousand square feet. There are over 1,000 employees and approximately 300 physicians. Development related to the healthcare industry is either planned or in progress around the hospital. CTCA, Cancer Treatment Centers of America's Southeastern Regional Hospital, which opened in August 2012 and promised to bring 500 jobs during a 5 year commitment, met that commitment in 1 year. They are currently in the midst of a major expansion project, and recently purchased 74 acres adjacent to the facility. In addition to these new facilities, HealthSouth Corporation was approved to build a new 50 bed inpatient rehabilitation hospital. This facility will also add new jobs and continue to boost the local economy.

In addition to the healthcare industry, the television and movie industry has thrived in Georgia since incentives were enacted by the State Legislature a few years ago. Coweta County has certainly been a beneficiary of this new industry, as quite a few movies and television shows have and continue to film in the County. AMC's "The Walking Dead", which has filmed at multiple locations in Coweta County, is the most watched drama in basic cable history. There continues to be ongoing interest in filming in the County which should further benefit our local economy. Recently, a new Hunger Games movie was filmed in Newnan, along with other movies for both theaters and television.

In 2013, Coweta County jointly supported the City of Newnan for the construction of a satellite campus of the University of West Georgia at the old Newnan Hospital location. This $15 million renovation project is expected to generate a one-time economic impact of $21 million during construction and create 176 jobs. Additionally, West Georgia Technical College's Coweta County Campus dedicated its first two buildings in 2013, which consisted of a general classroom building of 36 thousand square feet and an allied health building of 47 thousand square feet, which will provide trained workforce for the local healthcare industry. The Coweta campus continues to grow and the student population is nearly 1,000 students.

There are several other commercial and retail ventures that have started or are in the planning stages that will add additional jobs in the County. Bonnell Aluminum announced a $17 million expansion that will add 30 new jobs. Yamaha Motor Manufacturing Corporation consolidated ATV production to the Newnan plant adding 100 jobs. The company is the largest private employer based in the County. Winpak Films, Air Power & Hydraulics, Yokogawa, and Cargill corporations have all completed or have expansion projects in progress. Niagara Bottling Corporation recently announced investment of $52 million for the construction of a new bottling plant that will add 40 jobs. A number of Coweta residents are employed outside the County, as the Atlanta city center and Hartsfield-Jackson Atlanta International Airport are a reasonable commuting distance away.

The County has maintained strong financial reserves as evidenced by the fund balance it maintains which is considered to be firmly within GFOA guidelines. This has been achieved through many years of fiscally conservative budgets. The County has not increased millage rates or reduced staff during the prolonged recession and slow recovery. This has allowed the County to maintain a solid credit rating and not have to borrow funds to temporarily fund the government or make capital purchases. In the fall of 2013, Standard and Poor's increased Coweta County's credit rating to AA+, or the second highest credit rating score possible. This was the second increase to the credit rating in the last five years. Many Counties around Metro Atlanta continue to have to balance budgets by increasing property taxes, employee layoffs, and decreasing services.

The County offers a low cost of living and high quality of life. It has an excellent school system and a well trained workforce. Coweta County has been named by Bloomberg/Business Week as the Best Affordable Place to live in Georgia based on a combination of factors. The County is positioned for continued quality growth due to its close proximity to the world's busiest airport, Hartsfield-Jackson Atlanta International Airport, access to Interstate 85, as well as the County's transportation infrastructure and industrial capacity.

Financial Planning and Policies

Debt Management

Coweta County has approximately $20 million in primary government debt. Of this amount, $18.2 million is in general obligation bonds for Fire Department, and $785 thousand in Airport Authority Notes Payable. There were $1.04 million in capital leases as of the fiscal year end. As of the date of this report, the Board of Commissioners approved the early pay off of capital leases, and those leases have been paid in full. This essentially leaves the debt from the general obligation Fire Bonds as the vast majority of the remaining County issued debt. The County's legal debt limit is approximately $450 million as of September 30, 2013. The net debt applicable to the debt limit as a percentage of the limit is 4.44%. This is down approximately 2% from the prior year when it was at 6.26%. Essentially the County has minimal debt compared to the allowable limit. The Coweta County Water and Sewerage Authority has $99.4 million in debt. The Coweta County Water and Sewerage Authority financial statements are as of year ending June 30, 2013. The Coweta County School System has $16.6 million in debt and the City of Newnan has $159.95 million in debt, for a total of $175.5 million. The City of Newnan debt is attributable to Newnan Utilities, its public utility company. None of the debt is guaranteed by the County.

Credit Rating

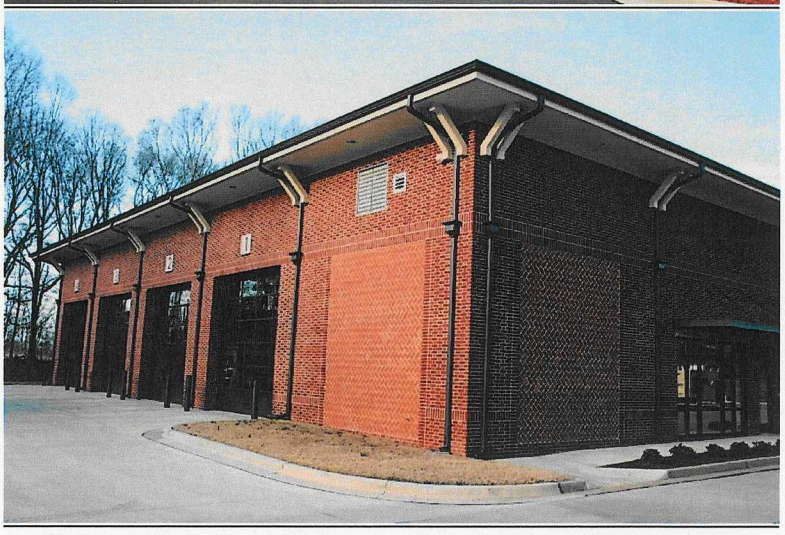
Coweta County's credit rating from Moody's is Aa2 and from Standard & Poor's is AA+. Additionally, Fitch's and Standard & Poor's rated Coweta Water & Sewerage Authority as AA.

Sales Taxes

The SPLOST, or Special Purpose Local Option Sales Tax, was approved by referendum in 2012. The first distribution from the 2013 SPLOST was received in February 2013. This SPLOST is a 1% sales tax that will provide funds for capital needs for Fire, EMA, Sheriff, Recreation and Transportation projects. Approximately 82%, or nearly $67 million of the County SPLOST funds will go to fund transportation projects. This SPLOST will be in effect for 6 years. The LOST, or Local Option Sales Tax, was renewed with all the municipalities in 2012. The LOST is a 1% sales tax that provides funds to support ongoing operations of the government. The ELOST, or Education Local Option Sales Tax was approved prior to the SPLOST approval. It provides a 1% sales tax for projects of the Coweta County Board of Education. The ELOST funds are sent directly to the Board of Education and are managed by them.

Major Projects Completed in 2013





During 2013, two major projects in the Fire Department were completed. The new Fire Station No. 6 located in the Madras community was completed at a cost of $1.8 million. Also, the new

Fire Department Maintenance Shop located behind the Fire Department Headquarters on Turkey Creek Road in Newnan was completed at a cost of nearly $1.3 million. Both of these facilities were funded through proceeds from the 2009 General Obligation Fire Bonds. These two new facilities replaced existing inadequate facilities.



The administration and investigation expansion project at the Sheriff's office was officially completed in 2013. Additionally, jail renovations were also completed at a cost of $640 thousand. Other improvements planned include jail phase II renovations along with the addition of a video visitation system.



The Andrew Bailey Park expansion and improvement project was completed in 2013 at a cost of $1.2 million. This project added baseball fields, parking and second entrance into the park. The Brown's Mill Battlefield Park was completed at a cost to the County of $263 thousand. This park is located on the actual site where the civil war battle took place and features 4,560 linear feet of walking trails, a parking area, parade grounds and historical signage.



Transportation projects continue to remain a major focus for Coweta County. In 2013, projects that valued nearly $1.4 million were completed, and projects in progress at September 30, 2013, had accumulated costs of nearly $7 million. Those projects include Parkway North, Southeast By-Pass, Little White Oak at Moore Road, Shenandoah Blvd. LMIG, and 2013 SPLOST FDR (Full Depth Reclamation).

Major initiatives upcoming

Improving and maintaining our local transportation infrastructure will be the major initiative over the next several years. Nearly $67 million is expected to be expended during the current 6 year SPLOST period. Projects that are planned to begin or are in progress in 2014 include the Newnan By-Pass Extension, Pine Road/Hwy 16 at US 29, SR 16 widening, Poplar Road Interchange, Roadway Rehab, Gordon Road at SR 54, Couch Road, Nixon Road, Glen Winkles Road, Haynie Road R/R bridge, Lora Smith at Lower Fayetteville, Lora Smith at SR 34, Corinth/Belk Roads at Smokey Road, Five Points Intersection reconfiguration, Hood Road at Hood Branch Culvert, Club Drive Drainage and Dam, and Old Ishman Ballard Road at Mineral Springs Branch.

Newnan-Coweta County Airport projects in progress include the Glide Slope, Instrument Landing System (ILS), Alex Stephens Road Relocation, Automated Weather Observing System (AWOS) Relocation & East Parallel Taxiway, and Ramp Seal Coating. These projects will improve safety and provide needed infrastructure for the Airport to enhance operations and continue to serve as an asset for business recruitment and development.

The unfinished courtroom on the 3rd floor of the Justice Center Complex at 72 Greenville Street was completed in 2013., Future plans at this facility include improved security, courtroom technology upgrades, and an additional parking lot.

Awards and Acknowledgements

The Coweta County Finance department again received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association.

The Association County Commissioners of Georgia, ACCG, recognized outgoing Coweta County Administrator Theron Gay with the 2013 Jerry R. Griffin Excellence in Public Service Award, given to recognize individuals who have made significant contributions to the citizens of Georgia through public service in county government.

Coweta County Transportation Manager Tavores Edwards accepted the Georgia Transit Association's (GTA) Performance Award at the 2013 GTA Annual Conference. The award noted Coweta County Transit's outstanding performance resulting in a 14% increase in ridership.

Firefighter Charles Franklin "Frank" Jones III was presented the Heroism award from the Marquis de Lafayette Chapter, Georgia Society, Sons of the American Revolution recognizing Firefighter Jones efforts to try and save an individual from a burning home in February 2013.

Coweta County's website earned an A+ rating for transparency from Sunshine Review, a national nonprofit organization dedicated to government transparency.

And the county was selected by Bloomberg/Business Week Magazine as the Best Affordable Place in Georgia, recognizing the county's low cost of living and high quality of life.

This CAFR represents a significant cooperative effort between the County's Finance Department and our independent auditor, Bates Carter and Co., LLP. Many thanks go to the County department heads and their staff for assistance and cooperation in contributing to this CAFR. In addition, our sincerest appreciation goes to the Finance Department's staff for their dedication and support in completing this report. Finally, our thanks go to the Board of Commissioners for their unfailing support, for maintaining the highest professional expectations, and for directing the fiscal affairs of the County in a progressive and responsible manner.

Respectfully submitted,

Michael Fouts
County Administrator

Hans Wilson
County Finance Director

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Coweta County

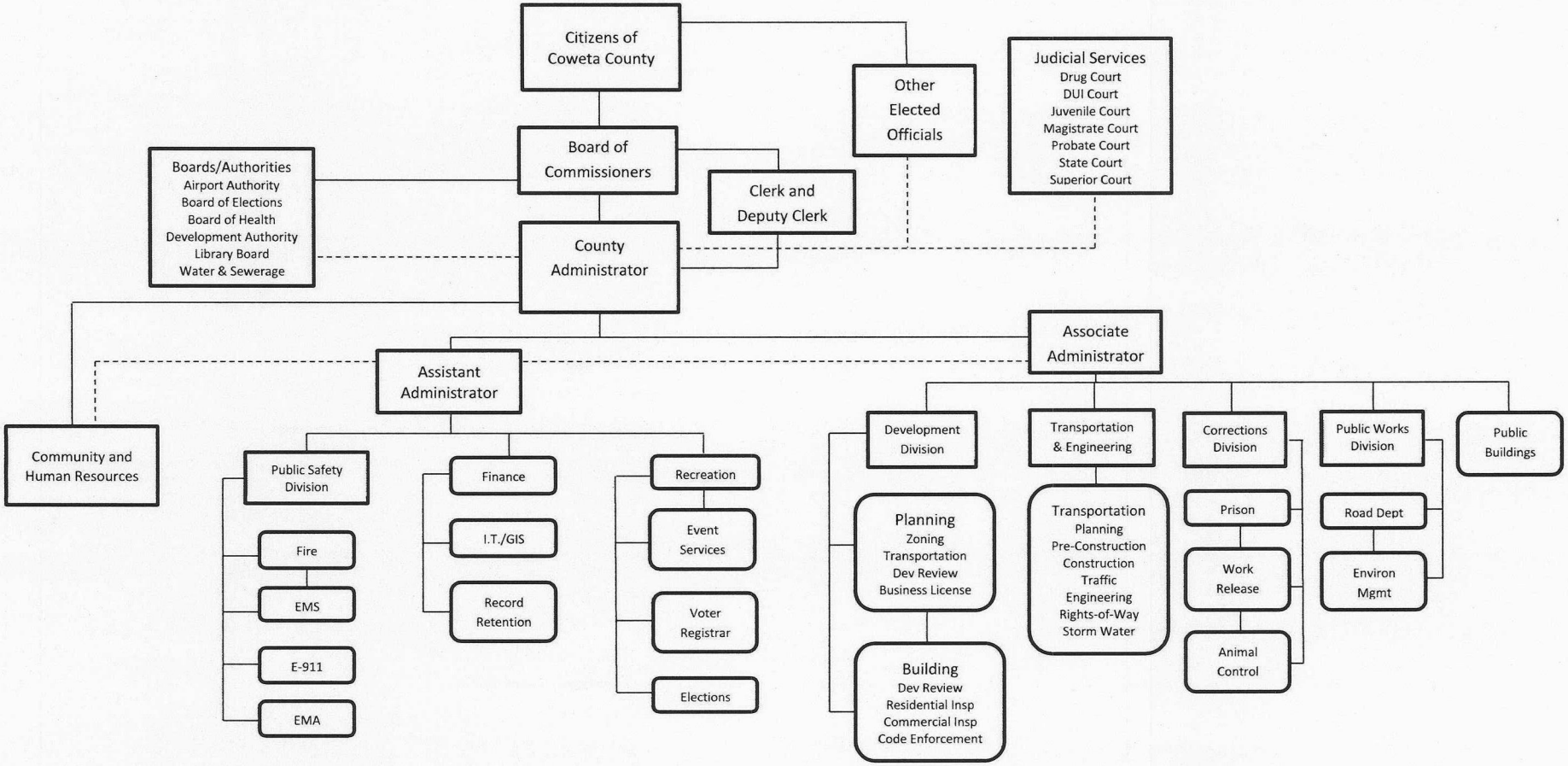
Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2012

Executive Director/CEO

ORGANIZATIONAL CHART
COWETA COUNTY, GEORGIA



Officials of Coweta County, Georgia

Legislative Branch

BOARD OF COMMISSIONERS

Paul Poole, Commissioner – District 1
Tim Lassetter, Commissioner - District 2
Bob Blackburn, Chairman - District 3
Rodney Brooks, Commissioner - District 4
Al Smith, Commissioner - District 5

COMMISSION STAFF

Deborah Pike, Clerk
Shannon Zerangue, Executive Assistant

Executive Branch

ADMINISTRATION

County Administrator	Michael Fouts
Associate County Administrator	Edward Whitlock
Assistant County Administrator	Kelly Mickle

DIRECTORS

Community and Human Resources Director	Patricia Palmer
Leisure Services Division Director	Carl McKnight
Planning & Development Division Director	Robert Tolleson
Transportation & Engineering Division Director	Tod Handley
Prison Division Director	Bill McKenzie
Public Works Division Director	Bill Cawthorne
Properties Division Director	Stephen Stone
Public Safety Division Director	Johnny Teeters

COWETA COUNTY

FINANCIAL SECTION

Independent Auditors' Report
Management's Discussion and Analysis

BatesCarter
Exceeding expectations. Always.

PH 770.532.9131
FX 770.536.5223
525 CANDLER STREET, NE
P.O. DRAWER 2396
GAINESVILLE, GEORGIA 30503
WWW.BATESCARTER.COM

INDEPENDENT AUDITOR'S REPORT

March 28, 2014

Board of Commissioners
COWETA COUNTY, GEORGIA
Newnan, Georgia 30263

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 COWETA COUNTY, GEORGIA, as of, and for the year ended September 30, 2013, 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 did not audit the financial statements of Coweta County, Georgia Health Department or Coweta County, Georgia Water and Sewerage Authority, component units of the County, as of, and for the year then ended June 30, 2013, which statements reflected total assets of $540,132 and $165,206,548, and total revenues of $1,534,828 and $21,309,429, respectively, for the year then ended. Those financial statements were audited by other auditors whose reports have been furnished to us and our opinion on the basic financial statements, insofar as it relates to the amounts included for the Coweta County, Georgia Health Department and Coweta County, Georgia Water and Sewerage Authority is based on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of COWETA COUNTY, GEORGIA, as of September 30, 2013, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Notes 1 to the financial statements, the County adopted GASB Statement 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position" and GASB Statement 65, "Items Previously Reported as Assets and Liabilities". Our opinion is not modified with respect to that matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedule of Pension Funding Progress, Schedule of Employer Contributions, Budgetary Comparison Schedule - General Fund, and Budgetary Comparison Schedule - Fire District listed in the table of contents 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 the COWETA COUNTY, GEORGIA's basic financial statements. The accompanying supplementary information such as the combining and individual nonmajor fund financial statements, supplemental budgetary comparison schedules, the Schedule of Expenditures of Federal Awards, as required by Office of Management Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the accompanying Schedule of Projects Constructed with Special Sales Tax Proceeds which is presented for purposes of additional analysis as required by Official Code of Georgia 48-8-12, and the other information, such as the introductory and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information identified above is the responsibility of management and was derived from and relates 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 supplementary information identified above is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The other information identified above has 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 it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 28, 2014, on our consideration of the COWETA 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 COWETA COUNTY, GEORGIA's internal control over financial reporting and compliance.

Batts, Carter & Co, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's discussion and analysis is a narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2013, provided to the readers of Coweta County's financial statements. This discussion's intention is to: (1) assist the reader in understanding significant financial issues; (2) provide an overview of the County's financial activities; (3) identify changes in the County's financial position; (4) identify material deviations from the original budget; and (5) identify individual fund issues.

OVERVIEW OF THE FINANCIAL STATEMENTS

The County's basic audited 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, presented on pages 1 and 2, provide a broad overview of Coweta County's finances in a manner similar to that of private-sector businesses. The statements include:

- Statement of Net Position presents the County's assets and liabilities, with the difference between the two reported as net position. Over time, the change in net position is an indicator of the improvement (an increase) or deterioration (a decrease) in the County's financial condition.

- Statement of Activities presents the revenues and expenses of the County. The difference between these is the change in net position for the year. This format is intended to portray the extent to which governmental activities are funded by taxes and the extent to which business-type activities are supported by the revenues they generate.

Both of the government wide financial statements identify the various functions of Coweta County 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 of Coweta County, Georgia, include general government, judicial, public health and welfare, public safety, public works, recreation and culture, and housing and development. The business type activities of Coweta County, Georgia, include solid waste.

The government wide financial statements include not only Coweta County, Georgia, itself (known as the primary government), but also a legally separate Health Department, Airport Authority, Development Authority, Water and Sewer Authority, and Coweta County Public Library System for which Coweta County, Georgia, is financially accountable. Financial information for these component units is reported separately from 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. Coweta County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary 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, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the

long-term impact of the County's near term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains separate governmental funds to account for the following activities: General; Special Revenue (Fire District, Emergency Telephone System, Hotel Motel Tax, Law Library, and Sheriff's Programs); Capital Projects (SPLOST, Transportation, Capital Expenditures, Impact Fees.). 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, and SPLOST, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non major governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual budget for its general fund and special revenue funds. It adopts an annual budget for capital project funds to facilitate fiscal control and accounting of activities. However, capital projects may expand over multiple years requiring project length budgets, which are adopted for the duration of the project. A budgetary comparison schedule has been provided for the general fund and special revenue funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 3-6 of this report.

Proprietary funds. Coweta County has one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities on the government-wide financial statements. The County uses an enterprise fund to account for the Solid Waste disposal activities.

The basic proprietary fund financial statements can be found on pages 7-9 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 10-11 of 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 14-56 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information on pages 57-61 concerning the County's schedule of budgetary comparisons and progress in funding its obligation to provide pension benefits to its employees. Combining and individual fund statements and schedules can be found on pages 62-79 of this report.

- Coweta County's assets exceeded its liabilities at September 30, 2013, by $379,698,313 (net position). Of this amount, $345,656,676 represents capital assets (i.e. land, buildings and improvements, infrastructure, machinery & equipment) net of depreciation and related debt. The government's ongoing obligations to the citizens of Coweta County and creditors will be met with the balance of $34,041,637.

- As of September 30, 2013, the County's governmental funds reported combined ending fund balance of $67,883,210. Of this amount, $30,760,652 remains in the various funds as unassigned.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Coweta County, on an entity-wide basis, had a decrease in net position during 2013 of $(20) million, which is the combination of a $(20) million decrease in governmental activities and $0.2 million increase in business-type activities. The decrease in net position in governmental activities is primarily due to depreciation expense in the amount of $24 million. The increase in net position in business type activities is due to an increase in transfer from the general fund.

COWETA COUNTY, GEORGIA
Comparative Schedule of Net Position
September 30, 2013
($ in thousands)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2013	2012	2013	2012	2013	2012
Current and other assets	$ 78,115	$ 91,857	$ 1,062	$ 769	$ 79,177	$ 92,626
Capital assets (net of depreciation)	361,708	371,547	859	923	362,567	372,470
Total assets	439,823	463,404	1,921	1,692	441,744	465,096
Long-term liabilities outstanding	53,479	57,768	674	749	54,153	58,517
Other liabilities	7,824	6,262	69	51	7,893	6,313
Total liabilities	61,303	64,030	743	800	62,046	64,830
Net position						
Invested in capital assets, net of related debt	344,798	346,439	859	923	345,657	347,362
Restricted	32,854	41,649	-	-	32,854	41,649
Unrestricted	868	11,285	319	(31)	1,187	11,254
Total net position	$ 378,520	$ 399,373	$ 1,178	$ 892	$ 379,698	$ 400,265

At September 30, 2013, the County had $345,656,676 invested in capital assets, net of debt and accumulated depreciation, which represents the largest portion of the County's net assets (91.0%). This reflects the County's investment in capital assets (e.g., land, buildings, machinery and equipment) less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. Assets exceed liabilities by $380 million and $400 million for 2013 and 2012, respectively.

COWETA COUNTY, GEORGIA
Comparative Schedule of Changes in Net Position
September 30
($ in thousands)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2013	2012	2013	2012	2013	2012
Revenues:						
Program revenues						
Charges for services	$ 15,527	$ 15,496	$ 629	$ 610	$ 16,156	$ 16,106
Operating grants and contributions	825	508	62	-	887	508
Capital grants and contributions	6,666	3,199	-	-	6,666	3,199
General revenue						
Property taxes	39,101	39,266	-	-	39,101	39,266
Sales taxes	33,177	35,660	-	-	33,177	35,660
Other taxes	7,363	6,652	-	-	7,363	6,652
Unrestricted investment earnings	71	218	-	-	71	218
Total revenue	102,730	100,999	691	610	103,421	101,609
Expenses:						
General government	19,274	14,491	-	-	19,274	14,491
Judicial	9,328	8,486	-	-	9,328	8,486
Public safety	47,743	45,673	-	-	47,743	45,673
Public works	35,445	33,804	-	-	35,445	33,804
Public health and welfare	370	357	-	-	370	357
Recreation and culture	6,390	6,185	-	-	6,390	6,185
Housing and development	3,015	2,549	-	-	3,015	2,549
Interest and paying fees	713	1,287	-	-	713	1,287
Solid waste	-	-	1,048	1,234	1,048	1,234
Total expenses	122,278	112,832	1,048	1,234	123,326	114,066
Increase in net assets before transfers	(19,548)	(11,833)	(357)	(624)	(19,905)	(12,457)
Transfers	(643)	(787)	643	787	-	-
Increase (Decrease) in net assets	(20,191)	(12,620)	286	163	(19,905)	(12,457)
Change in accounting principal	(662)	-	-	-	(662)	-
Net assets, beginning of year	399,373	411,993	892	729	400,265	412,722
Net assets, end of year	$ 378,520	$ 399,373	$ 1,178	$ 892	$ 379,698	$ 400,265

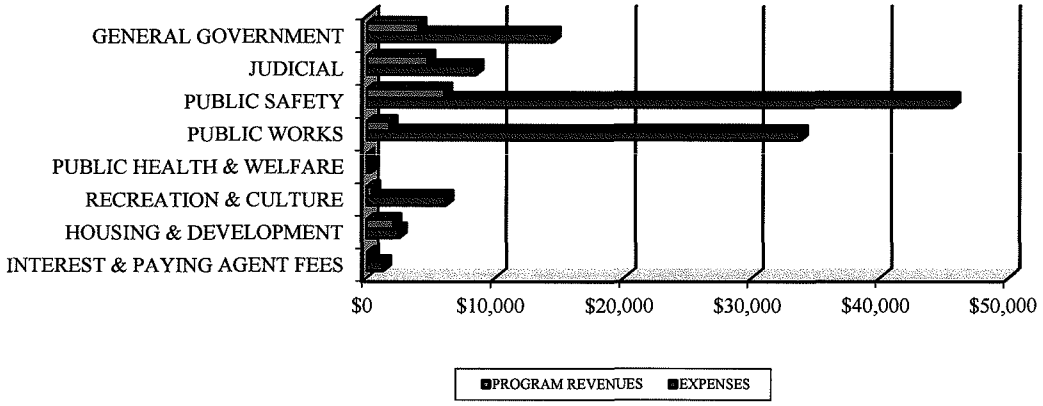
The comparative schedule of changes in net assets denotes a decrease of $(19.9) million in assets. Revenue increases approximately $1.8 million as a result of capital grants. However, total expenses increased by $9 million. The primary drivers of the decrease in both years are depreciation expense and OPEB costs.

Governmental Activities:

In FY 2013, some revenue categories remained relatively the same, with the exception of operating grants and contributions, capital grants and contributions and sales tax revenue. While operating grants and contributions remained at 1% overall, the amount increased from $508 thousand to $825 thousand. This was primarily due a reimbursement of $250 thousand from the hospital authority for indigent inmate care and a refund from the Georgia Department of Transportation for over $50 thousand for reimbursement of transportation project study costs not incurred. Capital grants and contributions more than doubled from between FY 2012 and FY 2013, from $3.2M to $6.7M. This resulted in this revenue category increasing from 3% in FY 2012 to 6% in FY 2013. Most of this was the result of increased grants related to transportation. Sales taxes decreased from 35% of total revenues in FY 20132 to 32% in FY 2013. In general, sales taxes declined between years due to a somewhat stagnant economy. The County signed a new Local Option Sales Tax Agreement with the municipalities in the County that took effect in FY 2013. In the new agreement, the County received approximately 5% less of the total sales tax than in the prior year. Also, in FY 2013, the State of Georgia changed the way it taxes the sales of new and used vehicles. The Title Ad Valorem Tax, or TAVT, replaced the sales tax on these purchases and took effect in March 2013. This tax is properly accounted for as property tax revenue.

The following charts show activities by function:

Expenses and Program Revenues - Governmental Activities
FY 2012
(in $ thousands)



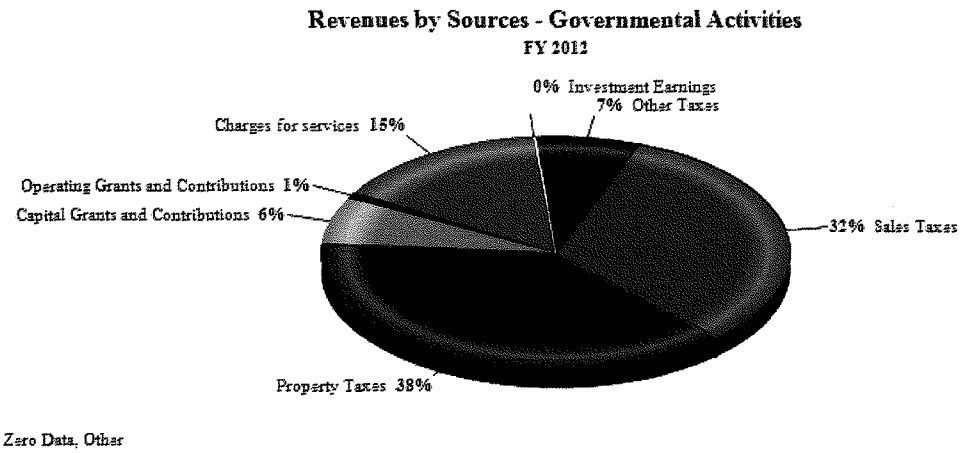


Chart shows all sources of revenue collected for governmental activities not limited to program revenue.

Business-Type Activities:

Business–type assets increased County's net assets by $286 thousand. The Solid Waste Fund had an operating loss of $(357) thousand before taking into account the County Appropriation of $643 thousand, which resulted in a Change in Net Assets of $286 thousand.

Coweta County Government's proprietary funds provide the same type of information found in the governmentwide financial statements, but in more detail. The businesstype activities of the Solid Waste Disposal Facility had revenues that increased by $81 thousand from the prior year, while expenses decreased by $186 thousand from the prior year. This resulted in a net decrease before transfers of $(357) thousand which was $267 thousand less than the prior year operating loss of $(624) thousand. In FY 2013, the County decreased the transfer to the Solid Waste fund by $144 thousand, primarily because of fewer capital purchases were required.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental 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, unreserved fund balance may serve as a useful measure of government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of $67,883,210, a decrease of $13,740,903 in comparison with the prior year. This reduction is primarily the result of a result increased project activity expenditures and large debt service payments. Approximately 45% of the total ending fund balance, $30,760,652, constitutes unassigned fund balance, which is available for spending at the government's discretion within the legal parameters of each fund. See the Governmental Funds Balance Sheet on page 3 for further details.

Governmental Fund Revenue and Expenditure Comparison

($ in thousands)

	2013	2012	Inc/Dec	%Inc/Dec
Revenue				
Taxes	$ 80,573	$ 80,880	$ (307)	(0.4)%
License and Permits	2,618	2,420	198	8.2 %
Intergovernmental	3,482	3,209	273	8.5 %
Fines and Forfeitures	4,701	5,179	(478)	(9.2)%
Charges for Services	7,912	7,685	227	3.0 %
Interest income	100	262	(162)	(61.8)%
Miscellaneous	446	367	79	21.5 %
Total Revenues	$ 99,832	$ 100,002	$ (170)	(0.2)%

	2013	2012	Inc/Dec	%Inc/Dec
Expenditures				
General Government	$ 12,762	$ 12,745	$ 17	- %
Judicial	7,859	7,049	810	11 %
Public Health and Welfare	370	356	14	4 %
Public Safety	39,568	38,141	1,427	4 %
Public Works	12,315	9,312	3,003	32 %
Recreation and Culture	4,630	4,494	136	3 %
Housing and Development	2,783	2,313	470	20 %
Intergovernmental	6,850	6,340	510	8 %
Capital Outlay	13,223	12,487	736	6 %
Debt Service	12,568	12,608	(40)	- %
Total Expenditures	$ 112,928	$ 105,845	$ 7,083	7 %

There was an overall decrease in revenue of approximately $(0.2) million. million. Total tax revenues decreased by $(0.3) million versus the prior year. The net effect of new local option sales tax contract with the municipalities was the primary driver of this decrease. Nearly every other revenue category increased except Fines and Forfeitures, and Interest Income. State Court and Superior Court, criminal and civil, fines and forfeitures were both below prior year actual amounts. Interest income decreased primarily because fewer banks are willing to invest public monies. The rates from the banks that hold our operating cash or certificates of deposit continue to decline.

Total expenditures increased by $7.1million. Judicial expenditures increased $810 thousand over prior year was primarily due to the completion of the construction of the unfinished courtroom on the Justice Center's third floor. Public Safety expenditures were up $1.4 million as a result of the completion of construction projects in Fire and Sheriff Departments. Public Works expenditures increased $3 million versus prior year as a result of transportation project spending.

The general fund is the chief operating fund of the County. At the end of the current fiscal year, total fund balance was $32,218,358 with unassigned fund balance of $30,760,652. 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 and transfers out. Fund balance represents 50.5% of total fund expenditures with unassigned representing 48.2 %.

The fire district fund is the principal operating fund for County fire and rescue operations. At the end of the fiscal year, its fund balance was $-, a decrease of $4.6 million from that of fiscal year 2012. This decrease is primarily due to capital outlay from bond proceeds. The portion of this fund balance not restricted by bond funds for capital outlay is $-. This portion of the fund balance represents -% of total fund expenditures.

The changes in fund balances for the Governmental Funds are as shown below:

Coweta County Governmental Funds
Comparison of Fund Balance from Year to Year

($ in thousands)

	2013	2012	Incr/(Decr)	% Incr/-Decr
General Fund	$ 32,218	$ 32,706	$ (488)	(1.5)%
Fire District	4,757	9,375	(4,618)	(49.3)%
SPLOST	23,199	31,862	(8,663)	(27.2)%
Non-Major Funds	7,709	7,682	27	0.4 %
Total Fund Balance	$ 67,883	$ 81,625	$ (13,742)	(16.8)%

The other major fund consist of the special local options sales tax fund (SPLOST). This fund provides the capital funding for various projects approved via referendum of the voters of Coweta County. The fund balance is restricted to current and future projects. The SPLOST decrease in fund balance is due to a debt service payment.

Proprietary Funds. The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Coweta County Proprietary Funds
Comparison of Net Assets from Year to Year
($ in thousands)

	2013	2012	Incr/(Decr)	% Incr/-Decr
Solid Waste Disposal	$ 1,178	$ 892	$ 286	32.1 %
Total Fund Balance	$ 1,178	$ 892	$ 286	32.1 %

Total net position of the proprietary funds at the end of the year amounted to $1,178,157.

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences between the original budget and the final amended budget difference by function:

General Fund
For the Year Ended September 30, 2013

	Budget			Variance of
	Original	Final	Actual	Final Budget
General Government	$ 13,647,157	$ 13,992,732	$ 12,969,325	$ 1,023,407
Judicial	7,474,790	7,956,362	7,718,142	199,005
Public Safety	24,009,429	25,090,331	25,049,619	40,712
Public Works	7,009,922	7,778,487	7,370,865	407,622
Public Health and Welfare	388,990	388,990	369,503	19,487
Recreation and Culture	4,428,433	4,607,981	4,450,395	157,586
Housing and Development	2,890,712	2,858,512	2,701,135	157,377
Transfers	3,173,620	3,235,360	3,211,310	24,050
Total Charges to Appropriations	$ 63,023,053	$ 65,908,755	$ 63,840,294	$ 2,029,246

The variance to final amended budget is the result of a focus on conservative budgeting across all departments and agencies. There was a cost of living adjustment to salary in Fiscal Year 2013, however, many open positions were filled through promotion and other positions were not filled. The County continues to review all areas to reduce current and future costs.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. The County's investment in capital assets for its government and business-type activities as of September 30, 2013, was $363 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, machinery and equipment, park facilities, roads and bridges.

Coweta County's Capital Assets
(Net of depreciation)
($ in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2013	2012	2013	2012	2013	2012
Land and Improvements	$ 15,446	$ 15,375	$ 630	$ 652	$ 16,076	$ 16,027
Construction in Progress	9,394	10,932	-	-	9,394	10,932
Buildings	100,789	96,616	-	-	100,789	96,616
Machinery & Equipment	8,143	8,069	229	271	8,372	8,340
Vehicles	7,727	8,193	-	-	7,727	8,193
Infrastructure	220,209	232,362	-	-	220,209	232,362
Total Assets	$ 361,708	$ 371,547	$ 859	$ 923	$ 362,567	$ 372,470

Governmental assets moved from construction in progress to the asset records during the year totaled approximately $9.4 million versus $10.1 million in additions to construction in progress. There were also $2.3 million in retirements to construction in progress. The net result was $(1.6) million decrease to Construction in Progress. The other category of nondepreciable assets is land and improvements which increased nearly $71 thousand as a result of additions and there were no transfers out or retirements. Buildings and improvements increased nearly $8 million,

however, deprecation increased $(3.8) million and net retirements $(.1) million. Machinery and Equipment remained relatively unchanged as $1.7 million in additions were reduced by $(1.6) million in depreciation. Vehicles decreased nearly $(0.4) million as additions were only $1.3 million and with depreciation of $(1.7) million. The largest decrease in assets was from the infrastructure category with $3.8 million in additions and $1.4 million in transfers in, and $(17.4) million in depreciation.

Additional information on the County's capital assets can be found in Note 6 of this report.

Long–Term Debt. At the end of the current fiscal year, the County had total long-term indebtedness of $54,153,141. The General Obligation bonds were for various road projects, construction of a new Justice Center, State Patrol Headquarters, Central Library and most recently new and upgraded Fire Stations and Equipment.

Coweta County's Outstanding Debt
Bonds Payable, Capital Leases, Notes Payable, Claims, and Other Debts
($ in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2013	2012	2013	2012	2013	2012
Bonds Payable	$ 18,370	$ 28,505	$ -	$ -	$ 18,370	$ 28,505
Certificate of Participation	-	1,396	-	-	-	1,396
Capital Leases	1,043	1,334	-	-	1,043	1,334
Landfill Closure/Postclosure	598	579	659	726	1,257	1,305
Compensated Absences	2,213	2,207	15	24	2,228	2,231
Net Pension Obligation	42	382	-	-	42	382
Net OPEB Obligation	31,212	23,357	-	-	31,212	23,357
Totals	$ 53,478	$ 57,760	$ 674	$ 750	$ 54,152	$ 58,510

The operating revenues for governmental activities have been sufficient to meet these obligations and sufficient reserves are available to meet the obligations of claims payable and compensated absences. The obligations related to business-type activities have chiefly related to the landfill/solid waste activities of the County.

FY 2013 saw the retirement of two debt issues for Coweta County, the 2003 Certificates of Participation and 2006 General Obligation bonds, per the respective amortization schedules. The total debt retired was in excess of $11 million, which leaves only the 2009 General Obligation bond as the only remaining debt issue. In FY 2013, the Board of Commissioners approved the early payoff of the Capital Leases. As of the date of this report, the leases have been paid in full. The Net OPEB Obligation increased nearly $8 million. Management is working with its third party administrator for health insurance, as well as other advisors, to address this item.

State statutes limit the amount of general obligation debt a governmental entity may issue to 10 percent of its total assessed valuation. The current debt limitation for the County is $432,403,298.

Additional information regarding Coweta County's long-term debt can be found in Note 7 of this report.

ECONOMIC OUTLOOK

The economic outlook for Coweta County in fiscal year 2014:

- The unemployment rate in Coweta County is at 6.4%, which is lower than the State of Georgia at 7.2% and slightly lower than the United States at 7.3% as of September 30, 2013. As of the date of this report, the County's rate is stable, with the State at 7.1%, and the United States at 6.7%, without seasonal adjustments.

- LOST and SPLOST revenues for fiscal year 2013 both decreased versus the prior year. LOST revenues declined primarily as a result of a new sales tax division agreement with the municipalities as well as the title ad valorem tax. SPLOST was lower also because of the new title ad valorem tax or TAVT. This tax went into effect in March 2013 and eliminates sales tax on purchases of new and used vehicles for a one time title ad valorem tax of slightly less than the 7% total sales tax that would have been collected in prior years, of which the State of Georgia

received 4%, LOST 1%, SPLOST 1% and ELOST 1%. The TAVT tax is categorized as a property tax and is accounted for in the General Fund of the County. The County budgets for LOST in its General Fund, and the budget is based on prior year actual results and trends. Currently, the sales tax is trending at prior year levels. The County is monitoring collections on a monthly basis.

- The real property tax digest valuation increased by 2.3% from 2012 to 2013. The forecast for 2014 is for a similar increase. The County just completed a commercial and industrial revaluation which may increase this percentage as well. Housing and commercial development was up in fiscal year 2013 compared to the prior year, but continues to be well below activity in prior years due to the economy.

- The County continues to experience steady growth with respect to commercial and industrial development. Several new businesses have refurbished existing buildings in the Hwy 34 and Thomas Crossroads area of the County or built new structures, including Verizon, Pep Boys, and U-Haul among others. The Ashley Park shopping district continues to add new stores and restaurants, as well as new hotel. Another commercial area that is rapidly developing is the Hwy 34 and International Park drive area. Newnan Peachtree Chrysler Dodge Jeep Ram opened on Hollz Parkway, along with several new medical offices and businesses that have located in this area. Euro Auction purchased the old auto auction facility on Raymond Hill road and conducts machinery and equipment auctions. This facility is near the Ritchie Brothers auction facility which conducts auctions of heavy equipment. In 2013, Winpak Films expanded and refurbished its facility in the County. At this time there is less than 5% vacancy with respect to industrial facilities, however, there are several developable tracts in the existing industrial parks in the County. Recently Niagara Water Bottling Company announced plans for a new facility in the County.

- Coweta County has certainly been a beneficiary of the television and motion picture industry since financial incentives were put in place by the State of Georgia a few years ago. There have been many movies and television shows filmed in the County in recent years. AMC Network's, The Walking Dead, is the most watched show in basic cable television history. Much of the setting for the series is filmed in Georgia, predominantly in Coweta County. Additional movies are in the planning stages, and have inquired about filming in the County.

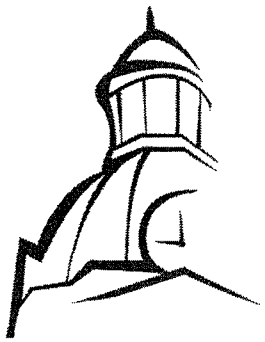
- Piedmont Newnan Hospital continues to flourish at its new location on Poplar Road near I-85. It's the tallest structure in the County with 9 floors and 364,000 sq. ft. The hospital is a regional facility that has 136 inpatient rooms and 23 emergency room beds with an adjacent 4 floor medical office. Cancer Treatment Centers of America (CTCA) opened in 2012 with a goal of eventually adding 500 new jobs to the community. The facility has had such success that it met that goal in 1 year of operation and is now in the middle of a major expansion of a new wing for the hospital. CTCA recently purchased an additional 74 acres adjacent for future expansion. In addition to these facilities, HealthSouth is currently constructing a 50 bed inpatient rehabilitation hospital near the campus of the new Piedmont Newnan Hospital. The area around Piedmont Newnan continues to develop with new medical office and related construction projects. Another specialty hospital has filed for a certificate of need for a behavioral rehabilitation facility in the County. This certificate need is currently under review. These developments position Coweta County extremely well as a healthcare industry regional center.

- Coweta County Government continues to implement cost saving measures to provide a lean and efficient local government. Management continues to assess the personnel and departments staffing levels to meet changing operational needs. In some cases, departments are being merged or restructured to create efficiencies. This has allowed the County not to layoff or furlough employees, while at the same time maintaining low property tax rates. Management will continue to pay close attention to these areas to ensure that the citizens of the County are getting the most efficient government provided while maintaining the level of services expected. This conservative approach to budgeting has allowed the County to build sufficient reserves which was a significant factor in the County receiving its second bond rating upgrade in less than five years to AA+ by Standard & Poor's rating agency.

In closing, Coweta County's economy looks bright for 2014 and beyond. It appears that unemployment rates are declining, and additional job opportunities are being created through industries that were not that significant or existent just a few years ago. While the overall economy appears to be improving, Coweta County maintains adequate fund balances in the event the economy quickly contracts or other significant event was to impact the County financially. Overall, Coweta County is positioned well for significant growth and a healthy future.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the County's finances for all interested in the government's financials. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Finance, Coweta County, 22 East Broad St. , Newnan, Georgia 30263.



COWETA COUNTY

BASIC FINANCIAL STATEMENTS

COWETA COUNTY, GEORGIA
STATEMENT OF NET POSITION
September 30, 2013

	PRIMARY GOVERNMENT			
ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMPONENT UNITS
Cash	$ 41,441,300	$ 993,095	$ 42,434,395	$ 12,983,834
Investments	19,308,426	10,000	19,318,426	186,499
Receivables (net of allowance for uncollectibles)	11,303,383	42,437	11,345,820	1,402,238
Internal balances	(16,337)	16,337	-	-
Due from component units	2,117,194	-	2,117,194	-
Inventories	442,224	-	442,224	455,902
Prepaid items	151,981	-	151,981	18,935
Restricted assets:				
Cash	3,367,015	-	3,367,015	6,683,240
Investments	103	-	103	-
Non-current assets:				
Deferred charges	-	-	-	2,134,958
Capital assets:				
Capital assets not being depreciated	24,839,832	-	24,839,832	10,692,291
Capital assets being depreciated	646,772,303	3,273,212	650,045,515	191,436,766
Less: accumulated depreciation	(309,904,622)	(2,414,194)	(312,318,816)	(46,461,431)
Capital assets, net of depreciation	361,707,513	859,018	362,566,531	155,667,626
TOTAL ASSETS	439,822,802	1,920,887	441,743,689	179,533,232
LIABILITIES				
Accounts payable	4,076,375	58,516	4,134,891	798,109
Accrued interest payable	71,393	-	71,393	383,591
Other accrued items	2,108,064	10,297	2,118,361	684,031
Due to other governments	500,893	-	500,893	-
Due to primary government	-	-	-	2,117,192
Unearned revenue	1,066,697	-	1,066,697	79,238
Amounts held in trust	-	-	-	1,851
Noncurrent liabilities:				
Due within one year				
Compensated absences payable	1,549,295	15,192	1,564,487	101,754
Accrued landfill closure / postclosure	45,000	45,000	90,000	-
Notes payable	-	-	-	43,704
Capital leases payable	303,446	-	303,446	-
General obligation bonds payable	722,514	-	722,514	-
Revenue bonds payable	-	-	-	330,000
Due in more than one year				
Compensated absences payable	663,984	-	663,984	267,107
Net OPEB obligation	31,212,459	-	31,212,459	-
Net pension obligation	42,415	-	42,415	-
Accrued landfill closure / postclosure	552,600	613,725	1,166,325	-
Notes payable	-	-	-	741,105
Capital leases payable	739,806	-	739,806	-
General obligation bonds payable	17,647,705	-	17,647,705	-
Revenue bonds payable	-	-	-	97,442,671
Deposits payable	-	-	-	1,447,509
TOTAL LIABILITIES	61,302,646	742,730	62,045,376	104,437,862
NET POSITION				
Invested in capital assets, net of related debt	344,797,658	859,018	345,656,676	57,110,146
Restricted for:				
Debt service	-	-	-	6,683,240
Capital outlay projects	22,887,943	-	22,887,943	-
Impact fee projects	2,912,541	-	2,912,541	-
Judicial programs	413,647	-	413,647	-
Public safety programs	6,404,630	-	6,404,630	-
Health and welfare programs	204,588	-	204,588	426,233
Housing and development programs	30,899	-	30,899	-
Unrestricted	868,250	319,139	1,187,389	10,875,751
TOTAL NET POSITION	$ 378,520,156	$ 1,178,157	$ 379,698,313	$ 75,095,370

The accompanying notes are an integral part of this statement.

COWETA COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2013

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES: CHARGES FOR SERVICES	PROGRAM REVENUES: OPERATING GRANTS AND CONTRIBUTIONS	PROGRAM REVENUES: CAPITAL GRANTS AND CONTRIBUTIONS	NET (EXPENSE) AND CHANGES IN NET ASSETS: PRIMARY GOVERNMENT: GOVERNMENTAL ACTIVITIES	PRIMARY GOVERNMENT: BUSINESS-TYPE ACTIVITIES	PRIMARY GOVERNMENT: TOTAL	COMPONENT UNITS
PRIMARY GOVERNMENT								
GOVERNMENTAL ACTIVITIES								
General government	$ 19,273,962	$ 3,002,561	$ 765,921	$ 621,729	$ (14,883,751)	$ -	$ (14,883,751)	$ -
Judicial	9,327,945	4,502,770	-	-	(4,825,175)	-	(4,825,175)	-
Public safety	47,743,116	5,306,829	59,094	99,823	(42,277,370)	-	(42,277,370)	-
Public works	35,444,836	114,127	-	5,944,766	(29,385,943)	-	(29,385,943)	-
Public health and welfare	369,813	-	-	-	(369,813)	-	(369,813)	-
Recreation and culture	6,389,537	411,053	-	-	(5,978,484)	-	(5,978,484)	-
Housing and development	3,014,689	2,190,020	-	-	(824,669)	-	(824,669)	-
Interest	712,560	-	-	-	(712,560)	-	(712,560)	-
Total Governmental Activities	122,276,458	15,527,360	825,015	6,666,318	(99,257,765)	-	(99,257,765)	-
BUSINESS-TYPE ACTIVITIES								
Solid waste/recycling	1,048,123	630,000	61,675	-	-	(356,448)	(356,448)	-
Total Business-Type Activities	1,048,123	630,000	61,675	-	-	(356,448)	(356,448)	-
TOTAL PRIMARY GOVERNMENT	$ 123,324,581	$ 16,157,360	$ 886,690	$ 6,666,318	(99,257,765)	(356,448)	(99,614,213)	-
COMPONENT UNITS								
Health Department	$ 1,402,850	$ 823,726	$ 710,882	$ -	-	-	-	131,758
Library System	2,489,148	26,014	589,012	32,453	-	-	-	(1,841,669)
Water and Sewerage Authority	20,337,538	19,539,330	-	1,760,646	-	-	-	962,438
Airport Authority	1,361,280	1,002,933	486,735	158,455	-	-	-	286,843
Development Authority	307,104	35,208	303,796	-	-	-	-	31,900
TOTAL COMPONENT UNITS	$ 25,897,920	$ 21,427,211	$ 2,090,425	$ 1,951,554	-	-	-	(428,730)
GENERAL REVENUES								
Property taxes					39,100,587	-	39,100,587	-
Sales taxes					33,177,388	-	33,177,388	-
Insurance premium taxes					4,015,182	-	4,015,182	-
Real estate recording taxes					1,544,676	-	1,544,676	-
Other taxes					1,802,689	-	1,802,689	-
Total taxes					79,640,522	-	79,640,522	-
Unrestricted investment earnings					70,722	-	70,722	10,858
Grants and contributions not restricted to a specific program					-	-	-	1,918,649
TRANSFERS					(643,004)	643,004	-	-
TOTAL GENERAL REVENUES					79,068,240	643,004	79,711,244	1,929,507
CHANGES IN NET POSITION					(20,189,525)	286,556	(19,902,969)	1,500,777
NET POSITION, Beginning					399,373,177	891,601	400,264,778	73,594,593
CHANGE IN ACCOUNTING PRINCIPLE					(663,496)	-	(663,496)	-
NET POSITION, Beginning as restated					398,709,681	891,601	399,601,282	73,594,593
NET POSITION, Ending					$ 378,520,156	$ 1,178,157	$ 379,698,313	$ 75,095,370

The accompanying notes are an integral part of this statement.

COWETA COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2013

	GENERAL	FIRE DISTRICT	SPLOST	OTHER NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS					
Cash	$ 7,906,407	$ 1,540,021	$ 25,570,794	$ 6,424,080	$ 41,441,302
Investments	17,023,334	1,000,000	-	1,285,092	19,308,426
Receivables (net of allowance for uncollectibles)	8,471,224	488,398	1,573,007	770,754	11,303,383
Due from other funds	262,197	108,026	-	76,255	446,478
Due from component units	2,117,194	-	-	-	2,117,194
Prepaid items	151,980	-	-	-	151,980
Inventories	442,224	-	-	-	442,224
Restricted assets:					
Cash	863,502	2,503,513	-	-	3,367,015
Investments	-	103	-	-	103
TOTAL ASSETS	$ 37,238,062	$ 5,640,061	$ 27,143,801	$ 8,556,181	$ 78,578,105
LIABILITIES					
Accounts payable	$ 1,043,171	$ 74,018	$ 2,269,177	$ 690,011	$ 4,076,377
Other accrued items	1,751,595	292,237	-	64,232	2,108,064
Due to other governments	-	-	500,893	-	500,893
Due to other funds	102,005	159,573	108,026	93,211	462,815
Unearned revenue	-	-	1,066,697	-	1,066,697
TOTAL LIABILITIES	2,896,771	525,828	3,944,793	847,454	8,214,846
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue	2,122,933	357,116	-	-	2,480,049
FUND BALANCES					
Nonspendable:					
Prepaid expenditure	151,980	-	-	-	151,980
Inventories	442,224	-	-	-	442,224
Restricted:					
Capital outlay projects	-	2,503,616	23,199,008	-	25,702,624
Impact fee projects	-	-	-	2,912,541	2,912,541
Judicial programs	325,621	-	-	88,026	413,647
Public safety programs	333,293	2,253,501	-	3,817,835	6,404,629
Health and welfare programs	204,588	-	-	-	204,588
Housing and development programs	-	-	-	30,899	30,899
Assigned:					
Capital equipment and infrastructure	-	-	-	859,426	859,426
Unassigned	30,760,652	-	-	-	30,760,652
TOTAL FUND BALANCES	32,218,358	4,757,117	23,199,008	7,708,727	67,883,210
TOTAL LIABILITIES AND FUND BALANCES	$ 37,238,062	$ 5,640,061	$ 27,143,801	$ 8,556,181	$ 78,578,105

The accompanying notes are an integral part of this statement.

COWETA COUNTY, GEORGIA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION
September 30, 2013

Total Fund Balances for Governmental Funds (page 3)		$ 67,883,210
Total net assets reported for governmental activities in the statement of net assets is different because:		
Capital assets used in the governmental activities are not financial resources and therefore are not reported in the funds.		361,707,513
Revenues in the statement of activities that do not provide current financial resources are reported as deferred revenues in the funds.		
Property Taxes	2,480,049	
		2,480,049
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
General obligation bonds, net of premium and discounts	(18,370,219)	
Accrued interest	(71,393)	
Capital leases	(1,043,252)	
Accrued landfill closure / postclosure	(597,600)	
Compensated absences	(2,213,279)	
Net pension obligation	(42,415)	
Net OPEB obligation	(31,212,459)	
		(53,550,617)
Rounding		1
Total net position of governmental activities (page 1)		$ 378,520,156

The accompanying notes are an integral part of this statement.

COWETA COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2013

REVENUES	GENERAL	FIRE DISTRICT	SPLOST	OTHER NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
Taxes	$ 50,249,086	$ 10,515,068	$ 19,621,463	$ 186,988	$ 80,572,605
Licenses and permits	2,196,571	-	-	421,289	2,617,860
Intergovernmental	783,737	-	995,956	1,702,038	3,481,731
Fines and forfeitures	4,359,658	-	-	341,616	4,701,274
Charges for services	5,321,607	-	-	2,590,086	7,911,693
Contributions and donations	20,379	-	74,774	53,948	149,101
Interest income	53,956	9,295	28,958	7,467	99,676
Miscellaneous	257,911	38,623	-	-	296,534
TOTAL REVENUES	63,242,905	10,562,986	20,721,151	5,303,432	99,830,474
EXPENDITURES					
Current Expenditures					
General government	12,625,012	-	-	136,775	12,761,787
Judicial	7,718,141	-	109,206	31,282	7,858,629
Public safety	25,049,620	11,093,688	273,418	3,151,198	39,567,924
Public works	7,370,863	-	3,022,946	1,921,288	12,315,097
Public health and welfare	369,503	-	-	-	369,503
Recreation and culture	4,450,395	-	152,178	27,919	4,630,492
Housing and development	2,701,136	-	-	81,901	2,783,037
Intergovernmental	-	-	6,850,439	-	6,850,439
Capital outlay	-	2,702,955	8,197,606	2,322,604	13,223,165
Debt service					
Principal	291,072	620,000	10,575,000	-	11,486,072
Interest	53,237	764,108	264,883	-	1,082,228
TOTAL EXPENDITURES	60,628,979	15,180,751	29,445,676	7,672,967	112,928,373
EXCESS (DEFICIENCY) OF REVENUES OVER(UNDER) EXPENDITURES	2,613,926	(4,617,765)	(8,724,525)	(2,369,535)	(13,097,899)
OTHER FINANCING SOURCES (USES)					
Transfers in	109,977	-	61,740	2,506,566	2,678,283
Transfers out	(3,211,310)	-	-	(109,977)	(3,321,287)
TOTAL OTHER FINANCING SOURCES (USES)	(3,101,333)	-	61,740	2,396,589	(643,004)
NET CHANGE IN FUND BALANCES	(487,407)	(4,617,765)	(8,662,785)	27,054	(13,740,903)
FUND BALANCES, Beginning of year	32,705,765	9,374,882	31,861,793	7,681,673	81,624,113
FUND BALANCES, End of year	$ 32,218,358	$ 4,757,117	$ 23,199,008	$ 7,708,727	$ 67,883,210

The accompanying notes are an integral part of this statement.

COWETA COUNTY, GEORGIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2013

Net change in fund balances (page 5)		$ (13,740,903)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
Capital outlays	13,223,165	
Depreciation expense	(24,367,508)	
		(11,144,343)
In the statement of activities, only the gain/loss on the sale of various equipment is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the net book value of the equipment sold.		
Net book value of equipment sold	(2,526,457)	
		(2,526,457)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Property taxes	2,480,049	
Donated assets	3,831,543	
		6,311,592
Revenues reported in the funds that relate to prior years are not reported as revenue in the statement of activities.		
Property taxes	(3,412,130)	
		(3,412,130)
Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. *In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due,* rather than as it accrues. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, where as these amounts are deferred and amortized in the statement of activities. This adjustment combines the net change of two balances.		
Principal payments on long-term debt	11,486,072	
Amortization of bond premium, discounts and issuance cost	336,132	
Landfill closure/postclosure	(18,190)	
Accrued interest on bonds, prior year	104,931	
Accrued interest on bonds, current year	(71,393)	
		11,837,552
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 governmental funds.		
Compensated absences, prior year	2,213,535	
Compensated absences, current year	(2,213,279)	
		256
Net pension obligation is not available during the current period and therefore is not reported in the funds.		
Beginning of year	382,398	
End of year	(42,415)	
		339,983
Net OPEB obligation is not available during the current period and therefore is not reported in the funds.		
Net Beginning of year	23,357,382	
End of year	(31,212,459)	
		(7,855,077)
Rounding		2
Changes in net position of governmental activities (page 2)		$ (20,189,525)

The accompanying notes are an integral part of this statement.

COWETA COUNTY, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUND
September 30, 2013

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS SOLID WASTE DISPOSAL FACILITY
ASSETS	
Current Assets	
Cash	$ 993,095
Investments	10,000
Receivables (net of allowance for uncollectibles)	42,437
Due from other funds	25,750
TOTAL CURRENT ASSETS	1,071,282
Noncurrent Assets	
Capital assets	
Capital assets being depreciated	3,273,212
Less: accumulated depreciation	(2,414,194)
TOTAL CAPITAL ASSETS (NET OF ACCUMULATED DEPRECIATION)	859,018
TOTAL NONCURRENT ASSETS	859,018
TOTAL ASSETS	1,930,300
LIABILITIES	
Current Liabilities	
Accounts payable	58,516
Other accrued items	10,297
Due to other funds	9,413
Compensated absences payable	15,192
Accrued landfill closure/postclosure	45,000
TOTAL CURRENT LIABILITIES	138,418
Noncurrent Liabilities	
Accrued landfill closure/postclosure	613,725
TOTAL NONCURRENT LIABILITIES	613,725
TOTAL LIABILITIES	752,143
NET POSITION	
Invested in capital assets	859,018
Unrestricted	319,139
TOTAL NET POSITION	$ 1,178,157

The accompanying notes are an integral part of this statement.

COWETA COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Year Ended September 30, 2013

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS
	SOLID WASTE DISPOSAL FACILITY
OPERATING REVENUES	
Recycling and transfer fees	$ 630,000
Reimbursement from State Hazardous Waste Trust Fund	61,675
Total Operating Revenues	691,675
OPERATING EXPENSES	
Salaries and benefits	350,203
Supplies	32,145
Other services and charges	627,317
Landfill closure/postclosure costs	(66,136)
Depreciation	63,661
Professional fees	960
Repairs and maintenance	39,972
Total Operating Expenses	1,048,122
OPERATING INCOME (LOSS)	(356,447)
NONOPERATING REVENUES (EXPENSES)	
Investment earnings	(1)
Total Nonoperating Revenues (Expenses)	(1)
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	(356,448)
Transfer in	643,004
CHANGE IN NET ASSETS	286,556
TOTAL NET POSITION, Beginning of year	891,601
TOTAL NET POSITION, End of year	$ 1,178,157

The accompanying notes are an integral part of this statement.

COWETA COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended September 30, 2013

	BUSINESS-TYPE ACTIVITIES-ENTERPRISE FUNDS SOLID WASTE DISPOSAL FACILITY
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customer	$ 670,368
Payments to suppliers	(662,307)
Payments to employees	(358,728)
Net cash provided by (used in) operating activities	(350,667)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
Transfers in	643,004
Net Cash provided (used) by non-capital financing activities	643,004
CASH FLOWS FROM INVESTING ACTIVITIES	
Investment earnings	(3)
Net cash provided (used) by investing activities	(3)
Net increase (decrease) in cash and cash equivalents	292,334
CASH, Beginning of year	700,761
CASH, End of year	$ 993,095
DISPLAYED AS:	
Cash	$ 993,095
TOTAL CASH	$ 993,095
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	
Operating income (loss)	$ (356,447)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities	
Depreciation	63,661
(Increase) decrease in:	
Accounts receivable	(21,307)
Increase (decrease) in:	
Accounts payable	17,903
Compensated absences	(8,595)
Accrued landfill costs	(66,936)
Other accrued items	70
Due to other funds	20,984
Net cash provided by (used in) operating activities	$ (350,667)

The accompanying notes are an integral part of this statement.

COWETA COUNTY, GEORGIA
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
September 30, 2013

	PENSION TRUST FUNDS	AGENCY FUNDS
ASSETS		
Cash	$ -	$ 4,329,024
Investments:		
Guaranteed investment contract	46,283,968	-
TOTAL ASSETS	46,283,968	4,329,024
LIABILITIES		
Funds held for others	-	4,329,024
TOTAL LIABILITIES	-	4,329,024
NET POSITION		
Held in trust for:		
Employees' pension benefits (See Schedule of Funding Progress on page 57)	46,283,968	-
TOTAL NET POSITION	$ 46,283,968	$ -

The accompanying notes are an integral part of this statement.

COWETA COUNTY, GEORGIA
STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUNDS
For the Year Ended September 30, 2013

	PENSION TRUST FUND
ADDITIONS	
Investment earnings	$ 1,619,820
Employer contributions	3,802,519
Employee contributions	427,219
TOTAL ADDITIONS	5,849,558
DEDUCTIONS	
Benefits	2,308,017
TOTAL DEDUCTIONS	2,308,017
CHANGE IN NET POSITION	3,541,541
NET POSITION, Beginning of year	42,742,427
NET POSITION, End of year	$ 46,283,968

Net investment expense and administrative expenses are not paid from the County's pension plan. The plan's administrator invests proceeds received from the plan at a higher rate of interest than what the County receives as interest compensation. This difference is considered to be the investment expense and administrative expense charged by the plan's administrator.

The accompanying notes are an integral part of this statement.

COWETA COUNTY, GEORGIA
COMPONENT UNITS
COMBINING STATEMENT OF NET POSITION
September 30, 2013

ASSETS	HEALTH DEPARTMENT	LIBRARY SYSTEM	WATER AND SEWERAGE AUTHORITY	AIRPORT AUTHORITY	DEVELOPMENT AUTHORITY	TOTAL
Cash	$ 538,273	$ 195,797	$ 11,063,883	$ 1,051,144	$ 134,737	$ 12,983,834
Investments	-	-	-	-	186,499	186,499
Receivables (net of allowance for uncollectibles)	-	1,103	1,351,362	49,628	145	1,402,238
Inventories	-	-	394,824	61,078	-	455,902
Prepaid items	-	18,935	-	-	-	18,935
Restricted assets:						
Cash	-	-	6,683,240	-	-	6,683,240
Non-current assets:						
Deferred charges	-	-	2,134,958	-	-	2,134,958
Capital assets:						
Capital assets not being depreciated	-	-	9,021,453	1,481,688	189,150	10,692,291
Capital assets being depreciated	30,262	3,369,384	175,590,595	12,433,364	13,161	191,436,766
Less: accumulated depreciation	(28,403)	(2,201,101)	(41,033,767)	(3,190,664)	(7,496)	(46,461,431)
Capital assets, net of depreciation	1,859	1,168,283	143,578,281	10,724,388	194,815	155,667,626
TOTAL ASSETS	540,132	1,384,118	165,206,548	11,886,238	516,196	179,533,232
LIABILITIES						
Accounts payable	-	29,309	737,043	28,023	3,734	798,109
Accrued interest payable	-	-	383,591	-	-	383,591
Other accrued items	-	47,936	608,203	11,414	16,478	684,031
Due to primary government	-	15,595	-	2,100,425	1,172	2,117,192
Unearned revenue	-	-	-	79,238	-	79,238
Amounts held in trust	-	-	-	1,851	-	1,851
Noncurrent liabilities:						
Due within one year						
Compensated absences payable	39,132	47,814	-	14,808	-	101,754
Notes payable	-	-	-	43,704	-	43,704
Revenue bonds payable	-	-	330,000	-	-	330,000
Due in more than one year						
Compensated absences payable	72,908	-	194,199	-	-	267,107
Notes payable	-	-	-	741,105	-	741,105
Revenue bonds payable	-	-	97,442,671	-	-	97,442,671
Deposits payable	-	-	1,447,509	-	-	1,447,509
TOTAL LIABILITIES	112,040	140,654	101,143,216	3,020,568	21,384	104,437,862
NET POSITION						
Invested in capital assets, net of related debt	1,859	1,168,283	45,805,610	9,939,579	194,815	57,110,146
Restricted for:						
Debt service	-	-	6,683,240	-	-	6,683,240
Public health and welfare	426,233	-	-	-	-	426,233
Unrestricted	-	75,181	11,574,482	(1,073,909)	299,997	10,875,751
TOTAL NET POSITION	$ 428,092	$ 1,243,464	$ 64,063,332	$ 8,865,670	$ 494,812	$ 75,095,370

The accompanying notes are an integral part of this statement.

COWETA COUNTY, GEORGIA
COMPONENT UNITS
COMBINING STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2013

FUNCTIONS/PROGRAMS	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	HEALTH DEPARTMENT	LIBRARY SYSTEM	WATER AND SEWERAGE AUTHORITY	AIRPORT AUTHORITY	DEVELOPMENT AUTHORITY	TOTAL
	.....PROGRAM REVENUES.....				....NET (EXPENSE) AND CHANGES IN NET ASSETS....					
COMPONENT UNITS										
GOVERNMENTAL ACTIVITIES										
Health Department	$ 1,402,850	$ 823,726	$ 710,882	$ -	$ 131,758	$ -	$ -	$ -	$ -	$ 131,758
Library System	2,489,148	26,014	589,012	32,453	-	(1,841,669)	-	-	-	(1,841,669)
BUSINESS-TYPE ACTIVITIES										
Water and Sewerage Authority	20,337,538	19,539,330	-	1,760,646	-	-	962,438	-	-	962,438
Airport Authority	1,361,280	1,002,933	486,735	158,455	-	-	-	286,843	-	286,843
Development Authority	307,104	35,208	303,796	-	-	-	-	-	31,900	31,900
TOTAL COMPONENT UNITS	$ 25,897,920	$ 21,427,211	$ 2,090,425	$ 1,951,554	131,758	(1,841,669)	962,438	286,843	31,900	(428,730)
GENERAL REVENUES										
Unrestricted investment earnings					220	125	9,453	436	624	10,858
Grants and contributions not restricted to a specific program					-	1,918,649	-	-	-	1,918,649
TOTAL GENERAL REVENUES AND TRANSFERS					220	1,918,774	9,453	436	624	1,929,507
CHANGES IN NET POSITION					131,978	77,105	971,891	287,279	32,524	1,500,777
NET POSITION, Beginning					296,114	1,166,359	63,091,441	8,578,391	462,288	73,594,593
NET POSITION, Ending					$ 428,092	$ 1,243,464	$ 64,063,332	$ 8,865,670	$ 494,812	$ 75,095,370

The accompanying notes are an integral part of this statement.

COWETA COUNTY

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Coweta 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.

REPORTING ENTITY

The government is a political subdivision of the State of Georgia governed by an elected five-member commission. In addition, there are four Constitutional Officers; the Tax Commissioner, Probate Court Judge, Sheriff, and Clerk of Superior Court. The Constitutional Officers are elected county wide. The Board of County Commissioners budgets and approves all funding used by the separate Constitutional Officers. As required by generally accepted accounting principles, these financial statements present the government and its component units. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

The component unit columns in the combined financial statements include the financial data of the county's component units, which meet the criteria established by Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*. The component units are reported in separate columns to emphasize they are legally separate from the government.

Brief descriptions of discretely presented component units follow:

COWETA COUNTY DEPARTMENT OF PUBLIC HEALTH (Health Department): The Health Department is charged with determining the health needs and resources of its jurisdiction, developing programs, activities, and facilities responsive to those needs, and enforcing all laws related to health matters unless they fall under the jurisdiction of other agencies. The Health Department is managed by a seven member board, four of which are appointed by the Coweta County Board of Commissioners. The Health Department is presented as a governmental fund type with a June 30 year end. As of June 30, 2013, the Health Department received $197,500 from the County Board of Commissioners to subsidize annual operations. As of September 30, 2013, the County paid $226,865 to the Health Department to subsidize annual operations.

COWETA COUNTY PUBLIC LIBRARY SYSTEM (The Library) serves all citizens of Coweta County through library headquarters in Newnan, Georgia and three branch facilities. The Library is governed by a seven member Board of Trustees appointed by the County Board of Commissioners. The County provides the majority of funding for the Library. The Library is presented as a governmental fund type with a September 30 year end. During 2013, the County supplemented the Library's budget in the amount of $1,949,102 of which $1,918,649 was to subsidize the operating budget and $30,453 was for capital expenditures.

COWETA COUNTY WATER AND SEWERAGE AUTHORITY (Water and Sewerage Authority): The purpose of the Water and Sewerage Authority is to manage the water and sewer system of Coweta County, Georgia, and they are empowered to do all things necessary to accomplish this purpose. The Water and Sewerage Authority is presented as an enterprise fund type with a June 30 year end.

A financial burden or benefit relationship exists between the entities. The County appoints all board members of the Water and Sewerage Authority. The Water and Sewerage Authority and Coweta County have entered into an intergovernmental agreement whereby the County is obligated to make Revenue Bond debt service payments in the event of default by the Water and Sewerage Authority on certain bond issues. The agreement represents a general obligation of the County to which its full faith and credit are pledged.

NEWNAN COWETA COUNTY AIRPORT AUTHORITY (Airport Authority): The Airport Authority has responsibility over all activities related to the airport in Coweta County, Georgia. The Airport Authority is governed by a five member board appointed by the Coweta County Board of Commissioners. The County guarantees the debt of the Authority. The Airport Authority receives most of its operating revenues from rental income and fuel sales. The Airport Authority receives the rest of the funding from local and state government sources and must comply with the requirements of these funding entities. The Airport Authority is reported as an enterprise fund with a September 30 year end.

COWETA COUNTY DEVELOPMENT AUTHORITY (Development Authority): The Development Authority is charged with aiding economic development within Coweta County, Georgia. It is governed by a twelve member board of which five are appointed by the Coweta County Board of Commissioners. The operations of the Development Authority are backed by the full faith and credit of the County. The Development Authority is reported as an enterprise fund with a September 30 year end. During fiscal year 2013, the Development Authority received $303,796 from the County Board of Commissioners to subsidize annual operations.

Complete financial statements for the Coweta County Department of Public Health and the Coweta County Water and Sewerage Authority may be obtained directly from their respective administrative offices at the following locations:

COWETA COUNTY DEPARTMENT
OF PUBLIC HEALTH
70 Hospital Road
Newnan, Georgia 30263

COWETA COUNTY WATER &
SEWERAGE AUTHORITY
545 Corinth Road
Newnan, Georgia 30263

The Coweta County Library System, Airport Authority, and the Coweta County Development Authority do not prepare separate financial statements.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net positions) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. 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.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement 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 fund and fiduciary fund financial statements. Agency funds have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of timing of related cash flows. 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.

Governmental fund 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 to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers property taxes as available if they are collected within 60 days after year end. Fines are considered available if they are collected within 60 days of the end of the current fiscal period for which they are levied. Other revenues susceptible to accrual are considered available if they are collected within 90 days of the end of the current fiscal period for which they are imposed. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, sales tax, franchise taxes, fines, charges for services, grants earned, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Cumulative effect of a change in accounting principle

Fines receivable are not recorded since the amounts are considered to be not measurable. The balance of $407,585 reported at the beginning of the year was written off as the cumulative effect of a change in accounting principle.

The government reports the following major governmental funds:

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. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges, and capital improvement costs that are not paid through other funds are paid from the General Fund.

The *Fire District Special Revenue Fund* accounts for the monies received from a specific property tax levy and the operation of the fire departments within the County.

The *SPLOST Capital Projects Fund* accounts for proceeds of a 1% local options sales tax for construction of various capital projects throughout the County.

The government reports the following major proprietary fund:

The *Solid Waste Disposal Facility Fund* accounts for the activities of the County's solid waste disposal and recycling programs.

Additionally, the government reports the following fund types:

The *Pension Trust Fund* is accounted for in essentially the same manner as the proprietary funds, using the same measurement focus and basis of accounting. The pension trust fund accounts for the activities of the Employee Retirement System, which accumulates resources for pension benefit payments to qualified governmental employees.

The *Agency Funds* are custodial in nature and do not represent results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the Tax Commissioner, Clerk of Superior Court, Probate Court, Magistrate Court, Clerk of State Court, and the Sheriff are holding for others in an agency capacity. See the fiduciary funds divider page for a detailed description of the County's agency funds.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The government has elected not to follow subsequent private-sector guidance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are interfund services provided and used are not eliminated in the process of consolidation. Elimination of these charges would distort the direct costs and program revenues for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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. The principal operating revenues for the Water and Sewerage Authority component unit enterprise fund and Solid Waste Disposal Facility enterprise fund are charges to customers for sales and services. The Water and Sewerage Authority also recognizes the portion of tap fees intended to recover the cost of connecting new customers to the system as operating revenue. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses that do not meet this definition are reported as nonoperating revenues and expenses.

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

ASSETS, LIABILITIES AND NET POSITION OR EQUITY

Deposits and Investments

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments are recorded as fair value based on quoted market prices as of the balance sheet date. Increases or decreases in fair value during the year are recognized as part of investment income.

Receivables and Payables

Activity 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., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All trade and property tax receivables are shown net of an allowance of uncollectibles.

Property taxes attach as an enforceable lien on property as of January 1. Taxes are normally levied by October 1 of each year and are normally payable by December 1 of each year. Interest and penalties may be assessed on taxes not paid by this date.

The County bills and collects its own property taxes and also those for the School Board and the State. Only the County's tax levy is recognized as revenue when levied, and uncollected taxes are recorded as deferred revenue in the general and special revenue funds.

Inventories and Prepaid Items

Inventories, consisting of expendable supplies, not held for resale are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Bond Premiums and Discounts

Cumulative effect of a change in accounting principle
Bond and loan issuance costs are expensed as incurred. These previously had been deferred and amortized. During 2013, the County implemented GASB Statement 65 *"Items Previously Reported As Assets and Liabilities"*. $255,911 was written off as the cumulative effect of a change in accounting principle for the governmental activities.

Premiums and discount are deferred and amortized over the lives of the bonds and loans on a straight-line basis, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

Amortization costs for premiums, discounts, and amounts deferred for refunding (see Note 7) for the year 2013 was $336,132. None of these costs were capitalized in 2013.

Restricted Assets

Certain assets of the general fund are classified as restricted because their use is completely restricted by grant agreements or contractual agreements.

Certain proceeds of the County's general obligation bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, culverts, 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 County as assets with an initial, individual cost of $5,000, or more, and an estimated useful life in excess of three years. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the government chose to include all such items regardless of their acquisition date or amount. 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. Infrastructure assets acquired subsequent to July 1, 1980 are reported at historical cost or at an estimated historical cost where no historical record exists.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Property, plant and equipment are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Buildings	50
Site improvements	5-25
Machinery and equipment	5-20
Vehicles	5
Furniture and fixtures	5
Infrastructure	25-50

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial 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 and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government does not have items that qualifies for reporting in this category.

In addition to liabilities, the statement of financial position will sometimes report 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 and so will not be recognized as an inflow of resources (revenue) until that time. The government has one type of item that qualifies for reporting in this category. This item only arises under the modified accrual basis of accounting. Accordingly, the item, *unavailable revenue*, is reported

only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes.

Compensated Absences

It is the government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Employees hired prior to February 2000 can accumulate up to 960 hours of sick leave. Employees hired after February 2000 can accumulate up to 480 hours of sick leave. Upon separation, those employees who have been employed by the County for at least ten years are entitled to receive $50 for each unused day of sick leave. Those employees who have been in the County's employ for less than ten years forfeit unused sick leave upon separation. All vacation and sick pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

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 or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related 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.

Fund Equity/Net Position

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

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

Fund balances are reported as *nonspendable* when the amounts cannot be spent because they are either (a) not in spendable form (i.e., items that are not expected to be converted to cash like inventories and prepaid items) or (b) legally or contractually required to be maintained intact.

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

Fund balances are reported as *committed* when they can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Commissioners through the adoption of a resolution prior to the end of the fiscal year. In order to modify or rescind the commitment, the Board of Commissioners must adopt another resolution.

Fund balances are reported as *assigned* when amounts are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the Board of Commissioners has authorized the County's finance director to assign fund balances.

Fund balances are reported as *unassigned* as the residual amount when the balances do not meet any of the above criterion. The County reports positive unassigned fund balance only in the general fund. Negative unassigned fund balances may be reported in all other governmental funds.

Net position represents the difference between assets and liabilities. Net position invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any debt used for the acquisition, construction, or improvement of those assets. In determining the outstanding balance of any borrowing, proceeds of that debt which have not been spent are deducted. Accounts payable for costs related to acquisition, construction, or improvement of those capital assets is considered debt for this calculation. Net position is reported as restricted as described in the fund balance section above. All other net assets are reported as unrestricted.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted fund balance resources first, then committed, assigned, and unassigned fund balance (or unrestricted) resources as they are needed.

Invested in Capital Assets, Net of Related Debt

The "invested in capital assets, net of related debt" reported on the government-wide statement of net position as of September 30, 2013 are as follows:

Invested in capital assets, net of related debt:	Governmental Activities	Component Unit Airport Authority
Cost of capital assets	$ 671,612,135	$ 13,915,052
Less accumulated depreciation	(309,904,622)	(3,190,664)
Book value	361,707,513	10,724,388
Plus construction proceeds	2,503,616	-
Less capital related debt	(19,413,471)	(784,809)
Invested in capital assets, net of related debt	$ 344,797,658	$ 9,939,579

Management Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and 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 - FUND BALANCE/NET POSITION

The government-wide statement of net position for governmental activities reports $32,854,248 of restricted net position, of which $5,076,003 is restricted by enabling legislation.

Additional details related to fund balances at the governmental fund level are presented below:

Restricted:	
General Fund	
Judicial programs - For unspent funds from various judicial programs restricted by state law	$ 325,621
Public safety programs - For unspent funds from various public safety programs restricted by state law	333,293
Public health and welfare programs - For funds received from the Council on Aging to be used for the Senior Center	204,588
Fire District Fund	
Capital outlay projects - For funds received from issuance of bonds that has not been spent	2,503,616
Public safety programs - For funds restricted for fire services from a separate tax levy	2,253,501
SPLOST Fund	
Capital outlay projects - For funds received from the imposition of the Special Purpose Local Option Sales Tax (SPLOST) restricted by the voter approved referendum	23,199,008
Nonmajor Special Revenue Funds	
Impact Fee Programs -	
Impact Fee Fund - For funds received from impact fees that are restricted for certain capital projects	2,912,541
Judicial Programs -	
Law Library - Used to account for surcharges on fines and forfeitures which are for the operation of the County Law Library and other expenditures as restricted by the OCGA-36-15	88,026
Public Safety Programs -	
Emergency E911 Telephone Services Fund - For funds to operate the E911 center as restricted by the OCGA-46-5	2,034,069
Sheriff's Programs Fund - To account for funds from seizures to be used for law enforcement activities	1,783,766
Housing and Development Programs -	
Hotel/Motel Tax Fund - To account for taxes charged on rental of hotel/motel rooms to be used for promotion of tourism, conventions and trade shows as restricted by OCGA-48-13	30,899
Total Restricted Fund Balance	$ 35,668,928

Assigned:	
Nonmajor Capital Projects Funds	
Transportation Fund	
Appropriated as a resource for road projects	$ 859,426
Total Assigned Fund Balance	$ 859,426

NOTE 3 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

An annual budget is legally adopted by the County Commissioners each fiscal year for the General Fund and the Special Revenue Funds. Annual operating budgets are prepared for the Enterprise Fund for planning, control, cost allocation, and evaluation purposes. Project-length budgets are adopted for the Capital Projects Funds.

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

On or about June 1 of each year, all agencies of the County submit requests for appropriation to the County's administrator so that a budget may be prepared. The budget is prepared by fund, function and department, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year.

Then the proposed budget is presented to the Board of Commissioners for review. The Board of Commissioners holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget. Any changes in the budget must be within the revenues and reserves estimated as available by the government's administrator, or the revenue estimates must be changed by an affirmative vote of a majority of the Board of Commissioners.

Expenditures may not legally exceed budgeted appropriations at the department level, which constitutes the legal level of control.

During the year, the Commissioners authorized amendments to the budget to include appropriations for some activities that were not originally budgeted and to reclassify certain character and functional expenditures.

Annual appropriated budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund and all special revenue funds.

Encumbrance accounting is not used by the County.

NOTE 4 - DEPOSITS AND INVESTMENTS

PRIMARY GOVERNMENT

Custodial Credit Risk - Deposits

In case of deposits, custodial credit risk is the risk that in the event of a bank failure, the government's deposits (in excess of FDIC insurance) may not be returned. The county does not have a deposit policy for custodial credit risk.

State statutes require collateral pledged in the amount of 110% of deposits. Depositories may secure deposits of public funds using the dedicated method or the pooled method as described below:

> Under the *dedicated method*, a depository shall secure the deposits of each of its public depositors separately.
>
> Under the *pooled method*, a depository shall secure deposits of public bodies which have deposits with it through a pool of collateral established by the depository with a custodian for the benefit of public bodies having deposits with such depository as set forth in code Section 45-8-13.1.

The goal of the county in investing is to obtain a reasonable return on investments with a minimum exposure to potential loss of capital due to market fluctuations.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates may adversely affect an investment's fair value. Since the price of a bond fluctuates with market interest rates, the risk that an investor faces is that the price of a bond held in a portfolio will decline if market interest rates rise. The county does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The County only invests in certificates of deposits with local banks. All certificate of deposits are properly collateralized.

Credit Risk

State statutes authorize the government to invest in obligations of the U.S. Treasury and of its agencies and instrumentalities; bonds or certificates of indebtedness of this state and of its agencies and instrumentalities; certificates of deposits of banks insured by FDIC; the State of Georgia Local Government Investment Pool; repurchase agreements; bonds, debentures, notes, or other evidence of indebtedness of any solvent corporation subject to certain conditions. The County has no investment policy that would further limit its investment choices.

Cash per Statement of Net Position (page 1)	
Cash	$ 42,434,395
Restricted cash	3,367,015
plus investments that are cash equivalents	19,318,529
Cash held by Fiduciary Funds (page 10)	4,329,024
Deposits	$ 69,448,963
Investments per Statement of Net Position (page 1)	
Investments	$ 19,318,426
Restricted Investments	103
Investments included in cash equivalents	(19,318,529)
Investments subject to credit risk	$ -

Concentration of Credit Risk

The county places no limit on the amount it may invest in any one issuer.

FIDUCIARY FUND (PENSION TRUST FUND)

Custodial Credit Risk-Guaranteed Investment Contract

Since this is a guaranteed investment contract that provides for a guaranteed return on principal over a specific period, it is not exposed to custodial credit risk because it is a direct contractual investment and is not a security.

Interest Rate Risk

The County has a contract with an insurance company that provides principal preservation and a specified rate of return over a set period of time, regardless of the performance of the underlying invested assets. The invested assets are owned by the insurance company and held within the insurer's general account.

Credit Risk

As the market perception of potential issuer default increases, the value of the debt securities decreases. If an issuer defaults, the investments may return significantly less than the original investments. At September 30, 2013, the ratings of its investments are shown below:

Minnesota Life- Insurance Contract	$46,283,968	A+	Standard & Poor's	n/a

Concentration of Credit Risk

The county places no limit on the amount it may invest in any one issuer.

DISCRETELY PRESENTED COMPONENT UNITS

Library

Custodial credit risk - deposits. In case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned. The Library 's policies permit it to exceed the FDIC insured limit in making deposits in commercial banks and savings and loans institutions if the funds are otherwise adequately secured. As of September 30, 2013, all deposits of the library were adequately insured or collateralized.

Development Authority

Custodial credit risk - deposits. In case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned. The Authority does not have a deposit policy for custodial credit risk. As of September 30, 2013, the Development Authority's deposits and investments were properly collateralized with the depository financial institution.

Custodial credit risk - investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments collateral securities that are in the possession of an outside party.

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

As of September 30, 2013, the Development Authority had the following investments:

Investment Type	Fair Value	Maturity
Certificate of deposit	$ 186,499	Various

Airport Authority

Custodial credit risk - deposits. In case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned. The Airport Authority does not have a deposit policy for custodial credit risk. As of September 30, 2013, the Airport Authority's deposits were properly collateralized with the depository financial institution.

NOTE 5 - RECEIVABLES

PRIMARY GOVERNMENT

Receivables as of year-end for the County's individual major funds and nonmajor governmental Funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

Governmental Activities:	General Fund	Fire District	SPLOST	Nonmajor Governmental
Receivables:				
Property Taxes	$ 2,496,962	$483,398	$ -	$ -
Accounts	411,041	5,000	13,078	663,409
Intergovernmental	5,563,221	-	1,559,929	107,345
Total Gross Receivables	8,471,224	488,398	1,573,007	770,754
Less: Allowance for Uncollectibles	-	-	-	-
Total Net Receivables	$ 8,471,224	$488,398	$ 1,573,007	$ 770,754

Receivables as of year-end for the County's enterprise funds, including the applicable allowances for uncollectible accounts, are as follows:

Business-type Activities:	Solid Waste Disposal Facility
Receivables:	
Accounts	$ 42,437
Total Gross Receivables	42,437
Total Net Receivables	$ 42,437

Property taxes receivable at September 30, 2013, consist of the following:

DIGEST YEAR	GENERAL FUND	FIRE DISTRICT
2013 (1)	$ 10,558	$ 3,224
2012	900,441	219,128
2011	564,198	115,314
2010	336,959	57,262
2009	169,971	26,392
2008	155,676	20,160
2007	125,836	14,792
2006	102,770	11,852
2005	75,043	9,012
2004	44,676	4,812
2003 and prior	10,834	1,450
Total	$ 2,496,962	$ 483,398

(1) 2013 only consists of taxes due on mobile homes. Taxes on real and personal property are not levied until after fiscal year end. Therefore, they are not included.

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	UNAVAILABLE	UNEARNED
Delinquent property taxes receivable (General Fund)	$ 2,122,933	$ -
Delinquent property taxes receivable (Fire District Fund)	357,116	-
Grant drawdowns prior to meeting all eligibility requirements (Various Governmental Funds)	-	1,066,697
Total deferred/ unearned revenue for governmental funds	$ 2,480,049	$ 1,066,697

DISCRETELY PRESENTED COMPONENT UNITS

	Health Department	Library System	Water & Sewerage Authority	Airport Authority	Development Authority
Receivables:					
Accounts	$ -	$ 1,103	$ 1,414,450	$ 49,628	$ 145
Intergovernmental	-	-	-	-	-
Total Gross Receivables	-	1,103	1,414,450	49,628	145
Less: Allowance for Uncollectibles	-	-	(63,088)	-	-
Total Net Receivables	$ -	$ 1,103	$ 1,351,362	$ 49,628	$ 145

NOTE 6 - CAPITAL ASSETS

PRIMARY GOVERNMENT

Capital asset activity for the year ended September 30, 2013 was as follows:

Governmental Activities:	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
Non-Depreciable Assets:					
Land and improvements	$ 15,375,078	$ 70,724	$ -	$ -	$ 15,445,802
Construction in progress	10,931,874	10,120,869	(2,289,298)	(9,369,415)	9,394,030
Total non-depreciable capital assets	26,306,952	10,191,593	(2,289,298)	(9,369,415)	24,839,832
Depreciable Assets:					
Buildings and improvements	129,257,427	27,594	(213,171)	7,981,983	137,053,833
Machinery and equipment	22,599,965	1,669,329	(260,021)	-	24,009,273
Vehicles	19,214,037	1,356,312	(465,520)	-	20,104,829
Infrastructure	460,407,056	3,809,880	-	1,387,432	465,604,368
Total depreciable capital assets	631,478,485	6,863,115	(938,712)	9,369,415	646,772,303
Less Accumulated Depreciation for:					
Buildings and improvements	(32,641,522)	(3,734,515)	111,323	-	(36,264,714)
Machinery and equipment	(14,531,259)	(1,562,122)	226,647	-	(15,866,734)
Vehicles	(11,020,609)	(1,720,548)	363,584	-	(12,377,573)
Infrastructure	(228,045,278)	(17,350,323)	-	-	(245,395,601)
Total accumulated depreciation	(286,238,668)	(24,367,508)	701,554	-	(309,904,622)
Total depreciable capital assets, net	345,239,817	(17,504,393)	(237,158)	9,369,415	336,867,681
Governmental activities capital assets, net	$ 371,546,769	$ (7,312,800)	$ (2,526,456)	$ -	$ 361,707,513

Additions to governmental activities capital assets for fiscal year ending September 30, 2013 consist of the following:

Capital Outlay	$ 13,223,165
Infrastructure, donated	3,809,880
Donated roads, nondepreciable	21,663
Total	$ 17,054,708
Non-depreciable capital assets additions	$ 10,191,593
Depreciable capital assets additions	6,863,115
Total	$ 17,054,708

Business-type Activities:	Beginning Balance	Additions	Retirements	Ending Balance
Depreciable Assets:				
Buildings and improvements	$ 1,063,538	$ -	$ -	$ 1,063,538
Machinery and equipment	2,130,964	-	-	2,130,964
Vehicles	78,710	-	-	78,710
Total depreciable capital assets	3,273,212	-	-	3,273,212
Less Accumulated Depreciation for:				
Buildings and improvements	(411,419)	(21,868)	-	(433,287)
Machinery and equipment	(1,860,404)	(41,793)	-	(1,902,197)
Vehicles	(78,710)	-	-	(78,710)
Total accumulated depreciation	(2,350,533)	(63,661)	-	(2,414,194)
Total depreciable capital assets, net	922,679	(63,661)	-	859,018
Business-type activities capital assets, net	$ 922,679	$ (63,661)	$ -	$ 859,018

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

Governmental Activities:	
General Government	$ 1,088,465
Judicial	786,689
Public Safety	3,145,319
Public Works	17,818,343
Public Health and Welfare	311
Recreation and Culture	1,515,031
Housing and Development	13,350
Total depreciation expense-governmental activities	$ 24,367,508
Business-type Activities:	
Solid Waste	$ 63,661
Total depreciation expense-business-type activities	$ 63,661

The County has authorized construction projects. The remaining costs are split between the portion of the contracts that have been entered into for which the work had not been done prior to September 30, 2013, and the remainder of the authorized project expenditure for which contracts have not been entered into as of year end. The source of financing for the remaining project cost is noted below:

	Expended To Date	Contracts in Progress	Remaining Commitment	Source
Governmental Activities:				
Road projects	$ 6,933,858	$ 8,401,371	$ 1,138,764	SPLOST / Operations
Sheriff projects	44,420	1,356,000	1,341,135	SPLOST
Fire Stations	292,708	125,000	121,078	Bonds / SPLOST
Judicial Projects	642,243	-	-	SPLOST
Other recreation projects	934,497	283,705	5,674	SPLOST
Various Other Projects	546,304	283,705	5,674	SPLOST / Operations / Bonds
	$ 9,394,030	$ 10,449,781	$ 2,612,325	

DISCRETELY PRESENTED COMPONENT UNITS

Activity for the *Health Department* for the year ended June 30, 2013, was as follows:

	Beginning Balance	Additions	Ending Balance
Governmental Activities:			
Depreciable Assets:			
Machinery and Equipment	$ 30,262	$ -	$ 30,262
Less Accumulated Depreciation	(27,697)	(706)	(28,403)
Capital Assets, net	$ 2,565	$ (706)	$ 1,859

Activity for the *Library* for the year ended September 30, 2013, was as follows:

	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
Governmental Activities:					
Depreciable Assets:					
Machinery and equipment	$ 461,413	$ -	$ -	$ -	$ 461,413
Vehicles	-	1,420	-	-	1,420
Other Improvements	-	-	-	-	-
Books and collections	3,208,456	339,574	(641,479)	-	2,906,551
Total depreciable capital assets	3,669,869	340,994	(641,479)	-	3,369,384
Less Accumulated Depreciation for:					
Machinery and equipment	(340,985)	(50,208)	-	-	(391,193)
Vehicles	-	(1,420)	-	-	(1,420)
Other Improvements	-	-	-	-	-
Books and collections	(2,132,647)	(317,320)	641,479	-	(1,808,488)
Total accumulated depreciation	(2,473,632)	(368,948)	641,479	-	(2,201,101)
Total depreciable capital assets, net	1,196,237	(27,954)	-	-	1,168,283
Capital Assets, net	$ 1,196,237	$ (27,954)	$ -	$ -	$ 1,168,283

The Library uses the composite method of depreciation for its books and collections. Under this method, a full year of depreciation is taken in the year of acquisition, and any asset disposed is considered to be fully depreciated.

Activity for the *Water and Sewerage Authority* for the year ended June 30, 2013, was as follows:

	Beginning Balance	Additions	Retirements	Ending Balance
Business-type Activities:				
Land and land improvements	$ 7,098,472	$ -	$ -	$ 7,098,472
Construction in progress	430,956	1,870,855	(378,830)	1,922,981
Total non-depreciable capital assets	7,529,428	1,870,855	(378,830)	9,021,453
Depreciable Assets:				
Site improvements	2,184,555	-	(166,268)	2,018,287
Infrastructure	122,083,635	2,128,904	(227,534)	123,985,005
Buildings	36,743,298	-	-	36,743,298
Machinery and equipment	1,815,284	158,673	(32,174)	1,941,783
Furniture and fixtures	300,461	4,610	-	305,071
Vehicles	1,061,739	70,807	(77,700)	1,054,846
Capitalized interest	369,258	-	-	369,258
Intangibles	-	9,173,047	-	9,173,047
Total depreciable capital assets	164,558,230	11,536,041	(503,676)	175,590,595
Less Accumulated Depreciation for:				
Site improvements	(1,261,018)	(171,808)	166,267	(1,266,559)
Infrastructure	(29,359,914)	(2,492,253)	16,238	(31,835,929)
Buildings	(4,130,004)	(833,366)	-	(4,963,370)
Machinery and equipment	(1,357,809)	(196,172)	32,173	(1,521,808)
Furniture and fixtures	(169,680)	(60,087)	-	(229,767)
Vehicles	(867,217)	(64,854)	70,784	(861,287)
Capitalized interest	(129,240)	(7,386)	-	(136,626)
Intangibles	-	(218,421)	-	(218,421)
Total accumulated depreciation	(37,274,882)	(4,044,347)	285,462	(41,033,767)
Total depreciable capital assets, net	127,283,348	7,491,694	(218,214)	134,556,828
Capital Assets, net	$ 134,812,776	$ 9,362,549	$ (597,044)	$ 143,578,281

Activity for the *Airport Authority* for the year ended September 30, 2013, was as follows:

	Beginning Balance	Additions	Transfers	Ending Balance
Business-type Activities:				
Non-depreciable assets				
Land and improvements	$ 1,012,500	$ -	$ -	$ 1,012,500
Construction in progress	1,613,437	372,324	(1,516,572)	469,188
Total non-depreciable capital assets	2,625,937	372,324	(1,516,572)	1,481,688
Depreciable Assets:				
Buildings and improvements	10,780,640	-	1,516,572	12,297,212
Machinery and Equipment	136,152	-	-	136,152
Total depreciable capital assets	10,916,792	-	1,516,572	12,433,364
Less Accumulated Depreciation for:				
Building and improvements	(2,877,521)	(230,691)	-	(3,108,212)
Machinery and Equipment	(79,709)	(2,743)	-	(82,452)
Total accumulated depreciation	(2,957,230)	(233,434)	-	(3,190,664)
Total depreciable capital assets, net	7,959,562	(233,434)	1,516,572	9,242,700
Capital Assets, net	$ 10,585,499	$ 138,890	$ -	$ 10,724,388

Activity for the *Development Authority* for the year ended September 30, 2013, was as follows:

	Beginning Balance	Additions	Transfers	Ending Balance
Business-type Activities:				
Non-depreciable assets				
Land and land improvements	$ 189,150	$ -	$ -	$ 189,150
Total non-depreciable capital assets	189,150	-	-	189,150
Depreciable Assets:				
Machinery and equipment	5,096	-	-	5,096
Buildings and improvements	8,065	-	-	8,065
Total depreciable capital assets	13,161	-	-	13,161
Less Accumulated Depreciation for:				
Machinery and equipment	(5,096)	-	-	(5,096)
Buildings and improvements	(1,248)	(1,152)	-	(2,400)
Total accumulated depreciation	(6,344)	(1,152)	-	(7,496)
Total depreciable capital assets, net	6,817	(1,152)	-	5,665
Capital Assets, net	$ 195,967	$ (1,152)	$ -	$ 194,815

NOTE 7 - LONG-TERM DEBT

Long-term liability activity for the year ended September 30, 2013, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year	Due After One Year
Governmental Activities:						
Bonds payable	$ 27,875,000	$ -	$ (9,865,000)	$ 18,010,000	$ 700,000	$ 17,310,000
Plus: original issue premium	629,978	-	(269,759)	360,219	22,514	337,705
Total general obligation bonds	28,504,978	-	(10,134,759)	18,370,219	722,514	17,647,705
Certificates of participation	1,330,000	-	(1,330,000)	-	-	-
Plus: original issue premium	66,373	-	(66,373)	-	-	-
Total certificates of participation	1,396,373	-	(1,396,373)	-	-	-
Capital leases	1,334,324	-	(291,072)	1,043,252	303,446	739,806
Net OPEB obligation	23,357,382	7,554,000	301,077	31,212,459	-	31,212,459
Net pension obligation	382,398	-	(339,983)	42,415	-	42,415
Compensated absences	2,213,535	2,213,279	(2,213,535)	2,213,279	1,549,295	663,984
Landfill closure/post-closure cost	579,410	-	18,190	597,600	45,000	552,600
Governmental activities long-term liabilities	$ 57,768,400	$ 9,767,279	$ (14,056,455)	$ 53,479,224	$ 2,620,255	$ 50,858,969
Business-type Activities:						
Compensated absences	$ 23,787	$ 24,101	$ (38,819)	$ 15,192	$ 15,192	$ -
Landfill closure/postclosure	725,661	56,855	(123,791)	658,725	45,000	613,725
Business-type activities long-term liabilities	$ 749,448	$ 80,956	$ (162,610)	$ 673,917	$ 60,192	$ 613,725

Compensated absences, the net pension obligation, and the net OPEB obligation are generally liquidated by the general fund. Other funds contribute a portion of these costs based on the salary expense in their funds.

GENERAL OBLIGATION BONDS

The County issued general obligation bonds, Series 2006, to provide funds for the acquisition and construction of major capital projects. General obligation bonds have been issued for governmental activities and are paid from the special purpose local option sales tax fund. The original amount of the general obligation bonds was $35,000,000. The bonds carry an interest rate of 3.9% per annum and matured on September 30, 2013.

The County issued general obligation bonds, Series 2009, to provide funds to finance fire protection facilities and equipment. The bonds are a direct and general obligation of the County payable from an ad valorem tax, unlimited as to rate or amount, to be levied upon all taxable property within the fire bond district. The original amount of the general obligation bonds was $20,000,000. The bonds carry interest rates between 2.0 - 4.4% per annum and mature on September 30, 2029.

Bond debt service requirements are as follows:

September 30,	Principal	Interest	Total
2014	$ 700,000	$ 736,283	$ 1,436,283
2015	775,000	711,533	1,486,533
2016	815,000	683,608	1,498,608
2017	860,000	650,108	1,510,108
2018	905,000	615,120	1,520,120
2019 - 2023	5,340,000	2,396,072	7,736,072
2024 - 2028	6,980,000	1,127,813	8,107,813
2029 - 2032	1,635,000	35,970	1,670,970
	$ 18,010,000	$ 6,956,507	$ 24,966,507

PLEDGED REVENUES

The County pledged Special Purpose Local Option sales tax proceeds (SPLOST) to repay an original debt of $35,000,000 related to the 2006 general obligation bonds. These bonds matured on September 30, 2013, and therefore no principal and interest is remaining to be paid in 2014. Principal and interest payments in the amount of $9,476,125 were paid during 2013, which was approximately 48.29% of SPLOST revenues.

CAPITAL LEASES

The County has entered into capital leases, original amount $2,621,062, for the purpose of financing energy efficiency improvements to various County facilities. The leases are being repaid through the Capital Projects fund.

The assets acquired through capital leases are as follows:

	Governmental Activities
Building renovations	$ 2,730,173
Less accumulated depreciation	(925,225)
	$ 1,804,948

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2013, were as follows:

September 30,	Principal
2014	$ 1,128,639
2015	-
2016	-
2017	-
Total minimum lease payments	1,128,639
Less: amount representing interest at 4.35%	(85,387)
Present value of minimum lease payments	$ 1,043,252

DISCRETELY PRESENTED COMPONENT UNITS

During the year September 30, 2013, the following changes occurred in liabilities reported in long-term debt of the *Development Authority*, the *Airport Authority*, the *Department of Public Health*, and the *Water and Sewerage Authority* component units:

Component Units	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year	Due After One Year
Health Department						
Compensated absences	$ 109,270	$ 20,122	$ (17,352)	$ 112,040	$ 39,132	$ 72,908
Airport Authority						
Notes Payable	$ 463,480	$ 784,809	$ (463,480)	$ 784,809	$ 43,704	$ 741,105
Compensated absences	13,352	13,352	(11,896)	14,808	14,808	-
Total Airport Authority	$ 476,832	$ 798,161	$ (475,376)	$ 799,617	$ 58,512	$ 741,105
Water and Sewerage Authority						
Revenue Bonds	$ 99,705,000	$ -	$ (300,000)	$ 99,405,000	$ 330,000	$ 99,075,000
Less: Loss on Refunding	(4,481,838)	-	322,035	(4,159,803)	-	(4,159,803)
Plus: Original Issue Premium	2,679,161	-	(151,687)	2,527,474	-	2,527,474
Total Revenue Bonds	97,902,323	-	(129,652)	97,772,671	330,000	97,442,671
Deposits	1,414,623	32,886	-	1,447,509	-	1,447,509
Compensated Absences	360,675	-	(166,476)	194,199	-	194,199
Total Water and Sewerage Authority	$ 99,677,621	$ 32,886	$ (296,128)	$ 99,414,379	$ 330,000	$ 99,084,379
Library System						
Compensated absences	44,585	44,585	(41,356)	47,814	47,814	-
Total Library System	$ 44,585	$ 44,585	$ (41,356)	$ 47,814	$ 47,814	$ -

REVENUE BONDS

The Water and Sewerage Authority, a discretely presented component unit of the County, issues revenue bonds to construct and maintain the water and sewerage system of Coweta County. Income derived from the acquired or constructed assets are pledged to pay debt service. The original amount of revenue bonds issued in current and prior years is $131,000,000.

The total principal and interest remaining to be paid is $172,580,492. Principal and interest payments for the year ended June 30, 2013 were $4,915,470, which was approximately 25.2% of revenues.

The Water and Sewerage Authority issued revenue bonds currently outstanding at June 30, 2013 are:

Series 2001 Revenue Bonds – The Water and Sewerage Authority issued revenue bonds to be used for acquisition of water and sewerage systems and the refunding of revenue bonds. The bonds bear interest at rates from 3.00% to 5.50%.

Series 2005 Refunding Revenue Bonds - The Water and Sewerage Authority issued revenue bonds to be used for the partial refunding of the 2001 bond issue. The bonds bear interest at rates from 2.70% to 5.00%.

Series 2007 Revenue Bonds - The Water and Sewerage Authority issued revenue bonds to be used for acquisition of water and sewerage systems and the addition and improvement of the water and sewerage system. The bonds bear interest at rates from 4.00% to 5.00%.

Series 2010A Revenue Bonds - The Water and Sewerage Authority issued revenue bonds to be used for acquisition of water and sewerage systems and the addition and improvement of the water and sewerage system and the refunding of the 2005 bond issue. The bonds bear interest at rates from 4.25% to 4.50%.

Series 2010C Revenue Bonds - The Water and Sewerage Authority issued revenue bonds to be used for the partial refunding of the 2005 bond refunding issue. The bonds bear interest at rates from 3.00% to 5.00%.

The advance refundings increased total debt service payments over the next 29 years by $12.59 million. This results in an economic loss (difference between the present values of the debt service payments on the old and new debt) of $1.39 million.

The Authority's management evaluated a number of factors in determining the feasibility of the advance refunding, including: 1) the need for additional capital funding, 2) the need to repay other debts, and 3) the need to smooth future debt service payments.

Revenue bond debt service requirements to maturity are as follows:

June 30,	Principal	Interest	Total
2014	$ 330,000	$ 4,603,095	$ 4,933,095
2015	465,000	4,587,958	5,052,958
2016	2,695,000	4,567,295	7,262,295
2017	2,825,000	4,446,220	7,271,220
2018	2,955,000	4,317,420	7,272,420
2019 - 2023	17,310,000	19,336,159	36,646,159
2024 - 2028	19,565,000	14,679,769	34,244,769
2029 - 2033	18,765,000	10,357,913	29,122,913
2034 - 2038	23,545,000	5,576,713	29,121,713
2039 - 2040	10,950,000	702,950	11,652,950
	$ 99,405,000	$73,175,492	$172,580,492

SUBSEQUENT EVENTS - WATER AND SEWERAGE AUTHORITY

On September 17, 2013, the Water and Sewerage Authority issued $13,350,000 in Series 2013 Revenue Bonds. The bonds are further identified as $7,465,000 of tax exempt Series 2013A and $5,885,000 of taxable Series 2013B bonds. Bond proceeds were used to decease all of the Series 2001 revenue bonds, a portion of the outstanding Refunding Series 2005 revenue bonds, and a portion of the outstanding Series 2007 revenue bonds. There have been no other subsequent events requiring recording or disclosure in the financial statements for the year ending September 30, 2013.

NOTES PAYABLE

The Airport Authority issued a note payable to provide funds for improvements to the Newnan-Coweta Airport. The note payable with an original balance of $652,300, bearing interest of 5.83%, was refinanced in October 2012. This resulted in two notes payable, one tax-exempt promissory note in the amount of $376,965 and one taxable promissory note in the amount of S448,035. The tax-exempt and taxable notes bear interest of 2.77% and 4.05%, respectively, and both mature on November 1, 2027. Coweta County, Georgia has pledged full faith and credit to provide the funds required to fulfill the obligations of this contract. Payment requirements to maturity are as follows:

September 30,	Principal	Interest	Total
2014	$ 43,704	$ 26,521	$ 70,225
2015	45,230	24,994	70,224
2016	46,813	23,412	70,225
2017	48,453	21,772	70,225
2018	50,151	20,073	70,224
2019 - 2023	278,487	72,638	351,125
2024 - 2028	271,971	20,631	292,602
	$ 784,809	$ 210,041	$ 994,850

CONDUIT DEBT

From time to time, the Development Authority, a discretely presented component unit, has issued Revenue Bonds to provide financial assistance to both private and public sector entities for the acquisition and construction of industrial and commercial facilities deemed to be of public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying leases. Upon repayment on the bonds, ownership of the acquired facilities transfers to the private or public sector entity served by the bond issuance. Neither the Development Authority, the County, State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. There were two series of Revenue Bonds issued in Fiscal Year 2011 totaling $250,000,000. The total amount of those bonds outstanding, as of September 30, 2013, was $250,000,000.

NOTE 8 - INTERFUND BALANCES AND ACTIVITY

The composition of interfund balances as of September 30, 2013, is as follows:

	Due From					
Due To	General Fund	Fire District	SPLOST	Other nonmajor governmental funds	Solid Waste	Total
General Fund	$ -	$ 159,573	$ -	$ 93,211	$ 9,413	$ 262,197
Fire District	-	-	108,026	-	-	108,026
Other nonmajor governmental funds	76,255	-	-	-	-	76,255
Solid Waste	25,750	-	-	-	-	25,750
Total	$ 102,005	$ 159,573	$ 108,026	$ 93,211	$ 9,413	$ 472,228

These balances resulted from 1) the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur, 2) the time lag between the dates that transactions are recorded in the accounting system, 3) the time lag between the dates that payments between funds are made, 4) short-term loans, and 5) to fund capital projects.

Interfund transfers as of the year ended September 30, 2013, are as follows:

	Transfers Out		
Transfers In	General Fund	Other nonmajor governmental funds	Total
General Fund	$ -	$ 109,977	$ 109,977
SPLOST	61,740	-	61,740
Other nonmajor governmental funds	2,506,566	-	2,506,566
Solid Waste	643,004	-	643,004
Total	$ 3,211,310	$ 109,977	$ 3,321,287

Transfers are used to supplement operating budgets.

NOTE 9 - RETIREMENT PLANS

DEFINED BENEFIT PENSION PLAN

Plan Description

The County contributes to the Group Pension Plan for Employees of Coweta County, Georgia which is a single employer public employee retirement system. An acuarial evaluation of the Plan's assets and liabilities is performed annually. This report may be obtained from: Stanley, Hunt, Dupree & Rhine, 7701 Airport Center Drive, Greensboro, NC. 27409.

The Plan was established by resolution of the Board of Commissioners. It may also be amended by resolution of same.

The Plan, which is administered by Securian Retirement Services, covers all full-time employees of the County who were eligible to participate prior to July 1, 2006. The Plan was frozen as of July 1, 2006, and employees hired subsequent to this date are not eligible to participate in the Plan. The County's payroll for employees participating in the Plan as of July 1, 2012, (the most recent actuarial valuation date) was $17,475,306 (based on covered earnings of the preceding year.)

All full-time employees who met the eligibility requirements prior to July 1, 2006, are eligible to participate in the Plan, except for full-time employees participating in any other retirement plan operated by any federal, state or local government, or instrumentality thereof.

Participants become eligible to retire at age 65 with 10 years of participation in the Plan or age plus service of 85 or completion of 35 years of credited service. Upon eligibility to retire, participants are entitled to an annual benefit in the amount of 1.5% of Average Monthly Compensation for each of the first 15 years of participation, plus 2% for each year of participation from 16 to 25 years, plus 3% for each year of participation over 25 years up to a maximum of 39 years of credited service.

The Average Monthly Compensation is the participant's reported base earnings in the highest paid three years of employment divided by 36. Service is limited to 39 years. The Plan also provides benefits in the event of death or disability. These benefit provisions were established by an adoption agreement executed by the County Board of Commissioners.

County employees are required to contribute to the Plan 2.75% of compensation. The County matches the employee contribution. In addition, the County contributes the remaining cost, using the actuarial basis described in the annual valuation report.

Investments in securities are valued at current market prices. The trust fund is invested 100% in a Guaranteed Investment Contract of Securian, Inc.

Plan assets do not include any loans, notes, bonds, or other instruments or securities of the County or related parties.

Funding Policy

The County is required to contribute at an actuarially determined rate. Section 47-20 of the Georgia code sets forth minimum funding standards for state and local governmental pension plans. Net investment expense and administrative expenses are not paid from County's pension plan. The Plan's administrator invests proceeds received from the Plan at a higher rate of interest than what the County receives as interest compensation. The difference is considered to be the investment expense and administrative expense charged by the Plan's administrator and broker.

Plan funding policy provides for contributions made under the *Aggregate Cost Method* actuarial cost method. The actuarial cost method does not identify or separately amortize unfunded actuarial accrued liabilities. Because this method does not identify or separately amortized unfunded actuarial accrued liabilities, the funding progress is presented using the entry age actuarial cost method and is intended to serve as a surrogate for the funded status and funding progress of the Plan.

Contributions during the Plan year totaling $4,211,186 ($3,721,513 employer and $489,673 employee) were made in accordance with contribution requirements determined by an actuarial valuation performed as of July 1, 2012. The employer contribution represents 21.30% of current year covered payroll.

Annual Pension Cost

The County's contributions for the years ended September 30, 2013, 2012, and 2011, based on amounts made during the plan year are as follows.

Fiscal Year Ending September 30,	Actuarial Valuation Date July 1,	Annual Pension Cost	Actual County Contributions	Percentage of ARC Contributed	Net Pension Obligation
2013	2012	$ 3,381,530	$ 3,721,513	110.1 %	$ 42,415
2012	2011	$ 3,209,850	$ 3,523,244	109.8 %	$ 382,398
2011	2010	$ 3,054,709	$ 3,085,663	101.0 %	$ 695,792

Participants as of July 1, 2013, (the most recent actuarial valuation date) are shown below:

Frozen participants	50
Retirees and beneficiaries	92
Terminated plan participants entitled to but not yet receiving benefits	3
Active employees participating in the plan	290
Total number of plan participants	435

The information was determined as part of the actuarial valuation as of July 1, 2012. Additional information follows:

Valuation date	July 1, 2012
Actuarial cost method	Aggregate cost method
Amortization method	N/A
Remaining amortization period	N/A
Asset valuation method	Market Value
Actuarial assumptions:	
Investment rate return	5.49%
Projected salary increases	2.50%
Inflation rate assumption	2.50%
Cost-of-living adjustments	2.50%

The County's annual pension cost and net pension obligation for the Pension Plan were determined as follows:

Annual required contribution	$ 3,401,258
Interest on NPO	20,994
NPO adjustment	(40,722)
Annual pension cost	3,381,530
Contributions	(3,721,513)
Increase (decrease) in net pension obligation	(339,983)
Net pension obligation, Beginning of year	382,398
Net pension obligation, End of year	$ 42,415

Total actuarial accrued liability to County employees was $58,451,111 at July 1, 2012, as follows:

Actuarial accrued liability:	
Retirees currently receiving benefits	$ 27,612,818
Active participants vested benefits	21,756,322
Total vested	49,369,140
Active non-vested accrued benefits	4,499,090
Total accumulated benefit liability	53,868,230
Benefit obligation related to assumed future pay increases	4,582,881
Total accrued liability	58,451,111
Actuarial value of assets of (72.85% total accrued liability)	42,581,277
Total unfunded (surplus) actuarial liability	$ 15,869,834

This is (90.81)% of covered payroll.

Funded Status and Funding Progress

The Schedule of Funding Progress included in the required supplementary information presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Because the aggregate actuarial cost method does not identify or separately amortize unfunded actuarial accrued liabilities, the schedule of funding progress has been prepared using the entry age actuarial cost method to serve as a surrogate for the funded status and funding progress of the plan. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations. The data for the current year and the two preceding years are as follows:

Actuarial Valuation Date July 1,	Actuarial Value of Assets (1)	Actuarial Accrued Liability (AAL) - Entry Age Method (2)	Unfunded AAL (2-1)	Funded Ratio (1/2)	Annual Covered Payroll (prior year) (3)	UAAL as a Percentage of Covered Payroll (2-1)/3
2012	$ 42,581,277	$ 69,819,070	$ 27,237,793	60.99 %	$ 17,475,306	155.9 %
2011	$ 38,702,703	$ 64,554,800	$ 25,852,097	59.95 %	$ 17,191,528	150.4 %
2010	$ 35,070,636	$ 56,806,521	$ 21,735,885	61.74 %	$ 18,245,783	119.1 %

DEFINED CONTRIBUTION PLAN

Plan Description

The County has a defined contribution plan which is administered by Swerdlin and Company. The County offers its employees a defined contribution plan created in accordance with Internal Revenue Code Section 457. The plan is available to County employees hired after July 1, 2006, and permits them to defer a portion of their salary until future years. The County matches employee contributions on a 1:1 ratio up to a maximum of five percent. In the year ended September 30, 2013, employee contributions were $673,944 and County contributions were $594,322. Plan provisions and contribution requirements are established and amended by a resolution of the County Commissioners.

OTHER POST-EMPLOYMENT BENEFITS

Plan Description

The Coweta County, Georgia Post-Retirement Medical Plan is a single-employer defined benefit healthcare plan. The Plan does not issue a stand-alone report. The County provides post-employment single coverage healthcare, life insurance, dental, accidental death and dismemberment coverage benefits, in accordance with a commission resolution, to all employees participating in the Defined Benefit Plan and Defined Contribution Plan. The employees spouse may also obtain coverage at the employee rate. Upon completion of 35 years of credited service, both the retiree and spouse receive the coverage at no cost. Coverage is available to retirees who attain age 65 with 10 years of credited service for a designated monthly premium. Currently, 71 retirees receive post-employment benefits.

The Plan was established by resolution of the Board of Commissioners. It may also be amended by resolution of same.

Funding Policy

The post-employment medical insurance benefits are currently funded on a pay-as-you-go basis. The County currently funds on a cash basis as benefits are paid. No assets have been segregated and restricted to provide post-employment benefits. For fiscal year 2013, the County contributed $654,923 to the plan. In fiscal year 2013, total member contributions were $33,276.

Annual OPEB Cost and Net OPEB Obligation

The County's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution by the employer (ARC)*, an amount 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 each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB obligation:

	July 1, 2013
Annual required contribution	$ 8,548,000
Interest on net OPEB obligation	934,000
Adjustment to annual required contribution	(972,000)
Annual OPEB cost	8,510,000
Employer contributions made with interest	(654,923)
Increase (decrease) in net OPEB obligation	7,855,077
Net OPEB obligation, Beginning of year	23,357,382
Net OPEB obligation, End of year	$ 31,212,459

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2013 and the two preceding years is as follows:

Fiscal Year Ending September 30,	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2013	$ 8,510,000	$ 654,923	7.7 %	$31,212,459
2012	$ 7,554,000	$ 465,144	6.2 %	$23,357,382
2011	$ 7,131,000	$ 423,474	5.9 %	$16,268,526

Funded Status and Funding Progress

As of July 1, 2013, the Plan was 0 percent funded. The actuarial accrued liability for benefits was $97,567,000, and the actuarial value of assets was $ 0 , resulting in an unfunded actuarial accrued liability (UAAL) of $97,567,000. The covered payroll (annual payroll of active employees covered by the benefits) was $33,148,000, and the ratio of the UAAL to the covered payroll was 294.0 percent.

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

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial Methods and Assumptions

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

The information was determined as part of the actuarial valuation as of July 1, 2013. Additional information as of the latest actuarial valuation follows:

Valuation date	July 1, 2013
Actuarial cost method	Entry Age Normal
Amortization method	30-year open period; level percent of pay
Asset valuation method	N/A
Actuarial assumptions:	
Investment rate return	4.00%
Includes inflation at	2.50%
Healthcare cost trend rate(s):	
Select rates	8.00% for medical to 5.00% for 2014
Ultimate rate	5.00%
Post retirement benefit increase	N/A
Projected salary increases	N/A

DEFERRED COMPENSATION PLAN

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.

The assets are transferred into a trust for the exclusive benefit of employees and beneficiaries and are no longer solely the property of the County, subject only to claims of the County's general creditors. These assets are not reflected on the County's books.

OTHER PLANS

In addition to the above pension plans, the following pension and retirement plans cover County employees, but the County is not legally responsible for contributions to the pension plans. Other governmental entities are legally responsible for these contributions as well as required disclosures.

Probate Judges' Retirement Fund of Georgia

The Probate Judge is covered under a pension plan which requires certain sums from marriage licenses and fines or bond forfeitures be remitted to the pension plan before the payment of any costs or other claims.

Clerk of Superior Court and Clerk of State Court Retirement Fund

The Clerk of Superior Court and Clerk of State Court are covered under a pension plan which requires certain sums from fees and fines or bond forfeitures be remitted to the pension plan before the payment of any costs or other claims.

Sheriffs' Retirement Fund/Peace Officers' Annuity and Benefit Fund

The Sheriff and Sheriff's Deputies are covered under separate pension plans which require certain sums from fines or bond forfeitures be remitted by the Probate Judge or Clerk of Superior Court and Clerk of State Court to the pension plans before the payment of any costs or other claims.

Judicial Retirement System

State, Superior, and Juvenile Court Judges along with the Solicitor General are eligible to participate in the Georgia Judicial Retirement System. The Georgia Judicial Retirement System was created by legislation and made effective July 1, 1998. This System is for current and future members/retirees of the Superior Court Judges Retirement System, the District Attorneys Retirement System, and the Trial Judges and Solicitors Retirement Fund (referred to as "predecessor systems') and certain employees of the Attorney General/Legislative Counsel.

The Georgia Judicial Retirement System is administered by the Board of Trustees of the Employees' Retirement System and three additional members appointed by the Governor - each of whom shall be either a superior court judge, a state court judge, a district attorney, a state court solicitor-general, or a juvenile court judge.

Employees' Retirement System

Employees of the Coweta County Tax Commissioners office are eligible to participate in the Employees' Retirement System. Employees' Retirement System (ERS) was established and began administering retirement benefits for State of Georgia employees on January 1, 1950, as provided by laws enacted through the Georgia General Assembly.

Laws governing ERS provide for service retirements, death and disability benefits, or refunds of contributions and interest to members who leave State employment. Employee and employer contributions are paid into the retirement fund for the welfare of members and their beneficiaries. All benefits are paid from this fund.

Teacher Retirement System of Georgia (TRS)

All full time librarians and clerical personnel employed by the Library System are covered by the Teacher Retirement System of Georgia (TRS), which is a cost-sharing multiple employer public employee retirement system (PERS).

NOTE 10 - RISK MANAGEMENT

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

The County provides health insurance for its employees under a plan of partial self-insurance. Under this plan, the County covers claim settlements and judgments out of its General Fund resources. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. At September 30, 2013, the County included $412,914 for unpaid claims in accrued expenses. This liability was determined based on actual claims received for the first two months after year end plus projected claims based on prior years' activity. These claims are expected to be paid within 12 months of the year end.

The County purchases commercial insurance for claims in excess of coverage provided by the County. During the year ended September 30, 2013, excess coverage was obtained for any individual claim in excess of $90,000 or aggregate claims in excess of $10,000,000.

Year ended September 30,	Beginning of Year	Incurred Claims	Claims Payments	End of Year
2012	$ 544,854	$ 8,191,742	$ (8,095,826)	$ 640,770
2013	$ 640,770	$ 8,035,958	$ (8,263,814)	$ 412,914

WORKERS' COMPENSATION

The County purchases insurance for workers' compensation from independent carriers. The County pays all claims up to $400,000 for each accident and $400,000 for each employee for injury by disease, and the policy provides coverage for any individual claim in excess of $350,000 up to $1,000,000 per claim. Under this plan, the County covers claim settlements and judgments out of its General Fund resources. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. At September 30, 2013, the County included $57,205 for unpaid claims in accrued expenses. This liability was determined based on actual claims received for the first two months after year end plus projected claims based on prior years' activity. These claims are expected to be paid within 12 months of the year end.

Year ended September 30,	Beginning of Year	Incurred Claims	Claims Payments	End of Year
2012	$ 110,341	$ 278,866	$ (185,981)	$ 203,226
2013	$ 203,226	$ (90,628)	$ (55,393)	$ 57,205

OTHER

The County purchases insurance for property losses from independent carriers. The County has in effect property insurance coverage up to $175,294,060 for buildings, $13,272,488 for personal property, and $2,983,973 for equipment with a $25,000 deductible per incident.

The County maintains a $1 million comprehensive general liability policy with a $25,000 deductible per incident. The County maintains a $1 million combined automobile policy with a $25,000 deductible per incident. The County maintains a $1 million public entity management liability coverage with a $25,000 deductible per incident. In addition, the County also maintains a policy providing $5,000,000 in excess coverage over these limits.

A liability for a claim is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs and other economic and social factors. Settled claims in the past three years have not exceeded the coverages.

NOTE 11 - 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 government expects such amounts, if any, to be immaterial.

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the County's management that resolution of these matters will not have a material adverse effect on the financial condition of the government.

In September of 2009, the County accepted a Community Development Block Grant from the Department of Community Affairs in the amount of $500,000 for the construction of a new Health Department. As a condition of the grant, the County must agree to use the facility for the approved purpose throughout the life of the facility. Should the facility be converted to an ineligible use, the Department of Community Affairs will require repayment of the grant. The repayment will be based on 20-year straight-line depreciation, except 100% repayment of the grant funds will be required to be repaid if the facility is converted during the first five years after the grant closeout date. The period for calculating the repayment amount began upon closeout of the grant in October 2010 and continues until approximately October 2030.

NOTE 12 - LANDFILL CLOSURE AND POSTCLOSURE CARE COST

State and Federal laws and regulations require the County to place a final cover on a landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. The County recognizes a portion of the closure and postclosure care costs in each operating period even though actual payouts will not occur until the landfill is closed. The amount recognized each year is based on the landfill capacity used as of the balance sheet date.

As of September 30, 2013, the County has recorded a liability for the Ishman Ballard Road municipal solid waste landfill of $597,600, which represents the estimated postclosure costs and remediation costs based on 100% of landfill capacity used to date. All estimated liabilities for these costs have been recognized since the landfill is no longer used. This liability is annually reduced by post-closure costs being repaid through the County's General Fund.

As of September 30, 2013, the County has recorded a liability for the construction and demolition landfill of $658,725, which represents the estimated postclosure costs based on 40.06% of landfill capacity used to date. The County will recognize the remaining estimated cost of closure and post-closure care of $985,612 in the Solid Waste Fund, as the remaining estimated capacity is filled. These amounts are based on what it will cost to perform all closure and post-closure care in 2013. The County expects to close the landfill in the year 2038. The estimated costs are subject to changes such as the effects of inflation, revision of laws and other variables.

The estimated liability for the closure, post-closure, and remediation costs have been estimated using figures provided by the Coweta County engineer.

The County is also required to demonstrate financial assurance that the postclosure care cost can be paid in the future. The County has fulfilled this requirement for the period ended September 30, 2013, using the financial ratio tests.

NOTE 13 - THREE RIVERS REGIONAL COMMISSION

Under Georgia law, the County, in conjunction with other cities and counties in the area, is a member of the Three Rivers Regional Commission and is required to pay annual dues thereto. During its year ended September 30, 2013, the County paid $83,614 in such dues.

Membership in a regional commission is required by the official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the regional commissions in Georgia. The Three Rivers Regional Commission Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the governments are liable for any debts or obligations of a regional commission. Separate financial statements may be obtained by request mailed to:

Three Rivers Regional Commission
P.O. Box 818
Griffin, Georgia 30224-2607

NOTE 14 - CERTAIN SIGNIFICANT ESTIMATES

As discussed in NOTE 1, estimates are used in the preparation of these financial statements. Several of the estimates qualified as a significant estimate, in that it is reasonably possible that the estimate will change in the near term due to one or more future confirming events and this change will have a material effect on the financial statements.

The estimate for the closure/postclosure costs of the County's landfill qualifies as a significant estimate.

The estimate for allowance for doubtful accounts related to fines receivable qualifies as a significant estimate. The estimate is calculated based on prior years' collection experience.

The estimates for claims payable for health insurance and workers compensation as discussed in NOTE 10 qualify as significant estimates.

The estimate for accumulated depreciation on capital assets qualifies as a significant estimate. This estimate is based on the original or estimated cost of the assets, depreciated over the estimated useful lives using the straight line method.

NOTE 15 - HOTEL/MOTEL TAX

During the year ended September 30, 2013, the County collected $186,988 in Hotel/Motel taxes of which $74,795 was required to be spent to promote tourism, conventions, and trade shows. The County actually spent $72,082. This was 96% of tax receipts to be expended for these purposes under OCGA-48-13-51. The remaining receipts of $2,713 will be spent in fiscal year 2014. The County complied with the requirements of this law.

NOTE 16 - EMERGENCY SERVICES TRAINING FACILITY

The County Board of Commissioners share in the costs of the Newnan/Coweta Emergency Services Training Facility. A board oversees the day-to-day operations of the training facility which is owned by the City of Newnan. The board is comprised of department heads from the agencies that share in the costs of operating this facility. They are as follows: Newnan Fire Department, Newnan Police Department, Coweta County Chapter American Red Cross, Coweta County E-911/EMA, Coweta County Sheriff's Office, and the Coweta County Fire Department.

NOTE 17 -WESTERN AREA REGIONAL RADIO SYSTEM AUTHORITY

The County along with Carroll County, the City of Douglasville, Haralson County, and Heard County are members of the Western Area Regional Radio Authority, which was created to provide an interoperable, high quality, and reliable and uninterrupted communication signal for public safety and public services.

The Act creating the Authority provides that obligations of the Authority shall not be deemed to constitute a debt of the establishing local governments nor a pledge of the faith and credit of said establishing local governments. Separate financial statements may be obtained from the Treasurer of the Authority, 423 College Street, Carrollton, Georgia 30117.

COWETA COUNTY

REQUIRED SUPPLEMENTARY INFORMATION

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
For the Year Ended September 30, 2013
"Unaudited"

DEFINED BENEFIT PENSION PLAN

Actuarial Valuation Date (7/1)	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Annual Covered Payroll (prior year)	(6) UAAL as a Percentage of Covered Payroll (4) / (5)
2008	$ 28,105,719	$ 46,972,452	59.83 %	$ 18,866,733	$ 19,489,905	96.80 %
2009	31,376,098	52,011,930	60.32 %	20,635,832	19,305,615	106.89 %
2010	35,070,636	56,806,521	61.74 %	21,735,885	18,245,783	119.13 %
2011	38,702,703	64,554,800	59.95 %	25,852,097	17,191,528	150.38 %
2012	$ 42,581,277	$ 69,819,070	60.99 %	$ 27,237,793	$ 17,475,306	155.86 %

The information presented in the above required supplementary schedule was determined as part of the actuarial valuations at the dates indicated. Because the aggregate actuarial cost method used in the valuation does not identify or separately amortize unfunded actuarial liabilities, the information above is presented using the entry age actuarial cost method, as required by GASB Statement No. 25, amended by GASB Statement No. 50.

See Note 9 for the actuarial methods and significant assumptions used to determine the Actuarial Required Contribution for the current year and the funded status of the plan.

Data for 2006 is not available.

OTHER POST-EMPLOYMENT BENEFITS

Actuarial Valuation Date (7/1)	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Annual Covered Payroll (prior year)	(6) UAAL as a Percentage of Covered Payroll (4) / (5)
2010	$ -	$ 52,809,000	$ - %	$ 52,809,000	$ 22,979,000	229.81 %
2011	-	69,262,000	- %	69,262,000	30,483,000	227.22 %
2012	-	75,777,000	$ - %	75,777,000	30,483,000	248.59 %
2013	$ -	$ 97,567,000	$ - %	$ 97,567,000	$ 33,148,000	294.34 %

2009 was the first year that this plan was effective and the actuarial valuation covered fiscal year ending September 30, 2010 and 2011. The County now has biennial actuarial valuations.

COWETA COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
DEFINED BENEFIT PENSION PLAN
For the Year Ended September 30, 2013
"Unaudited"

Fiscal Year Ended	Annual Required Contribution	Percentage Contributed
2013	$ 3,401,258	109 %
2012	3,245,688	109 %
2011	3,054,709	101 %
2010	3,435,948	101 %
2009	3,139,273	86 %
2008	2,670,142	83 %
2007	2,312,489	105 %
2006	2,249,474	100 %
2005	2,013,184	101 %
2004	$ 1,909,024	99 %

COWETA COUNTY, GEORGIA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Year Ended September 30, 2013
(Required Supplementary Information)

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year as restated	$ 32,705,765	$ 32,705,765	$ 32,705,765	$ -
RESOURCES (INFLOWS)				
Taxes	47,549,000	49,999,000	50,249,086	250,086
Licenses and permits	1,885,750	2,195,750	2,196,571	821
Intergovernmental	478,000	728,000	783,737	55,737
Fines and forfeitures	4,648,000	4,648,000	4,359,658	(288,342)
Charges for services	5,099,600	5,262,600	5,321,607	59,007
Contributions and donations	15,000	20,000	20,379	379
Investment income	75,000	75,000	53,961	(21,039)
Miscellaneous	2,500	250,500	257,911	7,411
Transfers in	93,000	161,000	109,977	(51,023)
Total Resources (Inflows)	59,845,850	63,339,850	63,352,887	13,037
AMOUNTS AVAILABLE FOR APPROPRIATION	92,551,615	96,045,615	96,058,652	13,037
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
General Government				
Commissioners	202,476	220,076	219,982	94
Administrator	842,704	842,704	829,043	13,661
Elections	282,562	282,562	217,300	65,262
Financial administration	692,817	770,817	770,269	548
Business license	73,410	73,410	72,909	501
County attorney	270,000	270,000	198,136	71,864
Information technology	1,035,437	1,035,437	854,445	180,992
Human resources	236,651	236,651	180,443	56,208
Tax commissioner	1,107,765	1,141,265	1,122,236	19,029
Tax assessor	1,400,948	1,400,948	1,336,747	64,201
Insurance	1,437,218	1,437,218	1,188,508	248,710
Public buildings	3,045,501	3,080,476	2,779,464	301,012
Information officer	128,073	145,073	144,292	781
General county	2,620,618	2,783,118	2,783,001	117
Appropriations	84,000	84,000	83,614	386
Registrar	186,977	188,977	188,936	41
Total General Government	13,647,157	13,992,732	12,969,325	1,023,407
Judicial				
Superior court	64,564	64,564	55,347	9,217
Clerk of superior court	1,188,469	1,243,969	1,243,837	132
District attorney	614,036	626,536	626,534	2
State court	432,576	442,846	415,921	26,925
Magistrate court	809,953	819,953	819,911	42
Probate court	581,953	681,953	681,876	77
Clerk of of state court	536,183	536,183	500,516	35,667
Juvenile court	631,147	739,665	649,931	89,734
Drug court	249,620	319,740	284,142	35,598
Supplemental courts	541,200	588,200	548,985	-
Solicitor	1,016,651	1,009,163	1,009,141	22
Victim witness	207,722	232,724	232,084	640
Indigent defense	570,761	606,861	606,336	525
Appropriations	1,200	1,250	1,248	2
Pretrial services	28,755	42,755	42,333	422
Total Judicial	7,474,790	7,956,362	7,718,142	199,005
Public Safety				
Sheriff	11,165,487	11,800,237	11,799,791	446
Jail	5,677,752	6,013,752	6,013,554	198
Work release center	565,196	559,196	559,126	70
Community service	2,000	3,600	3,567	33
Correctional institute	3,841,666	3,705,118	3,705,083	35
Emergency management	68,232	128,732	128,392	340
Ambulance services	483,600	500,600	500,422	178

COWETA COUNTY, GEORGIA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the Year Ended September 30, 2013
(Required Supplementary Information)

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
CONTINUED.....				
Coroner	92,250	118,250	117,869	381
Drug abuse treatment	70,000	66,000	27,633	38,367
School resource officers	787,883	837,883	837,834	49
Adult probation	535,347	560,347	559,831	516
Animal control	720,016	796,616	796,517	99
Total Public Safety	24,009,429	25,090,331	25,049,619	40,712
Public Works				
Public works	3,621,596	3,727,681	3,552,635	175,046
Roadway construction	1,044,000	1,286,820	1,286,065	755
Community lighting/service	207,100	207,100	195,693	11,407
Equipment expense	94,200	98,400	98,122	278
Storm water division	464,370	464,530	394,854	69,676
Solid waste and recycling	-	49,800	49,800	-
Heavy equipment shop	566,650	615,650	615,453	197
Auto shop	129,700	133,700	116,501	17,199
Engineering	882,306	1,194,806	1,061,742	133,064
Total Public Works	7,009,922	7,778,487	7,370,865	407,622
Public Health and Welfare				
Health department	235,330	235,330	226,865	8,465
Mental health	33,660	33,660	28,439	5,221
Family and children services	120,000	120,000	114,199	5,801
Total Public Health and Welfare	388,990	388,990	369,503	19,487
Recreation and Culture				
Recreation	2,494,784	2,674,332	2,516,671	157,661
Parks	15,000	15,000	15,000	-
Library	1,918,649	1,918,649	1,918,724	(75)
Total Recreation and Culture	4,428,433	4,607,981	4,450,395	157,586
Housing and development				
Forestry	17,176	17,176	17,176	-
Building department	821,137	821,137	754,191	66,946
Planning and zoning	904,891	842,391	767,366	75,025
Ordinance enforcement	86,133	90,433	90,356	77
Appropriations	14,100	14,100	14,049	51
County agent	170,938	170,938	155,875	15,063
Development Authority	303,796	303,796	303,796	-
Airport	486,735	486,735	486,735	-
GIS mapping	85,806	111,806	111,591	215
Total Housing and Development	2,890,712	2,858,512	2,701,135	157,377
Transfers out	3,173,620	3,235,360	3,211,310	24,050
TOTAL CHARGES TO APPROPRIATIONS	63,023,053	65,908,755	63,840,294	2,029,246
CHANGE IN FUND BALANCE	(3,177,203)	(2,568,905)	(487,407)	2,081,498
FUND BALANCE, End of year	$ 29,528,562	$ 30,136,860	$ 32,218,358	$ 2,081,498

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.

COWETA COUNTY, GEORGIA
BUDGETARY COMPARISON SCHEDULE
FIRE DISTRICT
For the Year Ended September 30, 2013
(Required Supplementary Information)

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ 9,374,882	$ 9,374,882	$ 9,374,882	$ -
RESOURCES (INFLOWS)				
Taxes	8,585,320	8,585,320	10,515,068	1,929,748
Investment income	25,000	25,000	9,295	(15,705)
Miscellaneous	1,500	1,500	38,623	37,123
Total Resources (Inflows)	8,611,820	8,611,820	10,562,986	1,951,166
AMOUNTS AVAILABLE FOR APPROPRIATION	17,986,702	17,986,702	19,937,868	1,951,166
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	11,747,257	15,197,257	15,180,751	16,506
TOTAL CHARGES TO APPROPRIATIONS	11,747,257	15,197,257	15,180,751	16,506
CHANGE IN FUND BALANCE	(3,135,437)	(6,585,437)	(4,617,765)	1,967,672
FUND BALANCE, End of year	$ 6,239,445	$ 2,789,445	$ 4,757,117	$ 1,967,672

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.

COWETA COUNTY

NON-MAJOR GOVERNMENTAL FUNDS

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Emergency E911 Telephone Service - to account for the cost of providing service to the County as provided in title 46, Chapter 5 of the Official Code of Georgia Annotated.

Hotel/Motel Tax - to account for taxes charged on rental of hotel/motel rooms as provided in title 48, Chapter 13 of the Official Code of Georgia Annotated. These funds are used for the promotion of tourism, conventions and trade shows in the County.

Law Library - to account for funds collected from fines and forfeitures to be used to maintain the Law Library as provided in title 36, Chapter 15 of the Official Code of Georgia Annotated.

Sheriff's Law Enforcement - to account for funds from seizures to be used for law enforcement activities.

CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary and trust funds.

Transportation Fund – to account for road construction and paving projects primarily funded with general revenue sources. Management believes that the government can more effectively account for these projects through a separate capital projects fund.

Capital Expenditures Fund - to account for capital projects primarily funded with general revenue sources. Management believes that the government can more effectively account for these projects through a separate capital projects fund.

Impact Fees Fund – to account for capital projects funded by impact fees.

COWETA COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2013

	SPECIAL REVENUE FUNDS				
	EMERGENCY E911 TELEPHONE SERVICES	HOTEL/MOTEL	LAW LIBRARY	SHERIFF'S PROGRAMS	SUBTOTAL SPECIAL REVENUE FUNDS
ASSETS					
Cash	$ 296,170	$ 65,289	$ 54,688	$ 1,783,766	$ 2,199,913
Investments	1,251,753	-	33,339	-	1,285,092
Receivables (net of allowance for uncollectibles)	632,398	20,621	-	-	653,019
Due from other funds	-	-	-	-	-
TOTAL ASSETS	$ 2,180,321	$ 85,910	$ 88,027	$ 1,783,766	$ 4,138,024
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	$ 49,247	$ 3,456	$ 1	$ -	$ 52,704
Other accrued items	62,327	1,905	-	-	64,232
Due to other funds	34,678	49,650	-	-	84,328
TOTAL LIABILITIES	146,252	55,011	1	-	201,264
FUND BALANCES					
Restricted:					
Impact fee projects	-	-	-	-	-
Judicial programs	-	-	88,026	-	88,026
Public safety programs	2,034,069	-	-	1,783,766	3,817,835
Housing and development programs	-	30,899	-	-	30,899
Assigned:					
Capital equipment and infrastructure	-	-	-	-	-
TOTAL FUND BALANCES	2,034,069	30,899	88,026	1,783,766	3,936,760
TOTAL LIABILITIES AND FUND BALANCES	$ 2,180,321	$ 85,910	$ 88,027	$ 1,783,766	$ 4,138,024

COWETA COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2013

	CAPITAL PROJECTS FUNDS				
	TRANSPORTATION FUND	CAPITAL EXPENDITURES FUND	IMPACT FEES FUND	SUBTOTAL CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS					
Cash	$ 644,436	$ 584,756	$ 2,994,975	$ 4,224,167	$ 6,424,080
Investments	-	-	-	-	1,285,092
Receivables (net of allowance for uncollectibles)	-	107,345	10,390	117,735	770,754
Due from other funds	-	76,255	-	76,255	76,255
TOTAL ASSETS	$ 644,436	$ 768,356	$ 3,005,365	$ 4,418,157	$ 8,556,181
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	$ 374,258	$ 170,225	$ 92,824	$ 637,307	$ 690,011
Other accrued items	-	-	-	-	64,232
Due to other funds	8,883	-	-	8,883	93,211
TOTAL LIABILITIES	383,141	170,225	92,824	646,190	847,454
FUND BALANCES					
Restricted:					
Impact fee projects	-	-	2,912,541	2,912,541	2,912,541
Judicial programs	-	-	-	-	88,026
Public safety programs	-	-	-	-	3,817,835
Housing and development programs	-	-	-	-	30,899
Assigned:					
Capital equipment and infrastructure	261,295	598,131	-	859,426	859,426
TOTAL FUND BALANCES	261,295	598,131	2,912,541	3,771,967	7,708,727
TOTAL LIABILITIES AND FUND BALANCES	$ 644,436	$ 768,356	$ 3,005,365	$ 4,418,157	$ 8,556,181

COWETA COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2013

	SPECIAL REVENUE FUNDS				
REVENUES	EMERGENCY E911 TELEPHONE SERVICE	HOTEL/MOTEL	LAW LIBRARY	SHERIFF'S PROGRAMS	SUBTOTAL SPECIAL REVENUE FUNDS
Taxes	$ -	$ 186,988	$ -	$ -	$ 186,988
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Fines and forfeitures	-	-	27,987	313,629	341,616
Charges for services	2,480,656	1,471	-	107,959	2,590,086
Contributions and donations	-	-	-	20,899	20,899
Interest income	4,057	51	91	(1)	4,198
TOTAL REVENUES	2,484,713	188,510	28,078	442,486	3,143,787
EXPENDITURES					
Current Expenditures					
General government	-	-	-	-	-
Judicial	-	-	29,005	-	29,005
Public safety	2,588,653	-	-	497,940	3,086,593
Public works	-	-	-	-	-
Recreation and culture	-	-	-	-	-
Housing and development	-	81,901	-	-	81,901
Capital outlay	33,417	-	-	129,813	163,230
TOTAL EXPENDITURES	2,622,070	81,901	29,005	627,753	3,360,729
EXCESS (DEFICIENCY) OF REVENUES OVER(UNDER) EXPENDITURES	(137,357)	106,609	(927)	(185,267)	(216,942)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	(109,977)	-	-	(109,977)
TOTAL OTHER FINANCING SOURCES (USES)	-	(109,977)	-	-	(109,977)
NET CHANGE IN FUND BALANCES	(137,357)	(3,368)	(927)	(185,267)	(326,919)
FUND BALANCES, Beginning of year	2,171,426	34,267	88,953	1,969,033	4,263,679
FUND BALANCES, End of year	$ 2,034,069	$ 30,899	$ 88,026	$ 1,783,766	$ 3,936,760

COWETA COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2013

	CAPITAL PROJECTS FUND				
	TRANSPORTATION FUND	CAPITAL EXPENDITURES FUND	IMPACT FEES FUND	SUBTOTAL CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
REVENUES					
Taxes	$ -	$ -	$ -	$ -	$ 186,988
Licenses and permits	-	-	421,289	421,289	421,289
Intergovernmental	1,389,924	312,114	-	1,702,038	1,702,038
Fines and forfeitures	-	-	-	-	341,616
Charges for services	-	-	-	-	2,590,086
Contributions and donations	-	33,049	-	33,049	53,948
Interest income	-	-	3,269	3,269	7,467
TOTAL REVENUES	1,389,924	345,163	424,558	2,159,645	5,303,432
EXPENDITURES					
Current Expenditures					
General government	-	136,775	-	136,775	136,775
Judicial	-	2,277	-	2,277	31,282
Public safety	-	61,734	2,871	64,605	3,151,198
Public works	1,406,951	97,055	417,282	1,921,288	1,921,288
Recreation and culture	-	27,919	-	27,919	27,919
Housing and development	-	-	-	-	81,901
Capital outlay	-	1,847,656	311,718	2,159,374	2,322,604
TOTAL EXPENDITURES	1,406,951	2,173,416	731,871	4,312,238	7,672,967
EXCESS (DEFICIENCY) OF REVENUES OVER(UNDER) EXPENDITURES	(17,027)	(1,828,253)	(307,313)	(2,152,593)	(2,369,535)
OTHER FINANCING SOURCES (USES)					
Transfers in	250,000	2,256,566	-	2,506,566	2,506,566
Transfers out	-	-	-	-	(109,977)
TOTAL OTHER FINANCING SOURCES (USES)	250,000	2,256,566	-	2,506,566	2,396,589
NET CHANGE IN FUND BALANCES	232,973	428,313	(307,313)	353,973	27,054
FUND BALANCES, Beginning of year	28,322	169,818	3,219,854	3,417,994	7,681,673
FUND BALANCES, End of year	$ 261,295	$ 598,131	$ 2,912,541	$ 3,771,967	$ 7,708,727

COWETA COUNTY, GEORGIA
EMERGENCY E911 TELEPHONE SYSTEM SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended September 30, 2013

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ 2,171,426	$ 2,171,426	$ 2,171,426	$ -
RESOURCES (INFLOWS)				
Charges for services	2,316,850	2,316,850	2,480,656	163,806
Investment income	2,500	2,500	4,057	1,557
Total Resources (Inflows)	2,319,350	2,319,350	2,484,713	165,363
AMOUNTS AVAILABLE FOR APPROPRIATION	4,490,776	4,490,776	4,656,139	165,363
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	2,681,617	2,681,617	2,622,070	59,547
TOTAL CHARGES TO APPROPRIATIONS	2,681,617	2,681,617	2,622,070	59,547
CHANGE IN FUND BALANCE	(362,267)	(362,267)	(137,357)	224,910
FUND BALANCE, End of year	$ 1,809,159	$ 1,809,159	$ 2,034,069	$ 224,910

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.

COWETA COUNTY, GEORGIA
HOTEL MOTEL SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended September 30, 2013

	BUDGET AMOUNTS ORIGINAL	BUDGET AMOUNTS FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ 34,267	$ 34,267	$ 34,267	$ -
RESOURCES (INFLOWS)				
Taxes	155,050	155,050	186,988	31,938
Charges for services	-	-	1,471	1,471
Investment income	-	-	51	51
Total Resources (Inflows)	155,050	155,050	188,510	33,460
AMOUNTS AVAILABLE FOR APPROPRIATION	189,317	189,317	222,777	33,460
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Housing and development	62,050	81,950	81,901	49
Transfers out	-	109,977	109,977	-
TOTAL CHARGES TO APPROPRIATIONS	62,050	191,927	191,878	49
CHANGE IN FUND BALANCE	93,000	(36,877)	(3,368)	33,509
FUND BALANCE, End of year	$ 127,267	$ (2,610)	$ 30,899	$ 33,509

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.

COWETA COUNTY, GEORGIA
LAW LIBRARY SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended September 30, 2013

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ 88,953	$ 88,953	$ 88,953	$ -
RESOURCES (INFLOWS)				
Fines and forfeitures	35,000	35,000	27,987	(7,013)
Investment income	-	-	91	91
Total Resources (Inflows)	35,000	35,000	28,078	(6,922)
AMOUNTS AVAILABLE FOR APPROPRIATION	123,953	123,953	117,031	(6,922)
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Judicial	35,000	35,000	29,005	5,995
TOTAL CHARGES TO APPROPRIATIONS	35,000	35,000	29,005	5,995
CHANGE IN FUND BALANCE	-	-	(927)	(927)
FUND BALANCE, End of year	$ 88,953	$ 88,953	$ 88,026	$ (927)

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

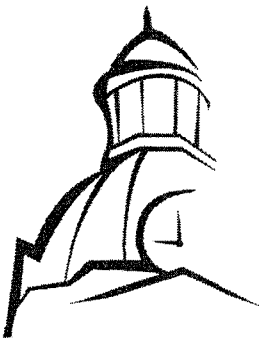
1. The budgetary basis of accounting used in this schedule is the same as GAAP.

COWETA COUNTY, GEORGIA
SHERIFF'S PROGRAMS SPECIAL REVENUE FUND
SUPPLEMENTAL BUDGETARY COMPARISON SCHEDULE
For the Year Ended September 30, 2013

	BUDGET AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
FUND BALANCE, Beginning of year	$ 1,969,033	$ 1,969,033	$ 1,969,033	$ -
RESOURCES (INFLOWS)				
Fines and forfeitures	250,000	630,000	313,629	(316,371)
Charges for services	-	-	107,959	107,959
Contributions and donations	-	-	20,899	20,899
Investment income	-	-	(3)	(3)
Total Resources (Inflows)	250,000	630,000	442,484	(187,516)
AMOUNTS AVAILABLE FOR APPROPRIATION	2,219,033	2,599,033	2,411,517	(187,516)
CHARGES TO APPROPRIATIONS (OUTFLOWS)				
Current Expenditures				
Public safety	250,000	630,000	627,751	2,249
TOTAL CHARGES TO APPROPRIATIONS	250,000	630,000	627,751	2,249
CHANGE IN FUND BALANCE	-	-	(185,267)	(185,267)
FUND BALANCE, End of year	$ 1,969,033	$ 1,969,033	$ 1,783,766	$ (185,267)

NOTES TO THE BUDGETARY COMPARISON SCHEDULE

1. The budgetary basis of accounting used in this schedule is the same as GAAP.



COWETA COUNTY

FIDUCIARY FUNDS

FIDUCIARY FUNDS

Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds.

Tax Commissioner - to account for the collection of property taxes, motor vehicle tag and title fees and mobile home fees, etc. which are disbursed to various taxing units.

Clerk of Superior Court - to account for the collection of various fines, forfeitures, jury fund receipts, real estate transfer taxes, recording of intangibles, fees, civil awards, etc. which are disbursed to various taxing units and other parties.

Probate Court - to account for the collection of fees for firearms, licenses, certificates, marriage licenses, etc. which are disbursed to various taxing units and other parties.

Magistrate Court - to account for the collection of fees for garnishments and small claims, etc. which are disbursed to various taxing units and other parties.

Clerk of State Court - to account for the collection of various fines, forfeitures, fees, etc., which are disbursed to various taxing units and other parties.

Sheriff - to account for the collection of cash bonds, fines, forfeitures, fifas, etc. which are disbursed to various taxing units and other parties.

COWETA COUNTY, GEORGIA
COMBINING STATEMENT OF ASSETS AND LIABILITIES
ALL AGENCY FUNDS
September 30, 2013

	TAX COMMISSIONER	CLERK OF SUPERIOR COURT	PROBATE COURT	MAGISTRATE COURT	CLERK OF STATE COURT	SHERIFF	TOTAL
ASSETS							
Cash	$ 3,464,136	$ 423,858	$ 3,480	$ 86,946	$ 181,453	$ 169,151	$ 4,329,024
TOTAL ASSETS	$ 3,464,136	$ 423,858	$ 3,480	$ 86,946	$ 181,453	$ 169,151	$ 4,329,024
LIABILITIES							
Amounts held in trust	$ 3,464,136	$ 423,858	$ 3,480	$ 86,946	$ 181,453	$ 169,151	$ 4,329,024
TOTAL LIABILITIES	$ 3,464,136	$ 423,858	$ 3,480	$ 86,946	$ 181,453	$ 169,151	$ 4,329,024

COWETA COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Year Ended September 30, 2013

	TAX COMMISSIONER	CLERK OF SUPERIOR COURT	PROBATE COURT	MAGISTRATE COURT	CLERK OF STATE COURT	SHERIFF	TOTAL
ASSETS							
Cash							
Balance, October 1, 2012	$ 590,419	$ 327,224	$ 2,624	$ 73,536	$ 225,929	$ 240,881	$ 1,460,613
Additions	117,408,655	4,772,427	345,348	938,642	3,280,728	1,454,613	128,200,413
Deductions	(114,534,938)	(4,675,793)	(344,492)	(925,232)	(3,325,204)	(1,526,343)	(125,332,002)
Balance, September 30, 2013	3,464,136	423,858	3,480	86,946	181,453	169,151	4,329,024
TOTAL ASSETS	$ 3,464,136	$ 423,858	$ 3,480	$ 86,946	$ 181,453	$ 169,151	$ 4,329,024
LIABILITIES							
Due to County							
Balance, October 1, 2012	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Additions	42,247,458	2,728,156	434,701	489,580	2,172,116	1,054,089	49,126,100
Deductions	(42,247,458)	(2,728,156)	(434,701)	(489,580)	(2,172,116)	(1,054,089)	(49,126,100)
Balance, September 30, 2013	-	-	-	-	-	-	-
Amounts held in trust							
Balance, October 1, 2012	590,419	327,224	2,624	73,536	225,929	240,881	1,460,613
Additions	75,161,197	2,044,271	(89,353)	449,062	1,108,612	400,524	79,074,313
Deductions	(72,287,480)	(1,947,637)	90,209	(435,652)	(1,153,088)	(472,254)	(76,205,902)
Balance, September 30, 2013	3,464,136	423,858	3,480	86,946	181,453	169,151	4,329,024
Total Liabilities							
Balance, October 1, 2012	590,419	327,224	2,624	73,536	225,929	240,881	1,460,613
Additions	117,408,655	4,772,427	345,348	938,642	3,280,728	1,454,613	128,200,413
Deductions	(114,534,938)	(4,675,793)	(344,492)	(925,232)	(3,325,204)	(1,526,343)	(125,332,002)
TOTAL LIABILITIES	$ 3,464,136	$ 423,858	$ 3,480	$ 86,946	$ 181,453	$ 169,151	$ 4,329,024

COWETA COUNTY

COMPONENT UNITS

COMPONENT UNITS

Component units are legally separate organizations for which the elected officials of the primary government are financially accountable.

This section provides information only for those component units that do NOT prepare separate financial statements.

Library System - to account for the library services provided to all citizens of Coweta County through library headquarters in Newnan, Georgia and three branch facilities.

Airport Authority - to account for all activities related to the airport in Coweta County.

Development Authority - to account for economic development activities within Coweta County.

COWETA COUNTY LIBRARY SYSTEM
(A COMPONENT UNIT OF COWETA COUNTY, GEORGIA)
BALANCE SHEET
September 30, 2013

ASSETS		
Cash	$	195,797
Receivables (net of allowance for uncollectibles)		1,103
Prepaid items		18,935
TOTAL ASSETS	$	215,835
LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	$	29,309
Other accrued items		47,936
Due to primary government		15,595
TOTAL LIABILITIES		92,840
FUND BALANCES		
Nonspendable:		
Prepaid expenditure		18,935
Unassigned		104,060
TOTAL FUND BALANCES		122,995
TOTAL LIABILITIES AND FUND BALANCES	$	215,835

COWETA COUNTY LIBRARY SYSTEM
(A COMPONENT UNIT OF COWETA COUNTY, GEORGIA)
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
For the Year Ended September 30, 2013

REVENUES	
Intergovernmental	$ 2,307,663
Fines and forfeitures	26,014
Contributions and donations	1,608
Interest income	126
TOTAL REVENUES	2,335,411
EXPENDITURES	
Current Expenditures	
Recreation and culture	2,116,971
Capital outlay	110,151
TOTAL EXPENDITURES	2,227,122
EXCESS (DEFICIENCY) OF REVENUES OVER(UNDER) EXPENDITURES	108,289
NET CHANGE IN FUND BALANCES	108,289
FUND BALANCES, Beginning of year	14,706
FUND BALANCES, End of year	$ 122,995

COWETA COUNTY AIRPORT AUTHORITY
(A COMPONENT UNIT OF COWETA COUNTY, GEORGIA)
STATEMENT OF NET POSITION
September 30, 2013

ASSETS		
Current Assets		
Cash	$	1,051,144
Receivables (net of allowance for uncollectibles)		49,628
Inventories		61,078
TOTAL CURRENT ASSETS		1,161,850
Noncurrent Assets		
Capital assets		
Capital assets not being depreciated		1,481,688
Capital assets being depreciated		12,433,364
Less: accumulated depreciation		(3,190,664)
TOTAL CAPITAL ASSETS (NET OF ACCUMULATED DEPRECIATION)		10,724,388
TOTAL NONCURRENT ASSETS		10,724,388
TOTAL ASSETS		11,886,238
LIABILITIES		
Current Liabilities		
Accounts payable		28,023
Other accrued items		11,414
Due to primary government		2,100,425
Amounts held in trust		1,851
Unearned revenue		79,238
Compensated absences payable		14,808
Notes payable		43,704
TOTAL CURRENT LIABILITIES		2,279,463
Noncurrent Liabilities		
Notes payable		741,105
TOTAL NONCURRENT LIABILITIES		741,105
TOTAL LIABILITIES		3,020,568
NET POSITION		
Invested in capital assets		9,939,579
Unrestricted		(1,073,909)
TOTAL NET POSITION	$	8,865,670

COWETA COUNTY AIRPORT AUTHORITY
(A COMPONENT UNIT OF COWETA COUNTY, GEORGIA)
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
For the Year Ended September 30, 2013

OPERATING REVENUES		
Charges for services	$	1,002,933
Total Operating Revenues		1,002,933
OPERATING EXPENSES		
Salaries and benefits		253,656
Supplies		2,391
Other services and charges		27,574
Depreciation		233,434
Professional fees		22,380
Repairs and maintenance		60,498
Utilities		26,572
Cost of goods sold		663,351
Total Operating Expenses		1,289,856
OPERATING INCOME (LOSS)		(286,923)
NONOPERATING REVENUES (EXPENSES)		
Investment earnings		436
Interest expense		(71,424)
Operating grant from Coweta County		486,735
Total Nonoperating Revenues (Expenses)		415,747
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS		128,824
Capital grants		158,455
CHANGE IN NET POSITION		287,279
TOTAL NET POSITION, Beginning of year		8,578,391
TOTAL NET POSITION, End of year	$	8,865,670

COWETA COUNTY AIRPORT AUTHORITY
(A COMPONENT UNIT OF COWETA COUNTY, GEORGIA)
STATEMENT OF CASH FLOWS
For the Year Ended September 30, 2013

CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customer	$	988,772
Payments to suppliers		(803,354)
Payments to employees		(251,036)
Net cash provided by (used in) operating activities		(65,618)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Operating grant from the County		199,167
Net Cash provided (used) by non-capital financing activities		199,167
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and construction of capital assets		(487,437)
Payments from other governments		903,970
Proceeds from capital related debt		825,000
Principal payments on debt		(503,672)
Interest paid		(71,424)
Net cash provided (used) by capital and related financing activities		666,437
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment earnings		436
Net cash provided (used) by investing activities		436
Net increase (decrease) in cash and cash equivalents		800,422
CASH, Beginning of year		250,722
CASH, End of year	$	1,051,144
DISPLAYED AS:		
Cash	$	1,051,144
TOTAL CASH	$	1,051,144
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating income (loss)	$	(286,923)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities		
Depreciation		233,434
(Increase) decrease in:		
Accounts receivable		(942)
Due from other governments		344
Inventory		(24,588)
Increase (decrease) in:		
Accounts payable		23,724
Compensated absences		1,456
Other accrued items		1,440
Deferred revenue		(13,563)
Net cash provided by (used in) operating activities	$	(65,618)

COWETA COUNTY DEVELOPMENT AUTHORITY
(A COMPONENT UNIT OF COWETA COUNTY, GEORGIA)
STATEMENT OF NET POSITION
September 30, 2013

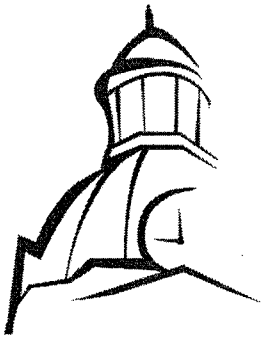
ASSETS		
Current Assets		
Cash	$	134,737
Investments		186,499
Receivables (net of allowance for uncollectibles)		145
TOTAL CURRENT ASSETS		321,381
Noncurrent Assets		
Capital assets		
Capital assets not being depreciated		189,150
Capital assets being depreciated		13,161
Less: accumulated depreciation		(7,496)
TOTAL CAPITAL ASSETS (NET OF ACCUMULATED DEPRECIATION)		194,815
TOTAL NONCURRENT ASSETS		194,815
TOTAL ASSETS		516,196
LIABILITIES		
Current Liabilities		
Accounts payable		3,734
Other accrued items		16,478
Due to primary government		1,172
TOTAL CURRENT LIABILITIES		21,384
TOTAL LIABILITIES		21,384
NET POSITION		
Invested in capital assets		194,815
Unrestricted		299,997
TOTAL NET POSITION	$	494,812

COWETA COUNTY DEVELOPMENT AUTHORITY
(A COMPONENT UNIT OF COWETA COUNTY, GEORGIA)
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
For the Year Ended September 30, 2013

OPERATING REVENUES	
Charges for services	$ 35,208
Total Operating Revenues	35,208
OPERATING EXPENSES	
Salaries and benefits	181,582
Other services and charges	71,936
Depreciation	1,152
Utilities	2,434
Total Operating Expenses	257,104
OPERATING INCOME (LOSS)	(221,896)
NONOPERATING REVENUES (EXPENSES)	
Investment earnings	624
Operating grant from Coweta County	303,796
Intergovernmental expense	(50,000)
Total Nonoperating Revenues (Expenses)	254,420
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	32,524
CHANGE IN NET POSITION	32,524
TOTAL NET POSITION, Beginning of year	462,288
TOTAL NET POSITION, End of year	$ 494,812

COWETA COUNTY DEVELOPMENT AUTHORITY
(A COMPONENT UNIT OF COWETA COUNTY, GEORGIA)
STATEMENT OF CASH FLOWS
For the Year Ended September 30, 2013

CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customer	$	35,328
Payments to suppliers		(73,784)
Payments to employees		(179,374)
Net cash provided by (used in) operating activities		(217,830)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Operating grant from Coweta County		323,846
Intergovernmental expense		(50,000)
Net Cash provided (used) by non-capital financing activities		273,846
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment earnings		652
Proceeds from sale of investments		40,302
Net cash provided (used) by investing activities		40,954
Net increase (decrease) in cash and cash equivalents		96,970
CASH, Beginning of year		37,767
CASH, End of year	$	134,737
DISPLAYED AS:		
Cash	$	134,737
TOTAL CASH	$	134,737
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating income (loss)	$	(221,896)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities		
Depreciation		1,152
(Increase) decrease in:		
Accounts receivable		120
Increase (decrease) in:		
Accounts payable		176
Other accrued items		2,208
Due to County		410
Net cash provided by (used in) operating activities	$	(217,830)



COWETA COUNTY

SUPPLEMENTAL INFORMATION

COWETA COUNTY, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED WITH SPECIAL PURPOSE LOCAL OPTION SALES TAX
Year Ended September 30, 2013

PROJECT	ORIGINAL ESTIMATED COSTS	CURRENT ESTIMATED COSTS	EXPENDITURES PRIOR YEARS	EXPENDITURES CURRENT YEAR
Special Local Option Sales Tax V - January 1, 2002				
Court complex	$ 35,000,000	$ 35,000,000	$ 33,062,124	$ 895,843
Recreation	5,000,000	5,000,000	4,918,035	-
Library	8,000,000	8,000,000	9,703,758	43,074
Public safety buildings and equipment	9,000,000	9,000,000	9,303,297	(33,073)
Roads and bridges	20,405,300	20,405,300	8,578,781	169,961
Intergovernmental				
Newnan	31,140,000	31,140,000	12,254,055	-
Senoia	3,120,000	3,120,000	1,392,061	-
Grantville	2,868,000	2,868,000	1,156,784	-
Moreland	506,000	506,000	357,820	-
Palmetto	422,000	422,000	318,605	-
Sharpsburg	375,000	375,000	220,570	-
Turin	310,000	310,000	186,261	-
Haralson	203,000	203,000	137,246	-
Total Intergovernmental	38,944,000	38,944,000	16,023,402	-
	$ 116,349,300	$ 116,349,300	$ 81,589,397	$ 1,075,805
Special Local Option Sales Tax VI - January 1, 2007				
Court complex	$ 10,000,000	$ 8,000,000	$ 7,967,622	$ -
Recreation	9,000,000	9,000,000	8,840,629	264,747
Public safety buildings and equipment	6,500,000	6,500,000	4,222,912	1,009,148
Historic courthouse rehabilitation	7,500,000	7,500,000	7,388,976	17,319
Roads and bridges	53,582,690	53,582,690	34,789,691	8,527,639
Geographic information system	750,000	750,000	718,732	31,000
Record retention center	1,250,000	1,250,000	1,479,712	-
Intergovernmental				
Newnan	31,990,393	31,990,393	21,936,622	1,232,833
Senoia	3,634,110	3,634,110	2,492,001	140,050
Grantville	3,019,894	3,019,894	2,070,818	116,379
Moreland	934,119	934,119	640,549	35,999
Palmetto	831,751	831,751	570,353	32,054
Sharpsburg	575,827	575,827	394,859	22,191
Turin	486,253	486,253	333,436	18,739
Haralson	358,292	358,292	245,690	13,808
Total Intergovernmental	41,830,640	41,830,640	28,684,328	1,612,052
	$ 130,413,330	$ 128,413,330	$ 94,092,603	$ 11,461,905

COWETA COUNTY, GEORGIA
SCHEDULE OF PROJECTS CONSTRUCTED WITH SPECIAL PURPOSE LOCAL OPTION SALES TAX
Year Ended September 30, 2013

PROJECT	ORIGINAL ESTIMATED COSTS	CURRENT ESTIMATED COSTS	AMOUNT EXPENDED PRIOR YEARS	AMOUNT EXPENDED TOTAL
Special Local Option Sales Tax VII -January 1, 2013				
Transportation projects	$ 66,906,000	$ 66,906,000	$ -	$ -
Recreation projects	6,250,000	6,250,000	-	-
Sheriff projects	4,000,000	4,000,000	311,990	583,695
Fire projects	3,500,000	3,500,000	-	10,419
Emergency Management projects	400,000	400,000	-	51,463
Intergovernmental				-
Newnan	31,140,000	31,140,000	-	3,701,867
Senoia	3,120,000	3,120,000	-	378,104
Grantville	2,868,000	2,868,000	-	328,014
Moreland	506,000	506,000	-	46,109
Palmetto	422,000	422,000	-	46,167
Sharpsburg	375,000	375,000	-	46,167
Turin	310,000	310,000	-	46,167
Haralson	203,000	203,000	-	24,065
Total Intergovernmental	38,944,000	38,944,000	-	4,616,658
	$ 120,000,000	$ 120,000,000	$ 311,990	$ 5,262,236
Total				**$ 17,799,946**

Reconciliation to the Financial Statements (page 5) :

SPLOST expenditures included above	$ 17,799,946
Payments for debt service - principal since expenditures of debt proceeds were previously reported as SPLOST expenditures	10,575,000
Expenditures paid from contributions from developers	74,774
Expenditures paid from other governments	995,956
Total expenditures reported in the financial statements	$ 29,445,676

COWETA COUNTY

STATISTICAL SECTION

STATISTICAL SECTION

This part of the county's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents	**Table**
Financial Trends	
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	
Net Position by Component	1
Changes in Net Position	2
Fund Balances of Governmental Funds	3
Changes in Fund Balances of Governmental Funds	4
General Governmental Tax Revenues by Source	5
Revenue Capacity	
These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax and another significant local revenue source, sales taxes.	
Assessed Value and Estimated Actual Value of Taxable Property	6
Property Tax Rates -Mills	7
Principal Property Taxpayers	8
Property Tax Levies and Collections	9
Taxable Sales and Sales Taxes	10
Debt Capacity	
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.	
Ratios of Outstanding Debt by Type	11
Other Long-Term Liabilities	11 A
Ratios of Net General Bonded Debt Outstanding	12
Direct and Overlapping Governmental Activities Debt	13
Legal Debt Margin Information	14
Pledged Revenue Coverage	15
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.	
Demographic and Economic Statistics	16
Principal Employers	17
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	
Full-Time Equivalent County Government Employees by Function	18
Operating Indicators by Function	19
Capital Asset Statistics by Function	20

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Note: Tables may not add and may differ from basic financial statements due to rounding.

COWETA COUNTY, GEORGIA
NET POSITION BY COMPONENT
Last Ten Fiscal Years
(accrual basis of accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
GOVERNMENTAL ACTIVITIES										
Invested in capital assets, net of related debt	$ 74,543,928	$ 93,357,021	$ 60,607,981	$ 463,362,859	$ 481,925,623	$ 498,943,890	$ 354,329,113	$ 349,607,951	$ 346,439,130	$ 344,797,658
Restricted:										
Debt Service	-	-	-	-	-	2,293,380	5,711,158	6,083,530	6,248,767	-
Capital outlay	19,135,522	14,811,165	60,496,100	52,764,940	47,798,836	25,476,936	21,481,275	21,988,508	22,808,799	22,887,943
Impact Fees	-	-	-	-	-	3,937,899	4,999,855	4,769,606	3,219,855	2,912,541
Judicial	-	-	-	-	-	335,634	445,144	494,515	445,137	413,647
Public safety	-	-	-	-	-	3,270,560	5,869,944	10,983,012	8,687,281	6,404,630
Health and welfare	-	-	-	-	-	-	-	204,201	204,479	204,588
Housing and Development	-	-	-	-	-	78,181	47,227	23,249	34,267	30,899
Unrestricted:	30,147,717	32,480,917	22,394,038	29,043,770	33,792,619	32,580,053	31,368,325	17,838,134	11,285,462	868,250
Total governmental activities net position	$ 123,827,167	$ 140,649,103	$ 143,498,119	$ 545,171,569	$ 563,517,078	$ 566,916,533	$ 424,252,041	$ 411,992,707	$ 399,373,177	$ 378,520,157
BUSINESS-TYPE ACTIVITIES										
Invested in capital assets, net of related debt	$ 1,062,639	$ 1,131,374	$ 1,062,916	$ 976,094	$ 894,741	$ 817,789	$ 754,040	$ 707,984	$ 922,679	$ 859,018
Unrestricted	(460,110)	(539,989)	(471,889)	3,561	(195,572)	(204,732)	(165,587)	20,521	(31,078)	319,139
Total business-type activities net position	$ 602,529	$ 591,385	$ 591,027	$ 979,655	$ 699,169	$ 613,057	$ 588,453	$ 728,505	$ 891,601	$ 1,178,157
PRIMARY GOVERNMENT										
Invested in capital assets, net of related debt	$ 75,606,567	$ 94,488,395	$ 61,670,897	$ 464,338,953	$ 482,820,364	$ 499,761,679	$ 355,083,153	$ 350,315,935	$ 347,361,809	$ 345,656,676
Restricted	19,135,522	14,811,165	60,496,100	52,764,940	47,798,836	35,392,590	38,554,603	44,546,621	41,648,585	32,854,248
Unrestricted	29,687,607	31,940,928	21,922,149	29,047,331	33,597,047	32,375,321	31,202,738	17,858,655	11,254,384	1,187,389
Total primary government net position	$ 124,429,696	$ 141,240,488	$ 144,089,146	$ 546,151,224	$ 564,216,247	$ 567,529,590	$ 424,840,494	$ 412,721,211	$ 400,264,778	$ 379,698,314

The County implemented retroactive infrastructure reporting in 2007.
Certain reclassifications were made in 2009 to reflect the County's implementation of DCA Uniform Chart of Accounts.
Invested in capital assets, net of related debt decreased in 2010 due to change in accounting principle.
In 2011, the County implemented GASB 54.

COWETA COUNTY, GEORGIA
CHANGES IN NET POSITION
Last Ten Fiscal Years
(accrual basis of accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
EXPENSES										
Governmental activities:										
General government	$ 14,153,525	$ 14,171,336	$ 9,775,958	$ 18,897,677	$ 20,109,435	$ 14,277,056	$ 16,291,760	$ 13,633,094	$ 14,490,922	$ 19,273,962
Judicial	4,548,966	4,689,408	6,304,056	6,661,454	6,797,699	6,624,593	6,703,127	8,396,403	8,485,683	9,327,945
Public safety	24,042,859	25,467,672	21,129,935	30,671,300	33,903,877	38,001,981	40,589,613	45,166,786	45,673,376	47,743,116
Public works	6,040,763	6,622,195	5,922,327	22,326,365	18,964,665	24,678,660	34,839,493	31,883,119	33,804,025	35,444,836
Health and welfare	565,386	-	-	-	-	415,565	389,415	375,839	356,609	369,813
Culture and recreation	2,220,239	2,667,455	2,139,456	3,404,278	4,691,238	6,812,175	6,115,816	5,839,791	6,184,988	6,389,537
Housing and development	1,976,716	2,279,964	1,756,261	2,315,216	2,342,277	2,848,633	2,846,112	2,877,914	2,548,643	3,014,689
Interest on long-term debt	773,800	628,211	689,270	2,411,345	2,290,739	2,681,925	2,277,564	1,588,379	1,286,561	712,560
Total governmental activities expenses	54,322,254	56,526,241	47,717,263	86,687,635	89,099,930	96,340,588	110,052,900	109,761,326	112,830,807	122,276,457
Business-type activities:										
Solid Waste	1,273,651	1,287,101	1,306,877	1,207,764	1,566,437	1,217,766	1,262,522	1,253,851	1,234,234	1,048,123
Total business-type activities expenses	1,273,651	1,287,101	1,306,877	1,207,764	1,566,437	1,217,766	1,262,522	1,253,851	1,234,234	1,048,123
Total primary government expenses	$ 55,595,905	$ 57,813,342	$ 49,024,140	$ 87,895,399	$ 90,666,367	$ 97,558,354	$ 111,315,422	$ 111,015,177	$ 114,065,041	$ 123,324,581
PROGRAM REVENUES										
Governmental activities:										
Charges for services/Fees, fines and forfeitures:										
General government	$ 1,804,902	$ 3,128,274	$ 2,365,632	$ 4,113,900	$ 3,825,945	$ 2,424,061	$ 2,598,381	$ 2,833,101	$ 2,462,307	$ 3,002,561
Judicial	4,072,018	4,010,207	2,529,146	3,400,035	2,895,035	4,777,520	5,684,604	4,619,402	4,714,932	4,502,770
Public safety	4,018,431	2,511,117	2,962,578	7,733,838	7,717,545	5,820,023	7,914,120	5,371,877	5,653,080	5,306,829
Public works	578,055	1,998	-	1,390	1,057	76,315	108,983	112,375	116,861	114,127
Culture and recreation	235,139	290,263	259,650	392,216	417,601	421,106	469,493	448,156	419,434	411,053
Housing and development	888,803	-	1,079,124	1,352,430	862,644	2,258,455	3,104,793	2,393,803	2,129,603	2,190,020
Total charges for services	11,597,348	9,941,859	9,196,130	16,993,809	15,719,827	15,777,480	19,880,374	15,778,714	15,496,217	15,527,360
Operating grants and contributions	308,022	2,948,637	1,784,936	5,891,677	2,802,233	282,605	316,343	751,585	507,857	825,015
Capital grants and contributions	401,389	121,799	217,769	2,067,117	6,292,428	3,310,515	8,754,186	3,599,774	3,198,899	6,666,318
Total governmental activities program revenues	12,306,759	13,012,295	11,198,835	24,952,603	24,814,488	19,370,600	28,950,903	20,130,074	19,202,973	23,018,693
Business-type activities:										
Charges for services:										
Solid Waste	603,686	629,730	631,954	957,141	652,964	631,283	741,018	677,920	609,987	630,000
Total charges for services	603,686	629,730	631,954	957,141	652,964	631,283	741,018	677,920	609,987	630,000
Operating grants and contributions	-	-	-	-	-	-	-	170	-	61,675
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total business-type activities program revenues	603,686	629,730	631,954	957,141	652,964	631,283	741,018	678,090	609,987	691,675
Total primary government program revenues	$ 12,910,445	$ 13,642,025	$ 11,830,789	$ 25,909,744	$ 25,467,452	$ 20,001,883	$ 29,691,921	$ 20,808,164	$ 19,812,960	$ 23,710,367

In 2006 Coweta County changed its fiscal year end from December 31 to September 30. The major reason for this change was to recognize property tax revenues in the year in which they are to be used to fund operations. Information reported for 2006 represents 9 months, January through September, of financial activity.

Certain reclassifications were made in 2009 to reflect the County's implementation of DCA Uniform Chart of Accounts.

In 2011, the County implemented GASB 54.

COWETA COUNTY, GEORGIA
CHANGES IN NET POSITION
Last Ten Fiscal Years
(accrual basis of accounting)

Net (expense)/revenue	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental activities	$ (42,015,495)	$ (43,513,946)	$ (36,518,428)	$ (61,735,032)	$ (64,285,442)	$ (76,969,988)	$ (81,101,997)	$ (89,631,252)	$ (93,627,834)	$ (99,257,764)
Business-type activities	(669,965)	(394,298)	(692,923)	(250,623)	(913,473)	(586,483)	(521,504)	(575,761)	(624,247)	(356,448)
Total primary government net expense	$ (42,685,460)	$ (43,908,244)	$ (37,211,351)	$ (61,985,655)	$ (65,198,915)	$ (77,556,471)	$ (81,623,501)	$ (90,207,013)	$ (94,252,081)	$ (99,614,213)
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities:										
Taxes										
Property taxes	$ 19,667,978	$ 23,311,270	$ 4,406,043	$ 29,940,636	$ 36,730,299	$ 37,639,563	$ 41,345,425	$ 38,339,081	$ 39,266,300	$ 39,100,587
Sales taxes	26,353,634	29,934,862	28,008,825	35,315,842	36,512,462	32,079,539	32,678,871	32,919,868	35,659,932	33,177,388
Insurance premium tax	2,828,863	3,020,879	3,165,790	3,328,868	3,410,007	3,361,113	3,268,926	3,616,163	3,863,206	4,015,182
Real Estate Taxes						1,220,343	904,771	915,729	1,192,655	1,544,676
Motor vehicle and mobile home taxes	1,840,185	1,797,060	1,747,876	2,724,972	3,205,084	-	-	-	-	-
Alcoholic beverage taxes	499,275	507,736	389,969	557,414	517,965	-	-	-	-	-
Business licenses and taxes	-	-	-	-	-	-	-	-	-	-
Other taxes	279,826	318,337	207,459	358,254	257,354	1,548,499	1,504,978	1,656,239	1,595,570	1,802,689
Total taxes	51,469,761	58,890,144	37,925,962	72,225,986	80,633,171	75,849,057	79,702,971	77,447,081	81,577,663	79,640,522
Fines and forfeitures	-	-	-	-	-	-				
Unrestricted investment earnings	853,337	1,061,296	1,680,223	4,271,336	2,471,278	722,917	599,268	390,008	217,984	70,722
Grants and contributions not restricted						2,177,043	-	-	-	-
Gain/(Loss) on sale of capital assets	-	-	-	(82,163)	(426,460)	-	92,790	80,958	-	-
Miscellaneous	780,062	965,990	447,509	1,005,800	572,965	-	-	-	-	-
Transfers	(561,036)	(581,548)	(686,250)	(619,996)	(620,003)	(500,370)	(496,900)	(546,128)	(787,343)	(643,004)
Total governmental activities	52,542,124	60,335,882	39,367,444	76,800,963	82,630,951	78,248,647	79,898,129	77,371,918	81,008,304	79,068,240
Business-type activities:										
Unrestricted investment earnings	52	2,562	6,315	19,255	12,984	1	-	-	-	-
Transfers	561,036	643,665	686,250	619,996	620,003	500,370	496,900	546,128	787,343	643,004
Total business-type activities	561,088	646,227	692,565	639,251	632,987	500,371	496,900	546,128	787,343	643,004
Total primary government	$ 53,103,212	$ 60,982,109	$ 40,060,009	$ 77,440,214	$ 83,263,938	$ 78,749,018	$ 80,395,029	$ 77,918,046	$ 81,795,647	$ 79,711,244
CHANGE IN NET POSITION										
Governmental activities	$ 10,526,629	$ 16,821,936	$ 2,849,016	$ 15,065,931	$ 18,345,509	$ 1,278,659	$ (1,203,868)	$ (12,259,334)	$ (12,619,530)	$ (20,189,524)
Business-type activities	(108,877)	251,929	(358)	388,628	(280,486)	(86,112)	(24,604)	(29,633)	163,096	286,556
Total primary government	$ 10,417,752	$ 17,073,865	$ 2,848,658	$ 15,454,559	$ 18,065,023	$ 1,192,547	$ (1,228,472)	$ (12,288,967)	$ (12,456,434)	$ (19,902,968)

The County adopted GASB 34 in 2003.

In 2006 Coweta County changed its fiscal year end from December 31 to September 30. The major reason for this change was to recognize property tax revenues in the year in which they are to be used to fund operations. Information reported for 2006 represents 9 months, January through September, of financial activity.

Certain reclassifications were made in 2009 to reflect the County's implementation of DCA Uniform Chart of Accounts.

In 2011, the County implemented GASB 54.

COWETA COUNTY, GEORGIA
FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General fund										
Reserved	$ 1,365,677	$ 845,457	$ 954,085	$ 332,889	$ 323,336	$ 1,166,676	$ 1,297,861	$ -	$ -	$ -
Unreserved	21,495,061	23,726,325	15,957,243	22,295,207	27,449,964	27,139,741	28,948,367	-	-	-
Nonspendable	-	-	-	-	-	-	-	686,240	593,152	594,204
Restricted	-	-	-	-	-	-	-	1,034,015	849,669	863,502
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	29,599,355	31,262,944	30,760,652
Total general fund	$ 22,860,738	$ 24,571,782	$ 16,911,328	$ 22,628,096	$ 27,773,300	$ 28,306,417	$ 30,246,228	$ 31,319,610	$ 32,705,765	$ 32,218,358
All other governmental funds										
Reserved:	$ 19,931,858	$ 14,881,165	$ 60,496,100	$ 52,769,860	$ 47,804,735	$ 67,789,724	$ 55,531,598	$ -	$ -	$ -
Unreserved:	9,520,539	10,667,462	7,414,273	9,175,252	9,429,894	10,905,255	11,645,607	-	-	-
Nonspendable	-	-	-	-	-	-	-	592	-	-
Restricted	-	-	-	-	-	-	-	55,479,541	48,720,208	34,805,426
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	1,449,572	198,140	859,426
Unassigned	-	-	-	-	-	-	-	-	-	-
Total all other governmental funds	$ 29,452,397	$ 25,548,627	$ 67,910,373	$ 61,945,112	$ 57,234,629	$ 78,694,979	$ 67,177,205	$ 56,929,705	$ 48,918,348	$ 35,664,852

In 2011, the County implemented GASB 54.

COWETA COUNTY, GEORGIA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
REVENUES										
Taxes (see table 5)	$ 51,469,761	$ 58,890,144	$ 37,205,371	$ 72,036,162	$ 79,497,550	$ 73,910,538	$ 78,551,929	$ 79,868,533	$ 80,879,677	$ 80,572,605
Licenses and permits	2,606,168	3,048,193	3,348,519	5,332,260	4,798,996	2,487,620	3,327,392	2,653,687	2,419,606	2,617,860
Intergovernmental	3,410,479	3,070,436	1,952,088	10,083,668	5,005,935	3,471,522	2,583,775	3,656,272	3,208,820	3,481,731
Fines and forfeitures	4,387,854	4,935,188	3,923,527	5,539,953	5,271,423	5,124,732	8,302,234	4,927,381	5,178,926	4,701,274
Charges for services	1,902,258	1,958,478	1,717,171	3,672,261	3,684,467	7,909,352	7,811,194	7,966,534	7,684,970	7,911,693
Contributions and donations	-	-	-	-	-	546,896	40,829	618,854	287,099	149,101
Investment earnings	853,337	1,061,296	1,680,223	4,271,336	2,471,278	722,915	659,583	442,942	262,148	99,675
Miscellaneous	780,062	965,990	390,725	1,029,209	694,311	99,334	232,986	319,575	79,680	296,534
Total revenues	65,409,919	73,929,725	50,217,624	101,964,849	101,423,960	94,272,909	101,509,922	100,453,778	100,000,926	99,830,474
EXPENDITURES										
General government	13,807,856	13,349,820	9,201,386	17,329,931	19,186,379	11,192,714	13,532,423	11,699,075	12,744,737	12,761,787
Judicial	4,504,436	4,642,131	6,168,748	5,728,155	5,819,703	6,310,552	6,397,371	6,860,436	7,049,276	7,858,629
Public safety	22,227,677	23,928,041	19,872,695	28,923,926	32,001,313	33,800,218	36,214,981	37,246,611	38,140,728	39,567,924
Public works	5,457,884	6,083,679	5,473,894	6,372,831	7,364,242	6,892,954	8,195,307	9,620,443	9,311,998	12,315,097
Health and welfare	565,386	-	-	-	-	415,254	389,105	375,528	356,298	369,503
Culture and recreation	1,650,597	2,073,337	1,659,426	2,378,702	3,522,765	3,995,310	4,519,540	4,246,160	4,494,131	4,630,492
Housing and development	1,938,733	2,250,476	1,739,110	2,277,521	2,308,681	2,656,173	2,662,421	2,623,822	2,312,546	2,783,037
Intergovernmental	-	-	-	-	-	5,686,226	5,819,858	6,751,371	6,339,625	6,850,439
Landfill closure/post-closure cos	-	-	-	-	-	-	-	-	-	-
Capital Outlay	32,504,421	20,714,266	9,155,646	34,152,524	20,704,031	17,125,727	20,274,172	17,308,039	12,486,718	13,223,165
Principal on long-term debt	1,720,000	1,820,000	-	2,018,411	7,171,383	1,406,429	10,081,902	10,532,821	10,994,204	11,486,072
Interest on long-term debt	824,216	679,153	593,990	2,411,345	2,290,739	2,453,699	2,596,694	2,120,405	1,613,476	1,082,228
Debt issuance costs	-	-	(284,610)	-	-	245,236	-	-	-	-
Total expenditures	85,201,206	75,540,903	53,580,285	101,593,346	100,369,236	92,180,492	110,683,772	109,384,711	105,843,736	112,928,373
Excess of revenues over (under) expenditures	(19,791,287)	(1,611,178)	(3,362,661)	371,503	1,054,724	2,092,417	(9,173,850)	(8,930,933)	(5,842,810)	(13,097,899)
OTHER FINANCING SOURCES (USES)										
Sale of county property	-	-	-	-	-	-	92,790.00	302,948.05	4,950.00	-
Transfers in	3,914,330	4,413,196	1,883,105	3,664,670	3,317,349	1,797,426	117,700	5,576,412	2,498,629	2,678,283
Transfers out	(4,475,366)	(4,994,744)	(2,569,355)	(4,284,666)	(3,937,352)	(2,297,796)	(614,600)	(6,122,540)	(3,285,972)	(3,321,287)
Issuance of bond debt	-	-	35,000,000	-	-	20,000,000	-	-	-	-
Premium on bonds issued	-	-	1,589,949	-	-	472,788	-	-	-	-
Capital leases	-	-	2,729,473	-	-	-	-	-	-	-
Total other financing sources (uses)	(561,036)	(581,548)	38,633,172	(619,996)	(620,003)	19,972,418	(404,110)	(243,180)	(782,393)	(643,004)
Net change in fund balances	$ (20,352,323)	$ (2,192,726)	$ 35,270,511	$ (248,493)	$ 434,721	$ 22,064,835	$ (9,577,960)	$ (9,174,113)	$ (6,625,203)	$ (13,740,903)
Debt service as a percentage of noncapital expenditures	4.8%	4.6%	1.3%	6.6%	11.9%	5.1%	14.0%	13.7%	13.5%	12.6%

In 2006 Coweta County changed its fiscal year end from December 31 to September 30. The major reason for this change was to recognize property tax revenues in the year in which they are to be used to fund operations. Information reported for 2006 represents 9 months, January through September, of financial activity.

Certain reclassifications were made in 2009 to reflect the County's implementation of DCA Uniform Chart of Accounts.

COWETA COUNTY, GEORGIA
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	Property Taxes	Special Local Option Sales Tax (SPLOST)	Local Option Sales Tax (LOST)	Insurance Premium Tax	Alcoholic Beverage Tax	Other Taxes	Total
2004	$ 21,508,163	$ 15,649,183	$ 10,704,451	$ 2,828,863	$ 499,275	$ 279,826	$ 51,469,761
2005	25,108,330	17,529,493	12,405,369	3,020,879	507,736	318,337	58,890,144
2006	5,433,328	16,384,216	11,624,609	3,165,790	389,969	207,459	37,205,371
2007	32,544,722	20,502,871	14,812,971	3,328,868	557,414	289,316	72,036,162
2008	38,799,762	21,138,932	15,373,530	3,410,007	517,965	257,354	79,497,550
2009	35,701,043	18,571,472	13,508,068	3,361,113	522,705	2,246,137	73,910,538
2010	40,194,384	18,917,759	13,761,112	3,268,926	537,461	1,872,289	78,551,929
2011	40,760,533	19,056,800	13,863,068	3,616,163	604,709	1,967,259	79,868,533
2011	38,568,313	20,643,163	15,016,770	3,863,206	563,435	2,224,790	80,879,677
2013	$ 40,032,670	$ 19,621,463	$ 13,555,926	$ 4,015,182	$ 604,998	$ 2,742,367	$ 80,572,605

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COWETA COUNTY, GEORGIA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	Tax Year	Real Property					Personal Property				Less Exemptions:		Total Taxable Assessed Value	Total Direct Tax Rate (5)	Estimated Actual Taxable Value (3)	Assessed Value as a Percentage of Actual Value
		Residential Property	Agricultural Property (1)	Commercial & Industrial	Public Utilities	Heavy Truck Equipment	Inventory & Equipment (4)	Other (2)	Motor Vehicles	Mobile Homes	Real Property	Personal Property				
2004	2003	$ 1,762,435,669	$ 221,599,507	$ 384,031,678	$ 138,798,194	$ 55,110	$ 301,538,095	$ 4,111,599	$ 266,414,720	$ 5,234,699	$ 302,291,898	$ 86,772,062	$ 2,695,155,311	3.93	6,737,888,278	40.00%
2005	2004	1,871,758,321	241,454,378	401,310,540	148,073,804	26,400	286,058,218	6,981,233	269,328,010	5,481,696	315,547,940	75,326,445	2,839,598,215	3.91	7,098,995,538	40.00%
2006	2005	2,174,780,460	340,333,822	436,749,423	148,799,392	30,840	313,785,894	27,729,997	270,714,770	5,543,107	385,327,913	79,287,847	3,253,851,945	5.15	8,134,629,863	40.00%
2007	2006	2,526,628,826	327,651,015	467,477,951	164,235,972	2,026,054	204,297,006	28,297,433	265,919,220	5,069,265	398,047,404	98,494,878	3,495,060,460	6.15	8,737,651,150	40.00%
2008	2007	2,609,517,076	326,656,030	485,806,238	184,148,578	7,800,565	380,692,201	34,952,363	297,925,420	5,003,860	412,066,155	109,317,539	3,811,118,637	7.15	9,527,796,593	40.00%
2009	2008	2,765,063,770	328,636,090	567,264,304	183,729,501	775,647	426,620,172	33,837,587	317,301,160	4,819,100	426,123,719	143,180,851	4,058,742,761	6.98	10,146,856,903	40.00%
2010	2009	2,805,064,401	328,899,500	591,292,170	167,610,816	130,797	398,044,708	32,305,242	330,438,270	4,696,928	438,160,213	128,658,313	4,091,664,306	6.93	10,229,160,765	40.00%
2011	2010	2,782,945,561	327,135,364	612,323,301	176,953,054	32,018	377,198,719	35,419,070	291,314,490	4,591,389	443,320,809	132,435,047	4,032,157,110	6.86	10,080,392,775	40.00%
2012	2011	2,644,556,923	319,671,661	598,219,553	179,878,044	67,924	404,114,834	10,086,025	293,449,740	4,490,151	443,223,354	160,617,674	3,850,693,827	6.80	9,626,734,568	40.00%
2013	2012	$ 2,508,562,752	$ 311,131,980	$ 589,102,290	$ 179,671,020	$ -	$ 412,525,304	$ 8,702,979	$ 310,009,570	$ 4,327,087	$ 437,342,726	$ 166,107,402	$ 3,720,582,854	6.80	$ 9,301,457,135	40.00%

Source: Coweta County Tax Commissioner

(1) Includes conservation use property and timber.
(2) Includes aircraft, boats, and miscellaneous personal property.
(3) Property that is exempt from taxation has not been included. That is typically property owned by governments and not-for-profit organizations like churches.
(4) Includes furniture and fixtures.
(5) The direct rate used is the rate for the unincorporated portion of the county.

COWETA COUNTY, GEORGIA
Property Tax Rates - Mills
Last Ten Fiscal Years
(Mills - Rate per $1,000 of taxable assessed value)

Tax Year / *Fiscal Year*	*2003* / *2004*	*2004* / *2005*	*2005* / *2006*	*2006* / *2007*	*2007* / *2008*	*2008* / *2009*	*2009* / *2010*	*2010* / *2011*	*2011* / *2012*	*2011* / *2013*
Unincorporated Districts										
County-Unincorporated	3.930	3.910	5.150	6.150	7.150	6.980	6.930	6.860	6.800	6.660
Coweta County Schools	18.610	18.590	18.590	18.590	18.590	18.590	18.590	18.590	18.590	18.590
State of Georgia	0.250	0.250	0.250	0.250	0.250	0.250	0.250	0.250	0.250	0.250
Fire District	2.500	2.500	2.500	2.500	2.500	2.490	2.500	2.500	2.500	2.500
Fire Bond District						0.470	0.470	0.390	0.460	0.460
Total Coweta County Unincorporated	**25.290**	**25.250**	**26.490**	**27.490**	**28.490**	**28.780**	**28.740**	**28.590**	**28.600**	**28.460**
Incorporated Districts										
County - Incorporated	5.130	5.120	6.310	6.740	7.760	7.660	7.660	7.790	7.790	7.790
Coweta County Schools	18.610	18.590	18.590	18.590	18.590	18.590	18.590	18.590	18.590	18.590
State of Georgia	0.250	0.250	0.250	0.250	0.250	0.250	0.250	0.250	0.250	0.250
Fire Bond District*	-	-	-	-	-	-	0.470	0.470	0.460	0.460

To calculate the Incorporated rate, add the rate for Municipality in which the property is located.

The cities of Moreland, Sharpsburg, and Turin are included in the Fire District. Residents of those cities pay the Fire District millage rate, in addition to the city millage rate.

Areas annexed by the cities of Newnan, Senoia, Grantville, and Palmetto subsequent to the formation of the Fire District are still included in the Fire District. Residents of these annexed areas pay the Fire District millage rate, in addition to the city millage rate.

The original city limits of Senoia, Grantville and Haralson, prior to the creation of the fire district, are not a part of the fire district. Under contract, these cities levy the fire district and fire bond millage r and remit to the County in exchange for fire services.

****The City of Newnan is not included in the fire bond district, thus residents do not pay the fire bond district millage rate.***

Municipalities										
City of Newnan	4.500	4.500	4.400	4.340	4.320	4.320	4.320	4.390	4.390	4.390
City of Senoia	6.010	6.000	5.900	6.110	6.110	6.110	6.110	6.110	6.110	6.110
City of Senoia Fire District	2.500	2.500	2.500	2.500	2.500	2.970	2.970	2.890	2.960	2.960
City of Grantville	2.790	2.780	2.560	2.560	4.000	3.990	4.490	4.490	4.560	4.560
City of Grantville Fire District	2.500	2.500	2.500	2.500	2.500	2.970	2.970	2.890	2.960	2.960
City of Moreland	2.160	2.150	2.070	2.070	3.750	3.750	3.750	3.750	3.750	3.750
City of Palmetto	4.500	4.500	4.500	4.500	4.500	8.500	8.500	8.450	8.450	8.450
City of Haralson	2.400	2.400	2.160	2.700	2.700	2.570	2.710	2.710	2.960	2.960
City of Haralson Fire District						2.970	2.970	2.890	2.960	2.960
City of Sharpsburg	3.000	2.990	2.800	2.800	2.800	2.800	2.800	2.800	2.800	2.800

Source: Coweta County Tax Commissioner

In 2006 Coweta County changed its fiscal year end from December 31 to September 30. The major reason for this change was to recognize property tax revenues in the year in which they are to be used to fund operations. Information reported for 2006 represents 9 months, January through September, of financial activity.

COWETA COUNTY, GEORGIA
PRINCIPAL PROPERTY TAXPAYERS
September 30, 2013

Fiscal Year	*2013*			*2004*		
Tax Year	*2012*			*2003*		
DDRTC Newnan Pavilion LLC Winpak Films Inc **Taxpayer**	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**
Georgia Power Company	$ 126,475,050	1	3.40%	$ 68,773,442	1	2.55%
Yamaha Motor MFG Corp	38,436,085	2	1.03%	46,328,860	2	1.72%
Coweta Fayette EMC	35,234,724	3	0.95%	20,429,890	5	0.76%
Kmart Express LLC	26,324,776	4	0.71%	33,142,410	3	1.23%
Georgia Transmission	16,322,888	5	0.44%	-		
Transcontinental Pipeline	13,623,281	6	0.37%	14,685,091	6	0.54%
Winpak Films Inc	12,754,449	7	0.34%	-		
DDRTC Newnan Pavilion LLC	10,996,645	8	0.30%	-		
Atlanta Gas Light	9,294,251	9	0.25%	7,940,369	9	0.29%
Fourth Quarter Properties LLC	8,455,237	10	0.23%	-		
Out-Med LLC	-		0.00%	8,521,117	10	0.32%
Eckerd Corporation	-		0.00%	20,521,084	4	0.76%
Bellsouth Telecommunications	-		0.00%	12,194,034	8	0.45%
Inland Southeast Newnan LLC	-		0.00%	12,540,877	7	0.47%
Totals	$ 297,917,386		8.01%	$ 245,077,174		9.09%

Kmart Express LLC

Rank is based on the amount of taxes billed since exemptions that reduce the assessed value can vary by entity.

Source: Coweta County Tax Commissioner, Coweta County Development Authority

COWETA COUNTY, GEORGIA
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years

Tax Year	Amount Levied on October 1	Adjustments	Adjusted Levy	Collections within the Fiscal Year of the Levy		Collection in Subsequent Years	Total Collections to Date		Uncollected Balance
				Amount	Percentage of Adjusted Levy		Amount	Percentage of Adjusted Levy	
2003	$ 9,478,390	$ (89,433)	$ 9,388,957	$ 7,860,157	83.72%	$ 1,527,110	$ 9,387,267	99.98%	$ 1,690
2004	10,039,746	(73,961)	9,965,785	9,152,383	91.84%	798,755	9,951,138	99.85%	14,647
2005	15,125,750	(12,694)	15,113,056	14,746,690	97.58%	339,211	15,085,901	99.82%	27,155
2006	19,065,448	1,144,994	20,210,442	19,711,947	97.53%	459,162	20,171,109	99.81%	39,333
2007	24,075,083	1,246,219	25,321,302	24,567,335	97.02%	700,866	25,268,201	99.79%	53,101
2008	25,248,784	1,049,261	26,298,045	25,071,029	95.33%	1,149,548	26,220,577	99.71%	77,468
2009	26,877,126	(215,882)	26,661,244	25,633,626	96.15%	942,947	26,576,573	99.68%	84,671
2010	26,719,420	(352,917)	26,366,503	25,506,158	96.74%	677,726	26,183,884	99.31%	182,619
2011	25,254,458	(165,581)	25,088,877	24,318,318	96.93%	429,961	24,748,279	98.64%	340,598
2012	$ 23,943,259	$ (67,242)	$ 23,876,017	$ 23,266,636	97.45%	$ -	$ 23,266,636	97.45%	$ 609,381

Taxes levied include real and personal property only.

Property taxes levied during the calendar year 2012 are recorded as revenues in the financial statements in 2013 since they are levied and collected in the County's fiscal year 2013 to finance that year's expenditures.

Property taxes are normally billed in the fall of each year based on assessed values as of January 1 of that year.

The County changed fiscal year ends, from December 31 to September 30, in fiscal year 2006. Fiscal year 2006 ran from January 1, 2006 to September 30, 2006, which included only nine months. As taxes are levied on October 1st and are due December 1st of each year, no taxes were levied or collected in fiscal year 2006.

COWETA COUNTY, GEORGIA
TAXABLE SALES AND SALES TAXES
Last Ten Fiscal Years

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Taxable sales	$ 989,980,000	$ 968,237,300	$ 1,273,701,800	$ 2,037,199,100	$ 2,108,093,200	$ 1,857,147,200	$ 1,891,775,900	$ 1,905,680,000	$ 2,064,316,300	$ 1,962,146,296
County direct sales tax rate (LOST)	1%	1%	1%	1%	1%	1%	1%	1%	1%	1%
County SPLOST tax rate	1%	1%	1%	1%	1%	1%	1%	1%	1%	1%
SPLOST (2)	$ 9,899,800	$ 9,682,373	$ 12,737,018	$ 20,371,991	$ 21,080,932	$ 18,571,472	$ 18,917,759	$ 19,056,800	$ 20,643,162	$ 19,621,463
Portion of taxes collected for :										
Newnan	2,347,377	2,295,454	3,019,911	5,092,998	5,270,233	4,642,868	4,729,440	4,764,200	5,160,791	5,091,770
Senoia	266,662	260,764	343,062	578,565	598,698	527,430	537,264	541,213	586,266	510,158
Grantville	221,592	216,691	285,080	480,779	497,510	438,287	446,459	449,740	487,179	468,953
Moreland	68,543	67,027	88,181	148,716	153,891	135,572	138,100	139,115	150,695	60,827
Palmetto	61,032	59,682	78,158	132,418	137,026	120,715	122,965	123,869	134,181	47,092
Sharpsburg	42,253	41,318	54,358	91,674	94,864	83,572	85,130	85,756	92,894	52,978
Turin	35,680	34,891	45,903	77,414	80,108	70,572	71,887	72,416	78,444	43,167
Haralson	26,291	25,709	33,823	57,042	59,027	52,000	52,970	53,359	57,801	25,508
Municipalities Total	$3,069,431	$3,001,536	$3,948,475	$6,659,604	$6,891,357	$6,071,016	$6,184,215	$6,229,668	$6,748,251	$6,300,453
Municipalities %	31.00%	31.00%	31.00%	32.69%	32.69%	32.69%	32.69%	32.69%	32.69%	32.11%

Source:
Rates - State Department of Revenue (DOR)
Taxable sales - These figures are unavailable. They have been estimated based on the amount of taxes received from the DOR.

Notes:
(1) The Local Option Sales Tax (LOST) is approved by the voters of the County. It is collected until repealed. Property taxes are reduced by the amount of LOST collected. The LOST may be used for any purpose. A portion of this tax is distributed directly to the cities by DOR. The portion that the cities receive is renegotiated every 10 years. First collection of Local Option Sales Tax in Coweta began on July 1, 1976.

(2) The Special Purpose Local Option Sales Tax is approved periodically by the voters of the County. It is limited to use for capital outlay projects or to repay debt specified in the resolution. It is collected for a number of years (currently 6) or until the amount specified in the resolution is collected. By agreement, a portion of the tax received by the County from DOR is earmarked for City projects. A report on the expenditures of SPLOST is included in the Comprehensive Annual Financial Report. First collection April 1, 1986. Municipalities % total share changed with the 2002 Splost and renewed with

COWETA COUNTY, GEORGIA
RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Notes Payable	Capital Leases	Contracts Payable	Notes Payable	Capital Leases			
2004	$ -	$ -	$ 16,835,000	$ -	$ -	$ -	$ 16,835,000	0.56%	$ 161
2005	-	-	15,015,000	-	-	-	15,015,000	0.47%	138
2006	35,000,000	-	17,744,473	-	-	-	52,744,473	1.53%	463
2007	35,000,000	-	15,726,062	-	-	-	50,726,062	1.33%	428
2008	35,000,000	-	8,554,679	-	-	-	43,554,679	1.11%	354
2009	55,000,000	-	7,148,250	-	-	-	62,148,250	1.53%	489
2010	46,360,000	-	5,706,348	-	-	-	52,066,348	1.25%	409
2011	37,315,000	-	4,218,528	-	-	-	41,533,528	0.97%	320
2012	28,504,978	-	2,730,697	-	-	-	31,235,675	0.71%	236
2013	$ 18,370,219	$ -	$ 1,043,252	$ -	$ -	$ -	$ 19,413,471	0.42%	$ 145

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.
The amounts above include premiums, discounts, and amounts deferred on refunding.
(1) See the Schedule of Demographic and Economic Statistics on Table 16 for personal income and population data.

COWETA COUNTY, GEORGIA
OTHER LONG-TERM LIABILITIES
Last Ten Fiscal Years

Fiscal Year	Governmental Activities Compensated Absences	Governmental Activities Landfill Closure/ Post-closure (2)	Governmental Activities Net OPEB Obligation	Business-Type Activities Compensated Absences	Business-Type Activities Landfill Closure/ Post-closure (3)	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
2004	$ 2,467,921	$ 505,740	$ -	$ 183,718	$ 453,358	$ 3,610,737	0.12%	$ 35
2005	2,779,759	466,554	-	194,379	505,474	3,946,166	0.12%	36
2006	2,966,308	436,132	-	199,494	778,013	4,379,947	0.13%	38
2007	3,561,785	393,422	-	33,735	524,414	4,513,356	0.12%	38
2008	3,872,399	322,436	-	39,594	557,329	4,791,758	0.12%	39
2009	3,004,465	284,806	4,663,000	38,819	596,724	8,587,814	0.21%	68
2010	2,014,236	702,375	9,561,000	24,101	635,009	12,936,721	0.31%	102
2011	2,111,716	634,340	16,268,526	26,252	682,529	19,723,363	0.46%	152
2012	2,213,535	579,410	23,357,382	23,787	725,661	26,899,775	0.61%	203
2013	$ 2,213,279	$ 597,600	$ 31,212,459	$ 15,192	$ 658,725	$ 34,697,254	0.75%	$ 259

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.
(1) See the Schedule of Demographic and Economic Statistics on Table 16 for personal income and population data.
(2) The closure/post-closure costs for the Ishman Ballard municipal solid waste landfill are being paid by the general fund.
(3) The closure/post-closure costs for the Ishman Ballard construction and demolition landfill are being paid by the solid waste fund.

COWETA COUNTY, GEORGIA
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less: Amounts Restricted to Repaying Principal	Total	Percentage of Personal Income (2)	Percentage of Estimated Actual Taxable Value of Property (1)	Per Capita (2)
2004	$ -	$ -	$ -	0.00%	0.00%	$ -
2005	-	-	-	0.00%	0.00%	-
2006	35,000,000	-	35,000,000	1.01%	0.49%	307
2007	35,000,000	-	35,000,000	0.92%	0.43%	295
2008	35,000,000	-	35,000,000	0.89%	0.40%	285
2009	55,000,000	-	55,000,000	1.36%	0.58%	433
2010	46,360,000	-	46,360,000	1.11%	0.46%	364
2011	37,315,000	-	37,315,000	0.89%	0.36%	295
2012	28,504,978	-	28,504,978	0.67%	0.28%	221
2013	$ 18,370,219	$ -	$ 18,370,219	0.40%	0.20%	137

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.
(1) See Table 6 for property value data.
(2) See Table 16 for population data.

COWETA COUNTY, GEORGIA
Direct and Overlapping Governmental Activities Debt
As of September 30, 2013

Governmental Unit	*General Obligation Bonded Debt Outstanding*	*Percentage Applicable to Government*	*Amount Applicable to Government*
Direct:			
Coweta County General Obligation Bonds	$ 18,010,000	100.00%	$ 18,010,000
Capital Leases	1,043,252	100.00%	1,043,252
Total Direct Debt	$ 19,053,252		$ 19,053,252
Overlapping:			
Coweta County School District	$ -	100.00%	$ -
City of Newnan	159,950,749	100.00%	159,950,749
Total Overlapping Debt	$ 159,950,749		$ 159,950,749
Total	$ 279,172,481		$ 279,172,481

Source: Debt outstanding data provided by Coweta County School System, and City of Newnan.
The amounts shown do not include any premiums, discounts, or amounts deferred for refunding that may be associated with a debt issue.

Note: Overlapping governments are those that coincide, at least in part, with 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 government'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.

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

COWETA COUNTY, GEORGIA
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years

	Fiscal Year									
	2004	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**	**2011**	**2012**	**2013**
Assessed value of property	$ 3,084,219,271	$ 3,230,472,600	$ 3,718,467,705	$ 3,991,602,742	$ 4,332,502,331	$ 4,628,047,331	$ 4,658,482,832	$ 4,607,912,966	$ 4,454,534,855	$ 4,324,032,982
Debt limit (10% of total assessed value)	308,421,927	323,047,260	371,846,771	399,160,274	433,250,233	462,804,733	465,848,283	460,791,297	445,453,486	432,403,298
Amount of Debt applicable to limit:										
General obligation bonds	-	-	35,000,000	35,000,000	35,000,000	55,000,000	46,360,000	37,315,000	28,504,978	18,370,219
Less: Resources restricted to paying principal	-	-	-	-	-	-	-	-	-	-
Total net debt applicable to limit	-	-	35,000,000	35,000,000	35,000,000	55,000,000	46,360,000	38,214,739	38,214,739	18,370,219
Legal debt margin	$ 308,421,927	$ 323,047,260	$ 336,846,771	$ 364,160,274	$ 398,250,233	$ 407,804,733	$ 419,488,283	$ 422,576,558	$ 422,576,558	$ 414,033,079
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	9.41%	8.77%	8.08%	11.88%	9.95%	8.29%	8.58%	4.25%

COWETA COUNTY, GEORGIA
PLEDGED REVENUE COVERAGE
Last Ten Fiscal Years

	Sales Tax Increment Bonds [1]			
Fiscal Year	Sales Tax Collections	Debt Service Principal	Interest	Coverage
2004	$ -	$ -	$ -	-
2005	-	-	-	-
2006	-	-	-	-
2007	-	-	-	-
2008	-	-	-	-
2009	-	-	-	-
2010	18,917,759	8,275,000	1,521,521	1.93
2011	19,056,800	8,580,000	1,102,563	1.97
2012	20,643,163	8,900,000	675,844	2.16
2013	$ 19,621,463	$ 9,245,000	$ 231,125	2.07

[1] Sales tax increment bonds are backed by the sales tax revenue produced by the sales tax rate in effect when the bonds were issued

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

General obligation bonds were issued in fiscal year 2005 and the first principal payment was not due until fiscal year 2010.

COWETA COUNTY, GA
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years

Fiscal Year	Population [a]	Personal Income (amounts expressed in thousands) [b]	Per Capita Personal Income [b]	Median Age [a]	Education Level as a Percent of Population 25 yrs & Older [c] High School or Higher	Education Level as a Percent of Population 25 yrs & Older [c] College or Higher	School Enrollment [d]	Unemployment Rate [e]
2004	104,387	$ 2,994,420	$ 28,686	33.8	74.6%	N/A	19,685	4.10%
2005	108,694	3,216,361	29,591	33.9	73.6%	N/A	20,519	4.80%
2006	113,863	3,452,368	30,320	34.0	76.0%	N/A	21,352	4.10%
2007	118,452	3,799,840	32,079	34.1	82.2%	N/A	21,790	4.00%
2008	122,924	3,940,814	32,059	34.2	81.7%	N/A	22,151	7.50%
2009	127,111	4,059,038	31,933	34.2	82.0%	21.0%	22,560	9.50%
2010	127,317	4,180,810	32,838	34.2	82.3%	20.7%	22,501	9.60%
2011	129,794	4,285,750	33,020	34.5	82.6%	20.9%	23,422	9.30%
2012	132,221	4,386,887	33,178	36.7	87.2%	26.2%	22,500	8.70%
2013	134,112	$ 4,619,279	$ 34,443	37.0	87.4%	26.2%	22,563	7.10%

Data sources:
(a) United States Bureau of Census
(b) United States Department of Commerce, Bureau of Economic Analysis
(c) Georgia Department of Education and United States Census Bureau
(d) Coweta County Board of Education
(e) Georgia Department of Labor (Yearly Average Labor Force Estimates Table)

Education level: College or higher information not available for years 2001 thru 2008.
Estimates were used for certain statistics in 2013 based on historical trends.

COWETA COUNTY, GEORGIA
PRINCIPAL EMPLOYERS
Current Year

Employer		2013 Employees	2013 Rank	2013 Percentage of Total County Employment	2004 Employees	2004 Rank	2004 Percentage of Total County Employment
Coweta County School System	Education	2,985	1	4.72%	2,801	1	5.94%
Yamaha Motor Manufacturing	Manufacturing	1,450	2	2.29%	780	2	1.65%
Piedmont Newnan Hospital	Healthcare	979	3	1.55%	-		
Coweta County	Government	877	4	1.39%	616	5	1.31%
Cancer Treatment Centers of Amer	Healthcare	565	5	0.89%	-		
Newnan Walmart	Retailer	540	6	0.85%	-		
Pet Smart Distribution Center	Retail Distribution	525	7	0.83%	-		
Yokogawa Corporation	Manufacturing	400	8	0.63%	680	4	1.44%
Cargill Meat Solutions	Packaging	400	9	0.63%	303	10	0.64%
Tencate *(formerly Southern Mills)*	Textiles	333	10	0.53%	333	5	0.71%
Bon-L Manufacturing	Manufacturing	300	11	0.47%	725	3	1.54%
EGO North America, Inc	Manufacturing	300	12	0.47%	-		
K-Mart Distribution Center	Retail Distribution	264	13	0.42%	475	6	1.01%
Kason Industries	Manufacturing	250	14	0.39%	250	11	0.53%
Georgia Power - Plant Yates	Utilities	250	15	0.39%	350	9	0.74%
Winpak Films	Manufacturing	225	16	0.36%	190	12	0.40%
Bway Corp	Packaging	200	17	0.32%	-		
Sygma Network	Foodservice Distribution	166	18	0.26%	-		
Buffalo Rock	Foodservice Distribution	156	19	0.25%	-		
Excel Corporation	Packaging	-		-	400	7	0.85%
Eckerd Drug Distribution	Retail Distribution	-		-	400	8	0.85%
All other employees		52,133		82.36%	38,835		82.39%
Total Labor Force		63,298		100.00%	47,138		100.00%

County Unemployment Rate	7.10%	4.40%
Georgia Unemployment Rate	7.40%	5.20%
US Unemployment Rate	8.09%	5.60%

Source: Newnan-Coweta Chamber of Commerce, Georgia Department of Labor, Coweta Development Authority
2003 ACCG Certificate of Participation

COWETA COUNTY, GEORGIA
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION
Last Ten Fiscal Years

	Full-time Equivalent Employees as of September 30									
Function	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**	**2011**	**2012**	**2013**
General government	83	86	92	92	98	94	105	100	90	95
Public safety										
Sheriff										
Officers	111	112	134	140	141	149	146	158	162	159
Civilians	60	65	63	64	70	68	71	71	73	77
Fire										
Firefighters	95	102	112	116	114	121	142	138	136	138
Civilians	2	2	2	2	2	2	2	1	1	1
Other Public Safety	26	31	29	35	33	37	38	40	48	49
Court system	62	59	61	68	70	68	67	68	60	59
Prison	37	44	45	46	47	47	49	49	49	48
Animal Control	6	7	7	7	7	7	7	6	7	8
Public works	53	59	61	70	73	69	68	55	55	57
Recreation and culture	10	13	13	17	36	38	41	45	50	33
Housing and development	24	23	24	26	26	25	25	26	38	35
Solid Waste	7	8	8	7	7	7	7	7	6	5
Total	576	611	651	690	724	732	768	764	775	764

Source: Coweta County Finance Department

Notes: A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave). Full-time-equivalent employment is calculated by dividing average labor hours by 2,080.

COWETA COUNTY, GEORGIA
OPERATING INDICATORS BY FUNCTION
Last Ten Fiscal Years

Function	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Police										
Physical arrests	5,647	5,816	6,423	6,019	5,742	5,979	6,316	6,771	6,470	6,596
Traffic violations	N/A	N/A	N/A	N/A	7,433	9,184	7,510	7,587	6,868	10,254
Fire										
Number of calls answered	6,600	6,884	7,453	8,047	8,175	7,529	8,193	8,996	9,088	9,204
Inspections	3	81	122	69	42	253	941	853	867	750
Pre-fire plan inspections	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	678	1,293
Highways and streets										
Street resurfacing (miles)	31	37	46	19	15	23	22	14	31	32
Potholes repaired	N/A	N/A	N/A	N/A	25	72	325	133	91	157
Sanitation										
Refuse collected (tons/day)	14,686	13,095	13,750	11,762	N/A	N/A	17,934	7,469	6,786	26
Recyclables collected (tons/day)	N/A	609	611	492	289	348	365	328	416	3.500
Building										
Inspections Performed	N/A	N/A	N/A	26,139	15,526	10,686	11,949	9,146	9,712	14,308
Permits Issued	4,166	4,422	4,693	3,868	2,393	3,879	3,907	3,120	3,110	3,354
Culture and recreation										
Athletic field permits issued	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Community center admissions	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Sources: Various County departments.

Traffic violation information not available prior to 2008.
Street resurfacing information not available prior to 2004.
New software for tracking fire safety inspections was implemented in 2010.
Potholes repaired information not available prior to 2008. New software for tracking pothole workorders implemented in 2010.
Refuse collected information not available prior to 2002 or after 2007.
Recyclables collected information not available prior to 2005.
Building inspection information not available prior to 2007.
The County Recreation Department does not issue permits for the use of recreational facilities.
Community center admissions information not available.

COWETA COUNTY, GEORGIA
CAPITAL ASSET STATISTICS BY FUNCTION
Last Ten Fiscal Years

Function	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Public safety										
Sheriff headquarters &/or precincts	1	1	1	1	1	2	3	3	3	3
Patrol Units	97	117	128	131	154	155	175	193	207	174
Fire Stations	14	14	14	14	14	14	15	17	17	15
Fire trucks	16	16	16	16	16	16	24	27	28	28
Solid Waste										
Compactor Sites	12	12	12	12	12	12	12	12	12	12
Transfer Station	1	1	1	1	1	1	1	1	1	1
C&D (inert) Landfill	1	1	1	1	1	1	1	1	1	1
Highways and streets										
Streets (miles) *	N/A	N/A	913	913	917	917	922	922	935	940
Streetlights	N/A	N/A	N/A	N/A	N/A	548	548	548	548	548
Traffic signals	N/A	N/A	N/A	N/A	N/A	4	4	4	4	4
Culture and recreation										
Parks acreage	234	234	234	234	234	234	234	234	234	234
Parks	5	5	5	5	5	5	5	5	5	5
Tennis courts	12	12	12	12	12	12	12	12	12	12
Community centers	4	4	4	4	6	6	6	6	6	6
Intergovernmental										
Libraries	N/A	N/A	N/A	N/A	1	4	4	4	4	4

Sources: Various County departments.

* Street miles represent County maintained roads only.
Street miles information not available prior to 2006.
Streetlights information not available prior to 2009.
Traffic signal information not available prior to 2009.
The first library constructed in unincorporated Coweta County began operations in fiscal year 2008. In fiscal year 2009, all four libraries within Coweta County consolidated financially as the Coweta Public Library System.

COWETA COUNTY

COMPLIANCE AND INTERNAL CONTROL REPORTS

COWETA COUNTY , GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For Year Ended September 30, 2013

FEDERAL GRANTOR/ PASS-THRU GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	FED GRANT/ CONTRACT NUMBER	PASS THROUGH GRANT/ CONTRACT NUMBER	PROGRAM OR AWARD AMOUNT	EXPENDITURES
U.S. DEPARTMENT OF JUSTICE					
State Criminal Alien Assistance Program (SCAAP)	16.606		2013APBX0197	$ 23,669	$ 23,669
Equitable Sharing Program	16.000	2013		7,845	-
Passed through GA Judicial Council					
Criminal Justice Coordinating Council - Drug Court	16.585	2012-SOG-AC-001	J12-8-088	187,339	129,483
Criminal Justice Coordinating Council - Drug Court			J13-8-015	154,889	38,100
Criminal Justice Coordinating Council - DUI Court			A12-8-053	53,591	51,676
Criminal Justice Coordinating Council - DUI Court			A13-8-008	21,791	13,679
				417,610	232,938
Passed through GA Judicial Council					
ARRA - Edward Byrne JAG Grant/Coweta JC Accountability	16.803	#2009-SU-B9-0003	2009-B82-8-102	428,292	30,331
ARRA - Edward Byrne JAG Grant	16.804		2009-SB-B9-0967	117,367	3,166
Total U.S. Department of Justice				**994,783**	**290,104**
U.S. DEPARTMENT OF TREASURY					
Equitable Sharing Program	21.003	2013		1,829,008	426,231
Total U.S. Department of Treasury				**1,829,008**	**426,231**
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Passed-through Three Rivers Commission					
Title III, Part C1, Congregate Meals	93.045		SFY 2013	71,033	54,188
Title III, Part C2, Congregate Meals	93.045		SFY 2013	17,711	17,897
Nutrition Services Incentive Program	93.053		SFY 2013	23,959	13,121
				112,703	85,206
Social Services Block Grant	93.667		SFY 2013	5,099	3,848
				117,802	89,054
Passed-through Three Rivers Commission					
Title III, Part C1, Congregate Meals	93.045		SFY 2014	63,095	17,472
Title III, Part C2, Congregate Meals	93.045		SFY 2014	14,778	4,017
Nutrition Services Incentive Program	93.053		SFY 2014	22,449	5,987
				100,322	27,476
Social Services Block Grant	93.667		SFY 2014	5,099	1,401
				105,421	28,876
Total U.S. Department of Health and Human Services				**223,223**	**117,930**
US DEPT OF HOUSING AND URBAN DEVELOPMENT					
Passed-through Georgia Department of Community Affairs for use by Coweta Water & Sewer	14.228		12p-y-038-1-5441	500,000	74,292
Total US Department of Housing and Urban Development				**500,000**	**74,292**
U.S. DEPARTMENT OF TRANSPORTATION					
Passed-through the Georgia Department of Transportation					
Airport Grant	20.106		AP013-9021-32(077)/T004628	237,647	158,155
				237,647	158,155
Transit Operating Assistance Grant	20.509		GA-18-4032 / T004295	34,532	23,504
Transit Operating Assistance Grant	20.509		GA-18-4032 / T004726	34,933	8,116
				69,465	31,620
Passed through Atlanta Regional Commission					
Comprehensive Transportation Plan Update	20.205		UP1214	250,000	219,660
Total U.S. Department of Transportation				**557,112**	**409,435**
FEDERAL EMERGENCY MANAGEMENT AGENCY					
Passed-through the Georgia Emergency Management Agency					
Community Emergency Response Team	97.042		EMW-2011-SS-00081-S01	9,609	9,609
Performance Partnership Agreement Award					
Supplemental Recovery & Response Project	97.042		FY 2012 EMPG	16,065	16,065
Performance Partnership Agreement Award					
Supplemental Recovery & Response Project	97.042		FY 2013 EMPG	38,195	38,195
Total Federal Emergency Management Agency				**63,869**	**63,869**
GRAND TOTAL				**$ 4,167,996**	**$ 1,381,861**

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
1. This schedule is prepared on the modified accrual basis of accounting.

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PH 770.532.9131
FX 770.536.5223
525 CANDLER STREET, NE
P.O. DRAWER 2396
GAINESVILLE, GEORGIA 30503
WWW.BATESCARTER.COM

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

March 28, 2014

Board of Commissioners
Coweta County, Georgia
Newnan, Georgia

We have audited, 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, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of COWETA COUNTY, GEORGIA as of and for the year ended September 30, 2013, and the related notes to the financial statements, which collectively comprise the COWETA COUNTY, GEORGIA's basic financial statements and have issued our report thereon dated March 28, 2014. Our report was modified to include a reference to other auditors. Other auditors audited the financial statements of the Coweta County, Georgia Health Department and the Coweta County, Georgia Water & Sewerage Authority, as described in our report on COWETA COUNTY, GEORGIA's basic financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether COWETA COUNTY, GEORGIA's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed material instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*. We noted certain matters that we reported to management of COWETA COUNTY, GEORGIA, in a separate letter dated March 28, 2014.

COWETA COUNTY, GEORGIA's Response to Findings

COWETA COUNTY, GEORGIA's response to the findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. COWETA COUNTY, GEORGIA's response was not subject to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

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PH 770.532.9131
FX 770.536.5223
525 CANDLER STREET, NE
P.O. DRAWER 2396
GAINESVILLE, GEORGIA 30503
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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

March 28, 2014

Board of Commissioners
COWETA COUNTY, GEORGIA
Newnan, Georgia

Report on Compliance for Each Major Federal Program

We have audited COWETA COUNTY, GEORGIA's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of COWETA COUNTY, GEORGIA's major federal programs for the year ended September 30, 2013. COWETA COUNTY, GEORGIA's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

COWETA COUNTY, GEORGIA's basic financial statements include the operations of the Coweta County, Georgia Health Department and the Coweta County, Georgia Water & Sewerage Authority. Any amounts of federal awards received by those component units are not included in the Schedule of Expenditures of Federal Awards during the year ended September 30, 2013. Our audit, described below, did not include the operations of Coweta County, Georgia Health Department or Coweta County, Georgia Water & Sewerage Authority because those component units engaged other auditors to perform any audit required in accordance with OMB Circular A-133.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of COWETA COUNTY, GEORGIA's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal

program occurred. An audit includes examining, on a test basis, evidence about COWETA COUNTY, GEORGIA's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on COWETA COUNTY, GEORGIA's compliance.

Opinion on Each Major Federal Program

In our opinion, COWETA COUNTY, GEORGIA, complied, in all material respects, with the types of compliance requirements referred to above that could have a material effect on each of its major federal programs for the year ended September 30, 2013.

Report on Internal Control Over Compliance

Management of COWETA COUNTY, GEORGIA, is responsible for establishing and maintaining effective internal control over compliance with requirements referred to above. In planning and performing our audit of compliance, we considered COWETA COUNTY, GEORGIA's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of COWETA COUNTY, GEORGIA's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

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PH 770.532.9131
FX 770.536.5223
525 CANDLER STREET, NE
P.O. DRAWER 2396
GAINESVILLE, GEORGIA 30503
WWW.BATESCARTER.COM

COWETA COUNTY, GEORGIA
AUDITORS' SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended September 30, 2013

I SUMMARY OF AUDITORS' RESULTS:

1. Report issued on Financial Statements – Unqualified opinion.
2. Compliance (financial statements) – No instances of noncompliance.
3. Internal Control (financial statements) – No significant deficiencies, no material weaknesses.
4. Compliance (major programs) – Unqualified opinion, no instances of noncompliance.
5. Internal control (major programs) – No material weaknesses.
6. Audit findings required to be reported under A133 Section 510(a)
    i) Significant deficiencies in internal controls over major programs – None reported
    ii) Material noncompliance related to major programs – None reported
    iii) Known questioned costs greater than $10,000 for major programs – None reported
    iv) Known questioned costs greater than $10,000 for a program not audited as major – None reported
    v) Circumstances if report on compliance is other than unqualified – N/A
    vi) Known fraud – N/A
    vii) Misrepresentation in schedule of prior audit findings – None reported
7. Major programs for the year – Equitable Sharing Program, CFDA 21.003
8. Dollar threshold used to distinguish between Type A and Type B programs – $300,000.
9. Does the auditee qualify as a low risk auditee under A133 Section 530 – Yes.

II AUDIT FINDINGS - GENERALLY ACCEPTED GOVERNMENTAL AUDITING STANDARDS

There were no findings or questioned cost relating to Generally Accepted Governmental Auditing Standards reported for the year ended September 30, 2013.

III FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

There were no findings or questioned cost relating to Federal awards reported for the year ended September 30, 2013.