

FAYETTE COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended
June 30, 2007



FAYETTE COUNTY

COMPREHENSIVE ANNUAL

FINANCIAL REPORT

For the Fiscal Year Ended

June 30, 2007

Prepared by

County Finance Office



INTRODUCTORY SECTION

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EXCELLENCE IN FINANCIAL REPORTING

LISTING OF PRINCIPAL OFFICERS

ORGANIZATIONAL CHART

Fayette County, Georgia

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Fayette County GEORGIA

Where Quality Is A Lifestyle

December 21, 2007

Honorable Jack Smith, Chairman,
Members of the Board of Commissioners
and the Citizens of Fayette County, Georgia

The Comprehensive Annual Financial Report of Fayette County, Georgia for the fiscal year ended June 30, 2007, is hereby submitted as mandated by both Local ordinances and State statutes. These ordinances and statutes require that Fayette County, Georgia issue a report on its financial position and activity on an annual basis, and this report is to be audited by an independent firm of certified public accountants. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds, account groups, and component units of Fayette County, Georgia. All disclosures necessary to enable the reader to gain an understanding of the County financial activities have been included.

The Comprehensive Annual Financial Report is presented in three sections: introductory, financial, and statistical. The introductory section includes this letter of transmittal, a list of Fayette County's principal officials, department directors and elected officials, and an organizational chart. The financial section includes the management's discussion and analysis, basic financial statements, combining and individual funds financial statements and schedules, as well as the independent auditor's report on these financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

Accounting principles generally accepted in the United States of America require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with the MD&A section.

Mailing Address: 140 Stonewall Avenue West, Fayetteville GA 30214 Main Phone: 770-460-5730 Web Site: www.fayettecountyga.gov

Reporting Entity

The financial reporting entity (Fayette County) includes all the funds of the primary government, as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable. Blended component units, although legally separate entities, are, in substance, part of the primary government's operations and included as part of the primary government. The Fayette County Public Facilities Authority (PFA) is included as a blended component unit.

Discretely presented component units are reported as a separate column in the combined financial statements to emphasize that they are legally separate from the primary government and to differentiate their financial position, results of operations and cash flows from the primary government. The Fayette County Development Authority and the Fayette County Department of Public Health are reported as discretely presented component units.

The County provides a full range of services to its estimated 104,248 citizens. Some of the services which are available to at least a portion of those residents include police and fire protection; emergency medical services; court systems; library services; the construction and maintenance of highways, streets and infrastructure; fleet maintenance; buildings and grounds maintenance; tax assessment and collection; planning and zoning; building permitting and inspections; recreational activities and cultural events; and inherent administrative support services.

The County also operates a potable water distribution system and a solid waste management system, which are shown as Enterprise Funds in this report. The Water System was established in 1965 and serves approximately 27,234 customers in the unincorporated areas of the County and through the County owned distribution systems in the City of Peachtree City and the Towns of Tyrone and Woolsey. The Water System also wholesales water to the City of Fayetteville and the Town of Brooks pursuant to wholesale water contracts, which expire in 2034 and 2024, respectively.

The Fayette County Board of Education and the Fayette County Department of Family and Children Services are not included as a part of the County's reporting entity because their operations do not meet the potential component unit inclusion criteria set forth in Governmental Accounting Standards Board Statement No. 14, The Reporting Entity. The principal reasons for their exclusion are that they have their own governing boards, prepare their own budgets, and are financially independent.

Government Structure, Local Economic Condition and Outlook

Fayette County, which was established in 1821, is a body corporate and politic organized and existing under the Constitution and the laws of the State of Georgia. Encompassing only about 199 square miles, it is one of the smaller counties in the State in terms of area. Fayette County is geographically located in the northwestern part of Georgia about 15 miles south of the city limits of Atlanta and is considered an integral part of the Metro Atlanta area.

The governing authority of Fayette County is a Board of Commissioners consisting of five elected members. The commissioners serve on a part-time basis and are elected to staggered terms of four years. While all five commissioners are elected at large, three must come from the different road districts within the County. At their first meeting each calendar year, the Commission Chairman and Vice-Chairman are selected by the Board. In their policy making capacity, the Board of Commissioners is authorized to levy taxes; direct and control all property of the County; establish, alter, or abolish roads and bridges; fill vacancies in County offices unless others are empowered to do so; examine, settle and allow claims against the County; examine and audit the accounts of all officers having the care, management, keeping, collection, or disbursement of money belonging to the County; establish the cost of licenses; and make such rules and regulations as necessary for the protection and preservation of health, safety, welfare, and morals. The Board of Commissioners appoints the County Administrator who serves as the County's chief administrative officer. The County Administrator is responsible for the daily operations of all County functions in accordance with the policies of the Board of Commissioners.

The economic condition and outlook for Fayette County remains positive. The assessment of property in the County has increased 8.7% from $4,529,266,000 in 2006 to $4,923,406,000 in 2007. The unemployment rate at June 30, 2007 was 4.0 percent compared to the State average of 4.7 percent.

Collections from sales taxes within Fayette County were strong during fiscal year 2007. The local option sales taxes were $10.7 million for 2007, a 3.4% increase over last year's collections. The special local option sales tax, effective April 1, 2004, for road infrastructure improvements totaled $17.7 million for Fayette County's 84.5% portion.

Fayette County continues to benefit economically by being an integral part of one of the top growth areas in the United States. The Metropolitan Atlanta region represents one of the nation's primary transportation and distribution centers as well as being a major financial and consumer services leader. Georgia's geographically central location for domestic distribution, excellent surface transportation system, telecommunications infrastructure and proximity to major consumer markets make the State an excellent base for air cargo operations.

The quality and quantity of services provided by the County to its residents are second to none. In Fayette County, one will find one of the highest ranked school systems in Georgia, the lowest crime rate in the Metro-Atlanta area, and an efficient County government with one of the lowest millage rates and service costs per capita in the State. Each of these quality of life factors combine to make the County an extremely attractive place in which to reside.

Accounting and Budgetary Controls

Management of Fayette County is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the County are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not

exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

The County maintains budgetary controls to ensure compliance with the legal provision of the annual appropriations budget approved by the Board of Commissioners. Statutes of the State of Georgia require the County to operate under an annual balanced budget adopted by resolution. The County Administrator is responsible for preparing the annual budget, which is then submitted to the Board of Commissioners for discussion and adoption.

Activities of the General Fund and Special Revenue Funds are included in the annual appropriations budget. Cash flow budgets are prepared and adopted for both of the Enterprise Funds. Project length financial plans are approved for the construction projects that are reported in the Capital Projects Funds.

The applicable State statutes require that the County not exceed its budget at the department level. The legal level of County budget control (the level at which expenditures may not exceed appropriations) for each legally adopted annual operating budget is at the department level. Administrative budgetary control is maintained internally at an object of expenditure level within the department or function. County Department Heads can authorize the transfer of appropriations among accounts within their department's budget. The Board of Commissioners must approve all other transfers or supplemental appropriations. The County's budget procedures are more fully explained in the accompanying Notes to the Financial Statements.

The County maintains an encumbrance accounting system as another means of accomplishing budgetary control. Encumbered amounts at year-end are recorded as a reservation of fund balance and carried forward into the ensuing year's budget.

As demonstrated by the statements and schedules included in the financial section of this report, the County continues to meet its responsibility for sound financial management.

Cash Management

Cash temporarily idle during the year was invested in demand deposits, certificates of deposit, U.S. Government securities and repurchase agreements. At June 30, 2007, the County has investments in certificates of deposit, U.S. Government securities, repurchase agreements, and the Georgia Fund 1 State Investment Pool. The County earned interest revenue of $5,934,118 on all investments of the governmental and proprietary types for the year ended June 30, 2007.

The County's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, deposits are required to be either insured by federal depository insurance or collateralized. At June 30, 2007, all of the County's depositories provided sufficient and/or proper collateralization of the County's deposits. All other collateral on deposits was held either by the County, its agent, or a financial institution's trust department in the County's name.

Risk Management

Fayette County is self-insured for employee dental and vision coverage. Third party administrators are employed to process claims for the dental and vision programs.

The County's Human Resource Department monitors all self-funded and fully insured programs to develop programs for accident prevention and claims reduction in all County departments.

Independent Audit

State statutes require an annual audit by independent certified public accountants. The accounting firm of Cherry, Bekaert & Holland LLP was selected by Fayette County to perform the June 30, 2007 audit. This report has been prepared in accordance with those State requirements set forth. The auditors' report on the basic financial statements and the combining and individual funds statements and schedules are included in the financial section of this report.

Reporting Achievements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Fayette County for its comprehensive annual financial report for the year ended June 30, 2006. The County has received this award for each of the last fourteen years. In order to be awarded a Certificate of Achievement, Fayette County published an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

In addition, Fayette County also received the GFOA's Award for Distinguished Budget Presentation for its annual appropriated budget for fiscal year 2007.

Acknowledgments

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the entire staff of the various County departments and officials, and in particular, the staff of the Finance Department. Our sincere appreciation is extended to each individual for the contributions made in the preparation of this report.

We would also like to thank the Chairman and members of the Board of Commissioners for their interest and support in planning and conducting the financial operations of the County in a responsible and progressive manner and through whose efforts we have made substantial progress

in responding to the extraordinary demands placed upon our community. We believe that the accomplishments that have been identified in this transmittal letter and the accompanying MD&A section clearly indicate that the Board of Commissioners has effectively and efficiently planned and managed the resources that were entrusted to them by the Citizens of the County.

Respectfully submitted,

Jack Krakeel
Interim County Administrator

Mary S. Holland
Chief Financial Officer

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Fayette County
Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2006

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



President

Executive Director

FAYETTE COUNTY, GEORGIA

LISTING OF PRINCIPAL OFFICIALS

June 30, 2007

BOARD OF COMMISSIONERS
Jack R. Smith, Chairman
Herbert E. Frady, Vice Chairman
Robert Horgan
Eric Maxwell
Peter Pfeifer

ACTING COUNTY ADMINISTRATOR
Jack J. Krakeel

CHIEF FINANCIAL OFFICER
Mary S. Holland

COUNTY PURCHASING AGENT
Tim Jones

COUNTY ATTORNEY
McNally, Fox & Grant, P.C.

TAX COMMISSIONER
George Wingo

SHERIFF
Randall Johnson

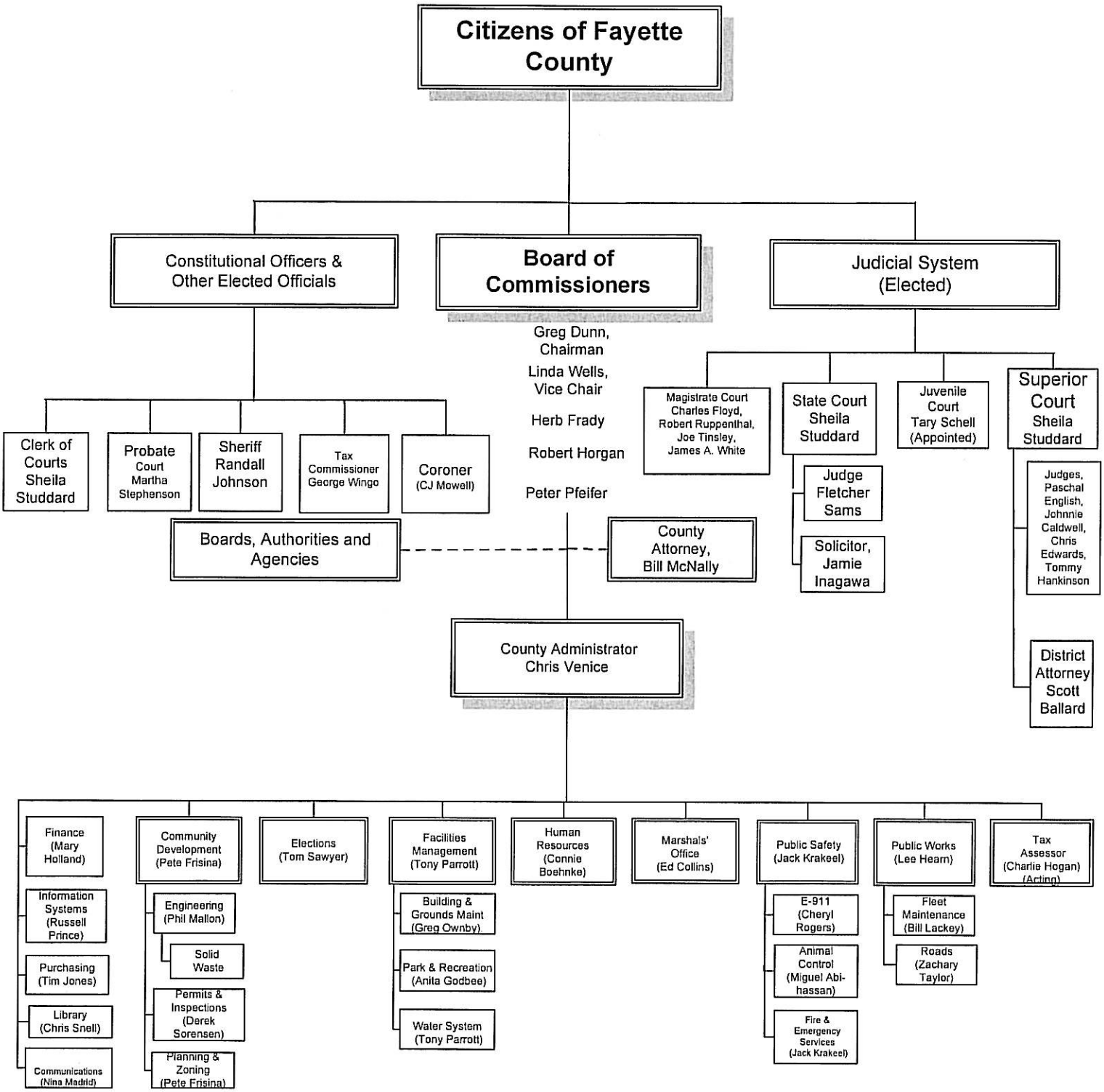
MAGISTRATE COURT JUDGE
Charles R. Floyd, Jr., Chief Magistrate

PROBATE COURT JUDGE
Martha Stephenson

CLERK OF SUPERIOR COURT
Sheila Studdard

AUDITORS
Cherry, Bekaert & Holland, L.L.P.

Fayette County, Georgia
Organizational Chart



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FINANCIAL SECTION

This Section Contains the Following Subsections:

INDEPENDENT AUDITORS' REPORT

MANAGEMENT'S DISCUSSION AND ANALYSIS

BASIC FINANCIAL STATEMENTS

CHERRY BEKAERT& HOLLAND
CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

INDEPENDENT AUDITORS' REPORT

Board of Commissioners
Fayette County Georgia
Fayetteville, Georgia

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 Fayette County, Georgia (the "County") as of and for the year ended June 30, 2007, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Fayette County Department of Public Health, and the Fayette County Development Authority which represents 100 percent of the assets and 100 percent of the revenues of the aggregate discretely presently component units. Those financial statements were audited by other auditors, whose reports thereon have been furnished to us, and our opinion, insofar as it relates to amounts included for the Fayette County Department of Public Health and the Fayette County Development Authority is based solely on the reports 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 of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our 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 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 the County as of June 30, 2007, and the respective changes in financial position and the cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2007 on our consideration of the County's internal control over financial reporting and 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, not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

As discussed in the notes to the financial statements, the County adopted the retroactive provisions for infrastructure accounting prescribed by Statement 34 of the Governmental Accounting Standards Board, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, as of July 1, 2006.

The Management's Discussion and Analysis on pages 3 through 15 and the Required Supplementary Information on pages 56 through 59 are not a required part of the basic financial statements but are supplementary information required by accounting principles accepted in the United States of America. We have applied certain limited procedures, which consisted primarily of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual fund statements and schedules, internal service funds, fiduciary funds, and statistical section are presented for purposes of additional analysis and are not part of the basic financial statements. The combining and individual fund statements and schedules, internal service funds, and fiduciary funds and the schedule of projects constructed with special sales tax proceeds have been subjected to the auditing procedures applied in our audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Cherry, Bekaert & Holland, L.L.P.

Atlanta, Georgia
December 21, 2007

Fayette County, Georgia
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2007

Management's discussion and analysis provides a narrative overview and analysis of the financial activities of the Fayette County Board of Commissioners for the fiscal year ended June 30, 2007. Management encourages readers to consider the information presented here in conjunction with additional information we have included in our letter of transmittal, which can be found on pages v-x in the introductory section of this report and the Government's financial statements following.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. These basic statements consist of three sections: government-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains other information supplementary to the basic financial statements themselves.

Government-wide Financial Statements

Government-wide financial statements include a Statement of Net Assets and a Statement of Activities, and provide both long-term and short-term information about the County's overall financial status. These statements use accounting methods similar to those used by private-sector companies. Emphasis is placed on the net assets of governmental activities and business-type activities and the change in net assets. Governmental Activities are primarily supported by property taxes, sales taxes, other taxes, federal and state grants, fines, and charges for services. Business-type activities are supported by charges to the users of those activities, such as water service charges.

The Statement of Net Assets presents information on the County's assets and liabilities. Net assets, the difference between these assets and liabilities, is a useful way to measure the County's financial health. Over time, increases or decreases in net assets may serve as an indicator of whether the financial position of the County is improving or deteriorating.

The Statement of Activities presents information showing how the County's net assets changed during this current fiscal year. All of the current year's revenues and expenses are accounted for in the Statement of Activities, regardless of when cash is received or paid. Therefore, some revenues and expenses are reported here that will only result in cash flows in future years, such as uncollected taxes and earned but unused vacation leave. Additionally, this statement shows how much of the County's activities are funded by program revenue (charges for services, grants, and contributions) and how much the County's functions rely on general revenues (primarily taxes) for funding.

The government-wide financial statements include not only the County itself (called the primary government), but also legally separate entities for which the County is financially accountable (called component units). The activities of the primary government are comprised of functions of the County that are primarily financed by taxes and intergovernmental revenues. Examples include courts and law enforcement, public safety, planning and community development and general government. The County's statements include two component units for which the County is financially responsible: the Fayette County Development Authority and the Fayette County Department of Public Health. The financial information for these component units is reported separately from the financial

information presented for the primary government. Complete financial statements for each of the individual component units can be obtained from:

Fayette County Development Authority
200 Courthouse Square
Fayetteville, Georgia 30214

Fayette County Department of Public Health
140 Stonewall Avenue, West
Suite 107
Fayetteville, Georgia 30214

Fayette County Public Facilities Authority although legally separate, functions for all practical purposes as part of the County, and therefore the activities of the Authority have been included as an integral part of the primary government.

Fund Financial Statements

Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. 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. Fayette County uses fund accounting to insure and demonstrate compliance with finance-related legal requirements. All funds of Fayette County can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, this set of financial statements focuses on events that produce near-term inflows and outflows of spendable resources as well as on the balances of spendable resources available at the end of the fiscal year.

By comparing functions between the two sets of statements for governmental funds and governmental activities, readers may better understand the long-term impact of the government'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.

Fayette County maintains individual governmental funds. 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 those considered to be major funds: the General Fund, the Fire District Fund, SPLOST County-wide roads CIP, and the Criminal Justice Center Capital Project Fund. Individual data from the remaining non-major governmental funds are combined into a single, aggregate column marked "Non-Major Governmental Funds". Individual fund data for each of these non-major governmental funds is provided in the form of combining statements.

Fayette County adopts an annual appropriated budget for the General Fund and for each Special Revenue Fund. A budgetary comparison statement is provided for the General Fund, and each of the Special Revenue Funds, in order to present budgetary compliance. Project Length Budgets are adopted for each Capital Project Fund. Budgetary comparison statements are presented, in order to present budgetary compliance.

Proprietary funds - The financial statements of Fayette County include four internal service funds: the Worker's Compensation Self-Insurance Fund, the Medical Self-Insurance Fund, the Dental/Vision Self-Insurance Fund, and the Vehicle Replacement Fund. Internal service funds are a type of proprietary fund used to accumulate and allocate costs internally among various functions in the County. Also, included in the financial statements are two enterprise funds: Water System Fund and Solid Waste Fund which are types of proprietary funds. Proprietary fund

statements provide the same type of information as the government-wide financial statements, only in more detail. Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting.

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 statement because the resources of those funds are not available to support the County's own programs.

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.

Additional information about the County, which may be of interest to the reader, is found in the Statistical section of the report.

Financial Highlights

- The assets of Fayette County Governmental Activities exceeded its liabilities at June 30, 2007 by $164,790,152 (net assets). Of this amount, $94,252,175 is unrestricted net assets. Fayette County's Business-type Activities exceeded its liabilities at June 30, 2007 by $77,962,508 (net assets). Of this amount, $4,172,974 is unrestricted net assets. The Primary Government's total unrestricted net assets is $98,425,149 and may be used to meet the County's ongoing obligations to citizens and creditors.

Fayette County's Net Assets

	Government Activities		Business Type Activities		Primary Government	
	2007	2006	2007	2006	2007	2006
Current and other assets	$ 111,303,126	$98,247,155	$ 19,158,793	$ 17,513,475	$130,461,919	$115,760,630
Capital assets	123,449,125	75,936,496	108,524,319	108,346,992	231,973,444	184,283,488
Total assets	234,752,251	174,183,651	127,683,112	125,860,467	362,435,363	300,044,118
Long-term liabilities	61,958,029	58,040,606	45,180,423	47,298,941	107,138,452	105,339,547
Other liabilities	8,004,070	12,694,214	4,540,181	4,204,023	12,544,251	16,898,237
Total liabilities	69,962,099	70,734,820	49,720,604	51,502,964	119,682,703	122,237,784
Net assets:						
Invested in capital assets, net of related debt	61,331,911	11,881,854	61,128,008	58,928,256	122,459,919	70,810,110
Restricted	9,206,066	9,369,988	12,661,526	11,073,367	21,867,592	20,443,355
Unrestricted	94,252,175	82,196,989	4,172,974	4,355,880	98,425,149	86,552,869
Total net assets	$164,790,152	$103,448,831	$77,962,508	$74,357,503	$242,752,660	$177,806,334

Statement of Net Assets & Activities

As noted earlier, changes in net assets over time can be a useful indicator of a government's financial position. At the end of fiscal year ending June 30, 2007, the County's assets exceeded liabilities by $242,752,660 or $64,946,326, a 36% increase over 2006.

This increase for governmental activities can be contributed mainly to the implementation in the current year of the GASB 34 requirements for reporting infrastructure purchased or completed prior to June 30, 2002 which had a net affect of increasing capital assets by $55,574,352. In addition, the bond debt for Business-type activities was reduced by $2 million further increasing the primary government total net assets.

The following summarizes the components of the County's net assets at June 30, 2007 for the primary government.

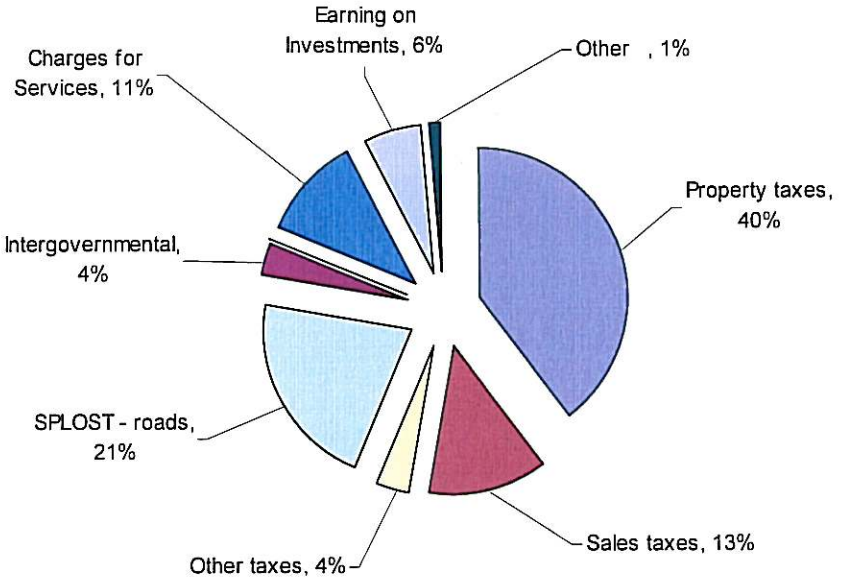
Fayette County's investment in capital assets (e.g., land, buildings, infrastructure, machinery and equipment), less any outstanding related debt used to acquire the asset and accumulated depreciation, equals 50 percent of net assets. The County uses these capital assets to provide services to citizens and, consequently, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the assets themselves are not readily available to liquidate these liabilities.

Fayette County's net assets also include restricted net assets of $21,867,592 (or 9 percent of net assets), and unrestricted net assets of $98,425,149 (or 41 percent of net assets). Restricted net assets represent resources subject to external restriction on how they may be used. Unrestricted net assets may be used to meet the County's ongoing obligations to citizens and creditors.

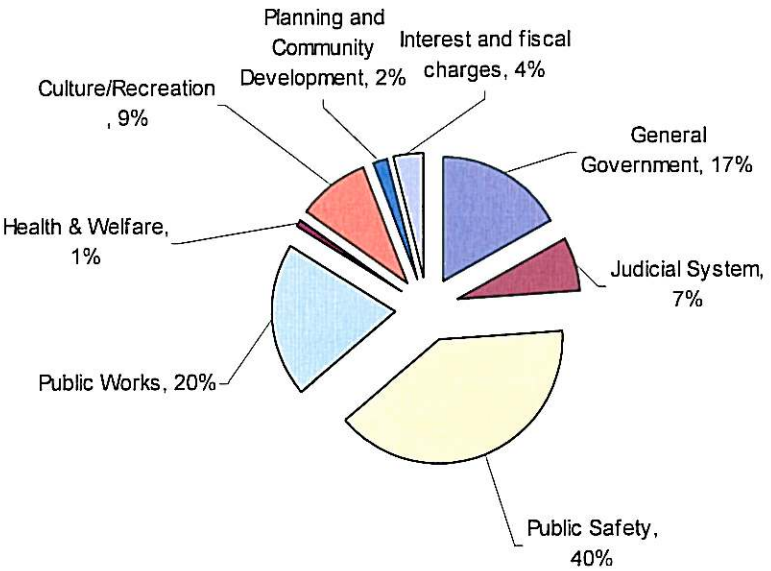
Fayette County's Statement of Activities and Changes in Net Assets

	Governmental Activities		Business-type Activities		Total Primary Government	
Revenues:	2007	2006	2007	2006	2007	2006
Program revenues						
Charges for services	$9,405,780	$9,680,580	$13,904,189	$12,572,078	$23,309,969	$22,252,658
Operating grants and contributions	5,600	808,590	-	-	5,600	808,590
Capital grants and contributions			2,708,273	2,262,050	2,708,273	2,262,050
General revenues:						
Property taxes	33,238,968	32,103,630	-	-	33,238,968	32,103,630
Sales taxes	10,654,218	10,296,451	-	-	13,690,730	10,296,451
SPLOST – roads	17,711,729	16,676,100	-	-	14,675,217	16,676,100
Other taxes	2,966,242	2,874,588	-	-	2,966,242	2,874,588
Earning on Investments	5,186,857	3,194,159	747,261	550,275	5,934,118	3,744,434
Intergovernmental	3,146,118	2,880,454	-	-	3,146,118	2,880,454
Other	1,139,941	683,916	26,836	37,351	1,166,777	721,267
Total revenues	83,455,453	79,198,468	17,386,559	15,421,754	100,842,012	94,620,222
Expenses:						
General government	13,217,872	13,589,479	-	-	13,217,872	13,589,479
Judicial	5,401,526	4,677,929	-	-	5,401,526	4,677,929
Public safety	31,310,184	29,331,567	-	-	31,310,184	29,331,567
Public works	15,643,667	5,433,833	-	-	15,643,667	5,433,833
Health and welfare	705,001	689,879	-	-	705,001	689,879
Culture and recreation	7,418,659	1,871,303	-	-	7,418,659	1,871,303
Planning and development	1,555,478	1,460,636	-	-	1,555,478	1,460,636
Interest and fiscal charges	3,043,276	3,156,175	-	-	3,043,276	3,156,175
Water System	-	-	13,036,293	12,394,341	13,036,293	12,394,341
Solid Waste	-	-	138,082	121,420	138,082	121,420
Total expenses	78,295,663	60,210,801	13,174,375	12,515,761	91,470,038	72,726,562
Excess(deficiency) before transfers	5,159,790	18,987,667	4,212,184	2,905,993	9,371,974	21,893,660
Transfers						
Transfers in	607,179	589,904	-	-	607,179	589,904
Transfers out	-	-	(607,179)	(589,904)	(607,179)	(589,904)
Total transfers	607,179	589,904	(607,179)	(589,904)	-	2,262,050
Increase (decrease) in net assets	5,766,969	19,577,571	3,605,005	2,316,089	9,371,974	21,893,660
Net assets, beginning of year	103,448,831	83,871,260	74,357,503	72,041,414	177,806,334	155,912,674
Prior period adjustment	55,574,352	-	-	-	55,574,352	-
Net assets, beginning of year, restated	159,023,183	83,871,260	74,357,503	72,041,414	233,380,686	155,912,674
Net assets, end of year	$164,790,152	$103,448,831	$77,962,508	$74,357,503	$242,752,660	$177,806,334

Governmental Activities Revenue by Source



Governmental Activities Expenses by Function



As of June 30, 2007, Fayette County's total governmental funds reported combined ending fund balances of $92,713,177, an increase of $14,472,322 in comparison with the previous fiscal year. More information on this increase can be found in the individual fund sections starting below. Approximately 94 percent or $87,444,997 is made up of unreserved fund balance that is available to meet the County's ongoing obligations to creditors. The remainder of the fund balance, $5,268,180, is reserved to indicate that it is not available for new spending because it has already been committed. The amount reserved for purchase order commitments is $521,402.

- The debt of Fayette County decreased by $1,220,000 the principal payment of the Fayette County Public Facilities Authority during the current fiscal year.

- Fayette County's capital lease debt decreased by $717,428 for fiscal year 2007.

- The maintenance and operations property tax rates of the General Fund and the Fire Fund were decreased from FY2006 to FY2007 as follows:

Fund	M&O Tax Rate FY2007	M&O Tax Rate FY2006	Decrease in Tax Rate	Percentage Decrease
General	4.888	5.191	0.303	6%
Fire	2.906	3.091	0.185	6%

Fund Financial Information

Major Governmental Funds

General Fund

The General Fund is the chief operating fund of the County. At June 30, 2007 the unreserved fund balance in the General Fund was $30,239,612, of which $30,239,612 is designated as follows: for emergencies ($2,000,000), working capital ($12,874,909), future expenditures ($3,816,509) and capital improvements ($11,548,194). As a measure of the liquidity of the General Fund, it is useful to compare both unreserved fund balance and total fund balance to total fund expenditures, unreserved fund balance represents 67 percent of total General Fund expenditures, while total fund balance represents 69 percent of that same amount.

The fund balance of the County's General Fund increased by $1,692,099 during the current fiscal year. Compared to FY2006's figure of $7.7 million, revenues were $5 million over expenditures in FY2007. This decrease in revenue over expenditures from the prior year was the result of revenues remaining constant while increasing expenditures for public safety and payment of the criminal justice center debt payment from the general fund in the current year.

Transfers offset the excess of the $5 million revenues over expenditures by transferring $3 million to capital projects and for vehicle replacement purposes, compared to $6.8 million in FY2006.

General Fund Budgetary Highlights

The leadership of Fayette County desires to provide quality governmental services at an optimum cost. In order to achieve this objective, the budgetary process provides assurance that approved budgets are fully justified.

During fiscal year 2007, the original revenue budgets of the General Fund exceeded budgetary estimates by a total of $2,740,318. Sales taxes came in $326,218 stronger than originally anticipated. Fayette County has one of the lowest sales tax rates in the surrounding area. At 6%, residents outside of the County are drawn here to Fayette to take advantage of the lower sales tax rate. In addition, investment income contributed $1,168,036 of the overage due to effective cash management.

The County has been able to lower the property tax rate in both the General Fund and the Fire Fund for the fifth consecutive fiscal year. Further, the County Departments have been provisioned with ample resources to continue delivery of first class governmental services.

Other Major Governmental Funds

The Fire District Fund has a total fund balance of $5,337,839, which represents an increase from the prior year of $456,157. Total fund balance for the Fire District Fund is 78 percent of its 2007 expenditures. In an effort to utilize the fund balance of the Fire Fund, the fund balance was budgeted to decrease $407,980 during fiscal year 2007. The decrease was planned to utilize fund balance to provide sufficient working capital, and the necessary resources for funding the planned capital outlay as outlined in the five year capital improvement program. The actual increase of $456,157 was a result of unanticipated revenues of $1.1 million from tax collections higher than anticipated and favorable expenditures of $109 thousand.

The Criminal Justice Center Capital Project Fund has a total fund balance of $7,906,584, which represents a increase from the prior year of $303,868. During fiscal year 2007, $3,644,350 in debt service expenditures were paid from the general fund rather than the criminal justice center capital project fund as in the previous year.

The SPLOST County-Wide Roads Capital Project Fund has a total fund balance of $31,977,032, which represents an increase from the prior year of $15,320,705. The primary reason for the increase is continuation of collections of a one-cent Special Purpose Local Option Sales Tax (SPLOST) for Road and Bridge purposes. The proceeds of this tax will provide an estimated $115,867,000 for construction of transportation projects within the County and improvements to the County's transportation infrastructure. The tax was effective on April 1, 2005. During fiscal 2007, S.P.L.O.S.T. proceeds totaled $14,675,217. While expenditures were only $966,255.

Non-Major Governmental Funds

Special Revenue Funds

At June 30, 2007, the fund balances for the Non-Major Special Revenue Funds totaled $4,190,858. During the fiscal year, the total fund balances for these funds increased by $130,852. The majority of this change was due to the Emergency 911 fund which netted $118,281 in funds. At June 30, 2007, fiscal 2007 expenditures of $5,096,094 for the non-major special revenue funds represented 121 percent of year-end fund balances.

Capital Projects

At June 30, 2007 the Non-Major Capital Projects funds had a combined fund balance totaling $12,173,428. This fund is used to accumulate funds necessary to construct or acquire capital assets. During the fiscal year, the total fund balances for these funds decreased by $3,431,359. The primary reason for the decrease is the result of the increased expenditures to complete construction on the Senior Citizen center and Kenwood Park.

Major Proprietary Funds

Water System

The Water System provides water services to approximately 26,935 customers in Fayette County. The analysis provides summary financial information for the Water System and should be read in conjunction with the financial statements on pages 22 –25 and the related footnotes.

Financial Highlights

- The Water System's total assets exceeded total liabilities by $76.5 million.

The following summarizes the components of the Water System's net assets at June 30, 2007 and 2006:

	2007	2006
Current & other assets	$ 5,127,137	$ 5,330,965
Restricted assets	12,661,526	11,073,367
Capital assets	108,437,896	108,245,884
Total assets	126,226,559	124,650,216
Other liabilities	4,533,030	4,195,660
Long-term liabilities	45,179,618	47,298,334
Total liabilities	49,712,648	51,493,994
Net assets:		
Invested in capital assets, net of related debt	61,041,585	58,827,755
Restricted	12,661,526	11,073,367
Unrestricted	2,810,800	3,255,100
Total net assets	$ 76,513,911	$73,156,222

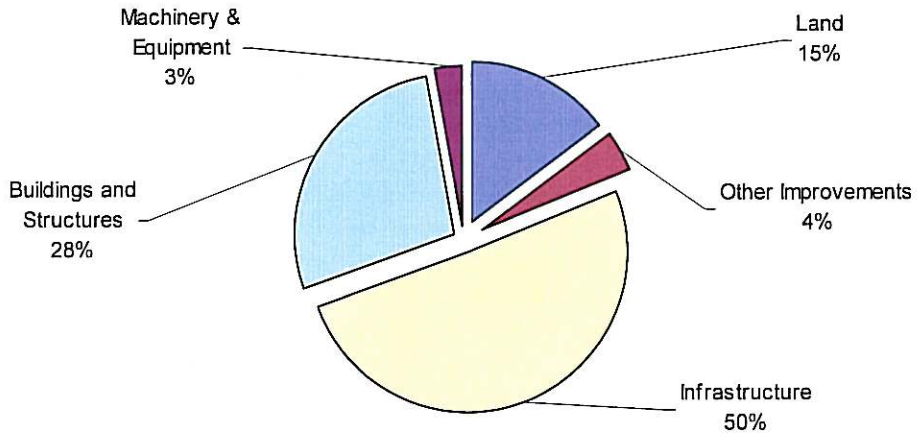
- The Water System adopted the State of Georgia's water regulations in 2004. Detailed water restrictions and information can be obtained on the County's website fayettecountyga.gov.

- Water sales revenue increased $1,105,065 or 9% over 2006 revenue.

- For fiscal year 2007, the Water System transferred from the operating account to the Renewal and Extension account $1,164,377 in compliance with revenue bond resolutions.

Fayette County Water System's investment in capital assets (e.g., land, infrastructure, buildings, machinery and equipment), less any outstanding related debt used to acquire the asset and accumulated depreciation, equals 80 percent of net assets. The Water System uses these capital assets to provide services to customers and consequently, these assets are not available for future spending.

Water System Assets



Water distribution system includes 599 miles of water line of various diameters and materials. Infrastructure additions for fiscal year 2007 totaled $3,284,996 which includes 16 miles of water lines, meters and fire hydrants. The following tabulation shows water line footage by size, including current year additions for the year ending June 30, 2007. The amount of pipe smaller than 6" is insignificant and not reported as part of the distribution system.

Pipe Size	Beginning Balance	Additions	Ending Balance
30"	37,802	-	37,802
24"	106,950	-	106,950
20"	220,203	2,600	222,803
18"	8,390	-	8,390
16"	144,912	-	144,912
12"	261,055	3,445	264,500
10"	268,291	9,016	277,307
8"	1,251,148	67,440	1,318,558
6"	781,555	490	782,045
Totals	$ 3,080,306	$ 82,991	$ 3,163,297

Fayette County Water System's net assets also include restricted assets of $12,661,526 (17 percent of net assets) and unrestricted net assets of $2,810,800 (4 percent of net assets). Restricted net assets represent resources subject to external restriction on how they may be

used. Unrestricted net assets may be used to meet the Water System's ongoing obligations to creditors.

The Water System's total net assets increased $3,357,689 or 5 percent during the fiscal year. This indicates that the revenue sources exceed the ongoing cost of the Water System.

Water System's Changes in Revenue, Expense and Change in Fund Net Assets

	2007	2006
Revenues and capital contributions		
Water sales	$13,191,189	$12,086,124
Other operating	351,800	344,541
Non-operating	729,441	552,829
Capital Contributions	2,708,273	2,262,050
Total revenues and capital contributions	16,980,703	15,245,544
Expenses and Transfers		
Operating expenses	5,879,900	5,265,764
Non-operating expenses	2,614,861	2,564,023
Transfer – Overhead	586,721	589,904
Depreciation expense	4,541,532	4,564,554
Total expenses	13,623,014	12,984,245
Increase in net assets	3,357,689	2,261,299
Net assets, beginning of year	73,156,222	70,894,923
Net assets, ending of year	$76,513,911	$73,156,222

The Water System's total revenues and capital contributions increased $1,735,159 or 11% during the fiscal year. The increase in revenues can be attributed to water sales.

The total expense increased $638,769 or 5% during the fiscal year. The small increase can be attributed to Fayette County's exercise of fiscal self-control, careful resource allocation, competitive procurement process, and a steadfast determination to maximize the use of the available resources.

Long-term debt – At the end of the current fiscal year, Fayette County Water System's total revenue bonded debt is $48,978,514, of which $41,150,000 is revenue bond debt (see page 52 in Notes to the Financial Statements) and $7,828,514 is for Georgia Environmental Facilities Authority loans (see pages 49-52 in Notes to the Financial Statements). Principal payments made in fiscal year 2007 were $2,147,370 reducing long term debt 4%.

Non-Major Proprietary Funds

Solid Waste

Fayette County closed the First Manassas Mile Road landfill in 1997. To provide Fayette County citizens with disposal services, Georgia Waste Management operates a transfer station and the County is paid host fees and leaf and limb revenue based on tonnage. At fiscal year end for 2007, Solid Waste fund's net assets equated to $1,448,597.

The Georgia Environmental Protection Division (EPD) has completed a review of the landfill financial test mechanism. Fayette County is in compliance until December 30, 2007, for the closure and post-closure care financial assurance requirements in the 2006 fiscal year.

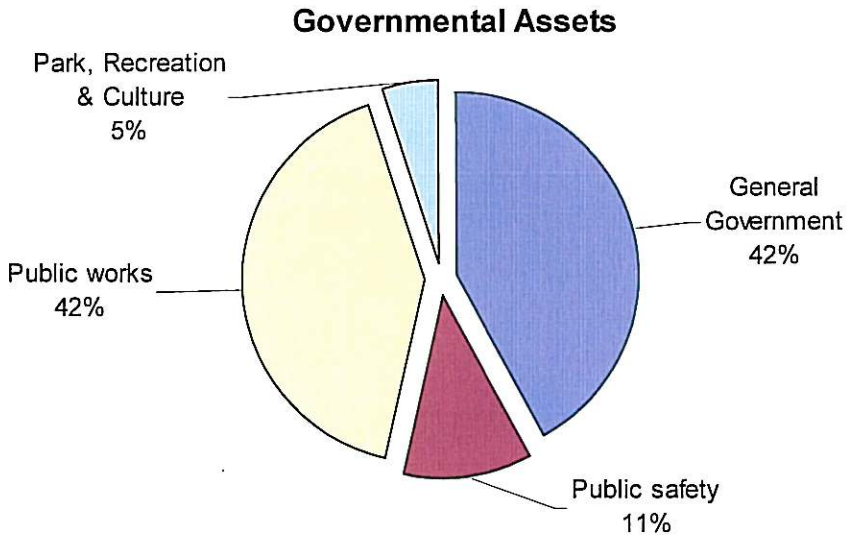
The relative financial strength ratio is 0.01 for 2007 fiscal year. The EPD requires a relative financial strength ratio equal to or less than 0.43. The County's relative financial strength ratio is exceptional.

The major goals for 2007 were; Continue to monitor the groundwater and methane to assure natural attenuation is correcting the groundwater contamination at the Southside Landfill, and Improve the yard waste operation in order to eliminate the negative change in net assets at the end of the fiscal year. The change in net assets for 2007 was $247,316, an increase of 21%.

	2007	2006
Current Assets	$1,370,130	$1,109,143
Capital Assets, net of accumulated depreciation	86,423	101,108
Total Assets	1,456,553	1,210,251
Current Liabilities	7,151	8,970
Long-term Liabilities	805	-
Total Liabilities	7,956	8,970
Net Assets:		
Invested in capital assets, net of related debt	86,423	100,501
Unrestricted	1,362,174	1,100,780
Total Net Assets	$1,448,597	$1,201,281

Capital Assets

Capital assets - Fayette County's capital assets as of June 30, 2007, totaled $231,973,444 net of accumulated depreciation. Governmental activity accounts for $123,449,125 while business type totals $108,524,319. This investment in capital assets includes land, buildings, improvements, machinery and equipment, infrastructure, and construction in progress. (see Note III B. Capital Assets on pages 43-45) During the current fiscal year, Fayette County adopted the provision of GASB 34 related to the capitalization of infrastructure assets that were purchased or completed prior to June 30, 2002. The cumulative effect of the adoption of this provision in the statement resulted in an increase in capital assets and beginning net assets of $55,574,352 in the government-wide statement of net assets.



The Government's Debt

Long-term debt – At the end of the current fiscal year, Fayette County governmental activities has total bonded debt outstanding of $ 62,117,214. This amount represents the Fayette County Public Facilities Authority Revenue Bonds of $52,035,000 issued to construct the Criminal Justice Center, the capital lease of $5,082,214 for the 841 Mhz Radio System for E-911, and the GMA lease pool certificate of participation of $5,000,000. (see pages 46-52) The Fayette County Water System's total revenue bond indebtedness is discussed beginning on page 47 of the Notes to the Statements.

Other Financial Information

On November 2, 2004, a referendum was passed by Fayette County voters to impose a 1% Special Purpose Local Options Sales Tax (SPLOST) for use for road, street and bridge purposes in Fayette County.

The tax began April 1, 2005 and will continue through March 31, 2010 or at the end of the quarter where the raising of $115,857,267 is obtained, whichever occurs first.

The tax has been subdivided into two parts with 70 percent of the available funding earmarked for County-Wide Projects and the remaining 30 percent of available funding earmarked for use of projects sponsored by a city, town, or the unincorporated portion of Fayette County (see pages 73-75).

Request for Information

This financial report is designed to provide a general overview of Fayette County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information can be obtained by accessing the County's website at finance@fayettecountyga.gov , or by contacting the Finance Department at the following address and telephone number:

Fayette County Finance Department
140 Stonewall Avenue, West Suite 101
Fayetteville, GA 30214
(770) 460-5730 extension 5413

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Where Quality Is A Lifestyle

BASIC FINANCIAL STATEMENTS

Fayette County, Georgia
Statement of Net Assets

June 30, 2007

	Primary Government		Primary Government Total	Component Unit Total
	Governmental Activities	Business-type Activities		
ASSETS				
Unrestricted cash	$ 49,483,409	$ 1,809,883	$ 51,293,292	$ 1,091,631
Restricted cash	49,056,719	5,586,082	54,642,801	411,944
Unrestricted investment	4,600,579	1,709,261	6,309,840	-
Restricted Investment	-	7,075,444	7,075,444	788,230
Taxes receivable, net	637,719		637,719	-
Other receivables	6,887,595	1,943,909	8,831,504	28,897
Inventory and prepaid expenses	404,393	633,651	1,038,044	4,874
Unamortized debt issue costs	232,712	400,563	633,275	-
Capital assets, non depreciable	9,070,983	14,964,636	24,035,619	-
Capital assets, net of accumulated depreciation	114,378,142	86,353,355	200,731,497	205,009
Construction in process	-	7,206,328	7,206,328	-
Total assets	234,752,251	127,683,112	362,435,363	2,530,585
LIABILITIES				
Accounts payable	2,777,919	1,484,489	4,262,408	1,234,204
Cash overdraft	5,231	-	5,231	-
Salaries and benefits payable	1,158,826	82,915	1,241,741	-
Unearned revenues	1,082,530	103,300	1,185,830	-
Accrued interest	323,471	562,893	886,364	-
Current compensated absences	624,481	59,622	684,103	-
Current portion of long-term obligations	2,031,612	2,246,962	4,278,574	107,604
Capital lease, net of current portion	4,330,602	-	4,330,602	-
Long term compensated absences payable	1,872,427	31,074	1,903,501	-
Certificate of participation payable	5,000,000	-	5,000,000	-
Notes payable, net of current portion	-	7,241,552	7,241,552	
Bonds payable, net of current portion	50,755,000	37,907,797	88,662,797	-
Total liabilities	69,962,099	49,720,604	119,682,703	1,341,808
NET ASSETS				
Invested in capital assets, net of related debt	61,331,911	61,128,008	122,459,919	205,009
Restricted for:				
Debt service	4,836,444	5,586,082	10,422,526	30,000
Renewal and extension		7,075,444	7,075,444	-
Capital improvements	4,369,622	-	4,369,622	-
Unrestricted	94,252,175	4,172,974	98,425,149	953,768
TOTAL NET ASSETS	$ 164,790,152	$ 77,962,508	$ 242,752,660	$ 1,188,777

The accompanying notes are an integral part of these financial statements.

Fayette County, Georgia
Statement of Activities

For the fiscal year ended June 30, 2007

Functions/Program Activities	Expenses	Program Revenues: Charges for Services and Fines	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenue and Changes in Net Assets: Primary Government: Governmental Activities	Primary Government: Business Activities	Primary Government: Total	Component Units
Primary government								
Governmental Activities:								
General Government	$ 13,217,872	$ 940,273	$ -	$ -	$ (12,277,599)	$ -	$ (12,277,599)	$ -
Judicial	5,401,526	2,362,746	-	-	(3,038,780)	-	(3,038,780)	-
Public Safety	31,310,184	5,233,571	2,783	-	(26,073,830)	-	(26,073,830)	-
Public Works	15,643,667	10,076	-	-	(15,633,591)	-	(15,633,591)	-
Health and Welfare	705,001	-	-	-	(705,001)	-	(705,001)	-
Culture/Recreation	7,418,659	186,265	2,817	-	(7,229,577)	-	(7,229,577)	-
Planning & Community Develop.	1,555,478	672,849	-	-	(882,629)	-	(882,629)	-
Interest and fiscal charges	3,043,276	-	-	-	(3,043,276)	-	(3,043,276)	-
Total governmental activities	78,295,663	9,405,780	5,600	-	(68,884,283)	-	(68,884,283)	-
Business-type activities:								
Water System	13,036,293	13,542,989	-	2,708,273	-	3,214,969	3,214,969	-
Solid Waste	138,082	361,200	-	-	-	223,118	223,118	-
Total business-type activity	13,174,375	13,904,189	-	2,708,273	-	3,438,087	3,438,087	-
Total primary government	$ 91,470,038	$ 23,309,969	$ 5,600	$ 2,708,273	(68,884,283)	3,438,087	(65,446,196)	-
Component units:								
Governmental-type	$ 1,813,817			$ -	-	-	-	(59,414)
Total component units	$ 1,813,817	$ -	$ -	$ -	-	-	-	(59,414)
General revenues								
Property taxes					33,238,968		33,238,968	-
Sales taxes					10,654,218		10,654,218	-
Other taxes					2,966,242		2,966,242	-
SPLOST					17,711,729		17,711,729	-
Intergovernmental					3,146,118		3,146,118	-
Sales of capital assets					61,996		61,996	-
Miscellaneous revenues					1,077,945	26,836	1,104,781	-
Interest					5,186,857	747,261	5,934,118	44,004
Transfers					607,179	(607,179)	-	-
Total general revenues and transfers					74,651,252	166,918	74,818,170	44,004
Change in net assets					5,766,969	3,605,005	9,371,974	(15,410)
Net assets - beginning of year					103,448,831	74,357,503	177,806,334	1,204,187
Prior period adjustment					55,574,352	-	55,574,352	-
Net assets-beginning of year, restated					159,023,183	74,357,503	233,380,686	1,204,187
Net assets - end of year					$ 164,790,152	$ 77,962,508	$ 242,752,660	$ 1,188,777

The accompanying notes are an integral part of these financial statements.

Fayette County, Georgia
Balance Sheet
Governmental Funds

June 30, 2007

	Major Governmental Funds					
	General	Fire District	SPLOST County-Wide Roads CIP	Criminal Justice Center Capital Project	Non-Major Governmental Funds	Total Governmental Funds
Assets						
Unrestricted cash	$ 29,273,728	$ 1,310,585	$ -	$ -	$ 15,480,342	$ 46,064,655
Restricted cash	-		29,659,030	7,906,584	1,685,313	39,250,927
Investments	156,549	4,444,030	-	-	-	4,600,579
Taxes receivable	536,965	99,902	-	-	852	637,719
Other receivables	3,438,906		2,897,713	-	550,976	6,887,595
Inventory	40,146		-	-	-	40,146
Prepaid items	337,010	196	-	-	27,041	364,247
Total assets	$ 33,783,304	$ 5,854,713	$ 32,556,743	$ 7,906,584	$ 17,744,524	97,845,868
Liabilities						
Accounts payable	$ 845,691	$ 7,930	$ 16,695	$ -	$ 747,105	$ 1,617,421
Cash overdraft	-	-	-	-	5,231	$ 5,231
Due to other governments	-		525,760	-	48	525,808
Salary and benefits payable	740,391	371,433	-	-	47,002	1,158,826
Compensated absences payable	597,683		-	-	26,798	624,481
Contracts payable	-		37,256	-	551,611	588,867
Deferred revenue	472,103	137,511	-	-	2,443	612,057
Total liabilities	2,655,868	516,874	579,711	-	1,380,238	5,132,691
Fund Balances						
Reserved for encumbrances	510,668	9,141	-	-	1,593	521,402
Reserved for Inventories	40,146	-	-	-	-	40,146
Reserved for prepaid assets	337,010	-	-	-	-	337,010
Reserved for future expenditures	-	-	-	-	4,369,622	4,369,622
Unreserved:						
Designated for emergencies	2,000,000	-	-	-	-	2,000,000
Designated for working capital	12,874,909	-	-	-	-	12,874,909
Designated for future expenditures	3,816,509	1,673,498	31,977,032	7,906,584	-	45,373,623
Non-major special revenues	-	-	-	-	2,193,223	2,193,223
Designated for capital improvements	11,548,194	3,655,200	-	-	-	15,203,394
Non-major capital projects	-	-	-	-	8,468,210	8,468,210
Undesignated	-	-	-	-	-	-
Non-major special revenues	-	-	-	-	1,331,638	1,331,638
Total fund balances	31,127,436	5,337,839	31,977,032	7,906,584	16,364,286	92,713,177
Total liabilities and fund balances	$ 33,783,304	$ 5,854,713	$ 32,556,743	$ 7,906,584	$ 17,744,524	$ 97,845,868

The accompanying notes are an integral part of these financial statements.

Fayette County, Georgia

Reconcilation of the Governmental Funds
Balance Sheet to the Statement of Net Assets

June 30, 2007

Total fund balances - governmental funds		$ 92,713,177
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.		118,471,747
Property taxes receivable levied for the current and prior years and not collected within sixty days of year-end are not available soon enough to pay for the current period's expenditures, and, therefore, are reported as deferred revenue in the funds.		(470,473)
An internal service fund is used to charge the costs of supplies to the individual funds. The assets and liabilities of the internal service fund are included with governmental activities.		13,389,443
Capital assets	$ 4,977,378	
Certificate of participation	(5,000,000)	
Other	13,412,065	
	13,389,443	
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabililities at year end consist of:		
Bonds payable, net of current portion	(50,755,000)	
Current portion of long term debt	(2,031,612)	
Capital Leases Payable	(4,330,602)	
Accrued Interest Payable (bonds)	(324,101)	
Compensated absences payable, net of current portion	(1,872,427)	
		(59,313,742)
Total net assets - governmental activities		$ 164,790,152

The accompanying notes are an integral part of these financial statements.

Fayette County, Georgia
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds

For the fiscal year ended June 30, 2007

	Major Governmental Funds					
	General	Fire District Fund	SPLOST County-Wide Roads CIP	Criminal Justice Center Capital Project	Non-Major Governmental Funds	Total Governmental Funds
Revenues:						
Taxes						
Property taxes	$ 26,784,842	$ 6,803,136	$ -	$ -	$ 193,425	$ 33,781,403
Sales taxes	10,654,218	-	-	-	-	10,654,218
Other taxes	2,966,242	-	-	-	-	2,966,242
Special local option sales tax	-	-	14,675,217	-	3,036,512	17,711,729
Licenses and permits	856,102	-	-	-	-	856,102
Intergovernmental	1,982,859	348,558	252,200	-	814,701	3,398,318
Charges for services	3,162,320	105,531	-	-	1,924,860	5,192,711
Fines & forfeitures	1,494,699	-	-	-	1,629,835	3,124,534
Investment income	2,068,036	219,956	1,154,543	367,880	641,827	4,452,242
Miscellaneous revenues	346,406	200,686	-	-	349,237	896,329
Contributions/Donations	5,400	200	-	-	-	5,600
Total revenues	50,321,124	7,678,067	16,081,960	367,880	8,590,397	83,039,428
Expenditures:						
Current:						
General Government	8,037,744	-	-	-	-	8,037,744
Judicial System	4,284,832	-	-	-	1,085,708	5,370,540
Public Safety	19,603,454	6,811,242	-	-	3,213,425	29,628,121
Public Works	4,569,939	-	-	-	211,522	4,781,461
Health and Welfare	705,001	-	-	-	-	705,001
Culture/Recreation	1,696,910	-	-	-	206,027	1,902,937
Planning & Community Development	1,552,728	-	-	-	-	1,552,728
Capital outlay						
General Government	-	-	-	-	1,651,316	1,651,316
Public Works	-	-	966,255	-	3,374,869	4,341,124
Public Safety	-	-	-	63,587	591,877	655,464
Other/Culture/Recreation	-	-	-	-	5,442,236	5,442,236
Debt service - principal	1,937,428	-	-	-	-	1,937,428
Debt service - interest	2,899,990	-	-	-	-	2,899,990
Paying agent fees/bonds	1,246	-	-	425	-	1,671
Total expenditures	45,289,272	6,811,242	966,255	64,012	15,776,980	68,907,761
Excess (deficiency) of revenues over (under) expenditures	5,031,852	866,825	15,115,705	303,868	(7,186,583)	14,131,667
Other financing sources (uses):						
Transfers in	1,622,645	962	205,000	-	5,044,956	6,873,563
Transfers out	(5,023,843)	(412,181)	-	-	(1,158,880)	(6,594,904)
Proceeds from sale of capital assets	61,445	551	-	-	-	61,996
Total other financing uses	(3,339,753)	(410,668)	205,000	-	3,886,076	340,655
Net change in fund balance	1,692,099	456,157	15,320,705	303,868	(3,300,507)	14,472,322
Fund balances at the beginning of year	29,435,337	4,881,682	16,656,327	7,602,716	19,664,793	78,240,855
Fund balances at end of year	$ 31,127,436	$ 5,337,839	$ 31,977,032	$ 7,906,584	$ 16,364,286	$ 92,713,177

The accompanying notes are an integral part of these financial statements.

Fayette County, Georgia
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances with the Statement of Activities

For the fiscal year ended June 30, 2007

Total net change in fund balances - governmental funds	$ 14,472,322
Amounts reported for governmental activities in the statement of activities are different because:	
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. The cost of capital assets sold is recognized as an expense in the entity wide statements but not in the fund level statements	
Depreciation expense	(10,405,049)
Capital outlays	1,172,120
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	1,220,000
Repayment of lease principal is an expenditure in the capital project funds, but the repayment reduces long-term liabilities in the statement of net assets.	717,428
The net effect of various transactions involving capital assets (i.e. sales, trade-ins and donations) is to decrease net assets	(115,139)
Property taxes levied for the current and prior years not collected within sixty days after the County's fiscal year ends, are not considered "available" revenues and are deferred in the governmental funds. Deferred tax revenues related to prior years decreased by this amount this year.	(592,988)
In the statement of activities, certain operating expenses - compensated absences (sick pay and vacations) - are measured by the amounts earned during the year In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts paid) Vacation and sick earned exceeded amounts paid by this amount.	(1,289)
The net revenue (expense) of the Internal Service Funds is reported with the Governmental activities.	(574,272)
Long-term debt charges in the statement of activities differs from the amount reported in the governmental funds because charges are recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, charges are recognized as they accrue, regardless of when it is due.	
Accrued Interest	(126,164)
Change in net assets of governmental activities	$ 5,766,969

The accompanying notes are an integral part of these financial statements.

Fayette County, Georgia
Statement of Net Assets
Proprietary Funds

June 30, 2007

ASSETS	Major Enterprise Fund Water System	Non-Major Enterprise Fund Solid Waste	Total	Governmental Activities-Internal Service Funds
Current Assets				
Unrestricted cash	$ 439,753	$ 1,370,130	$ 1,809,883	$ 3,418,754
Restricted cash	5,586,082	-	5,586,082	9,805,792
Unrestricted investment	1,709,261	-	1,709,261	-
Restricted investment	7,075,444	-	7,075,444	-
Prepaid expenses	9,934	-	9,934	-
Other receivables, net of allowance for doubtful accounts of $125,000	1,943,909	-	1,943,909	-
Inventory	623,717	-	623,717	-
Total current assets	17,388,100	1,370,130	18,758,230	13,224,546
Non-Current Assets				
Unamortized debt issue costs	400,563	-	400,563	232,712
Capital assets, net of accumulated depreciation				
Land	14,948,119	16,517	14,964,636	-
Land improvements	4,300,942	47,365	4,348,307	-
Infrastructure	50,928,177	-	50,928,177	-
Buildings	28,356,457	13,929	28,370,386	-
Machinery, equipment and vehicles	2,697,873	8,612	2,706,485	1,104,763
Construction in progress	7,206,328	-	7,206,328	3,872,615
Total capital assets	108,437,896	86,423	108,524,319	4,977,378
Total Assets	126,226,559	1,456,553	127,683,112	18,434,636
LIABILITIES				
Current Liabilities				
Accounts payable	1,115,391	5,066	1,120,457	4,114
Contracts payable	364,032	-	364,032	-
Claims payable	-	-	-	41,079
Accrued interest payable	562,893	-	562,893	
Salaries and benefits payable	81,893	1,022	82,915	-
Compensated absences	58,559	1,063	59,622	-
Unearned revenue	103,300	-	103,300	-
Current portion of long-term obligations	2,246,962	-	2,246,962	-
Total current liabilities	4,533,030	7,151	4,540,181	45,193
Long-Term Liabilities				
Compensated absences	30,269	805	31,074	-
Certificates of Participation	-	-	-	5,000,000
Notes Payable	7,241,552	-	7,241,552	-
Bonds payable	37,907,797	-	37,907,797	-
Long-Term Liabilities, net of current portion	45,179,618	805	45,180,423	5,000,000
Total Liabilities	49,712,648	7,956	49,720,604	5,045,193
NET ASSETS				
Invested in capital assets, net of related debt	61,041,585	86,423	61,128,008	4,977,378
Restricted for:				
Renewal & extension	7,075,444	-	7,075,444	-
Debt service	5,586,082	-	5,586,082	-
Unrestricted	2,810,800	1,362,174	4,172,974	8,412,065
TOTAL NET ASSETS	$ 76,513,911	$ 1,448,597	$ 77,962,508	$ 13,389,443

The accompanying notes are an integral part of these financial statements.

Fayette County, Georgia
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds

For the fiscal year ended June 30, 2007

	Major Enterprise Fund Water System	Non-Major Enterprise Fund Solid Waste	Total	Governmental Activites - Internal Service Funds
Operating revenues:				
Charges for sales and services	$ 13,191,189	$ 98,793	$ 13,289,982	$ -
Charges to other funds		-	-	232,432
Penalties	128,756	-	128,756	-
Miscellaneous	223,044	262,407	485,451	117,159
Total operating revenues	13,542,989	361,200	13,904,189	349,591
Operating expenses:				
Personal services	1,602,174	35,966	1,638,140	-
Contractual services	1,419,059	34,461	1,453,520	67,582
Other operating	68,168	22,920	91,088	838,729
Water production cost	2,724,874	-	2,724,874	-
Amortization	65,625	-	65,625	11,082
Depreciation	4,541,532	14,685	4,556,217	836,037
Closure/post closure care	-	30,050	30,050	-
Total operating expenses	10,421,432	138,082	10,559,514	1,753,430
Operating income (loss)	3,121,557	223,118	3,344,675	(1,403,839)
Non-operating activities				
Interest income	702,605	44,656	747,261	734,615
Gain on disposition of equipment	-	-	-	-
Miscellaneous	26,836	-	26,836	-
Interest expense (including amortization of bond discount)	(2,614,861)	-	(2,614,861)	(210,959) -
Loss on disposition of equipment	-	-	-	(22,609)
Total non-operating activites	(1,885,420)	44,656	(1,840,764)	501,047
Income before capital contributions and transfers	1,236,137	267,774	1,503,911	(902,792)
Capital contributions and transfers				
Capital contributions	2,708,273	-	2,708,273	-
Transfers in	-	-	-	328,520
Transfers out	(586,721)	(20,458)	(607,179)	-
Total capital contributions and transfers	2,121,552	(20,458)	2,101,094	328,520
Change in Net Assets	3,357,689	247,316	3,605,005	(574,272)
Net Assets, beginning of year	73,156,222	1,201,281	74,357,503	13,963,715
Net Assets, end of year	$ 76,513,911	$ 1,448,597	$ 77,962,508	$ 13,389,443

The accompanying notes are an integral part of these financial statements.

Fayette County, Georgia
Statement of Cash Flows
Proprietary Funds

For the fiscal year ended June 30, 2007

	Major Enterprise Fund Water	Non-Major Enterprise Fund Solid Waste	Enterprise Fund Total	Governmental Activities Internal Service Funds
Cash flows from operating activities:				
Cash received from customers	$ 13,468,985	$ 98,793	$ 13,567,778	$ 481,311
Cash received from others	-	262,407	262,407	-
Cash payments to suppliers for goods and services	(2,570,351)	(124,411)	(2,694,762)	(90,690)
Cash payments to employees for services	(2,988,121)	-	(2,988,121)	(825,022)
Net cash provided (used) by operating activities	7,910,513	236,789	8,147,302	(434,401)
Cash flows from noncapital financing activities:				
Transfers in from other funds	-	-	-	418,020
Transfers out to other funds	(586,721)	(20,458)	(607,179)	(89,500)
Net cash provided (used) by noncapital financing activities	(586,721)	(20,458)	(607,179)	328,520
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(2,973,162)		(2,973,162)	(2,260,130)
Capital contributions	927,636	-	927,636	-
Payment of Interest on Certificates of Participation	-	-	-	(210,959)
Principal paid on revenue bonds and loans	(2,147,369)	-	(2,147,369)	-
Payment of bond interest and loans	(2,474,841)	-	(2,474,841)	-
Net cash (used) by capital and related financing activities	(6,667,736)	-	(6,667,736)	(2,471,089)
Cash flows from investing activities:				
Interest on investments	702,605	44,656	747,261	734,615
Net cash provided by investing activities	702,605	44,656	747,261	734,615
Net increase in cash and cash equivalents	1,358,661	260,987	1,619,648	(1,842,355)
Cash and cash equivalents at beginning of year	13,451,879	1,109,143	14,561,022	15,066,901
Cash and cash equivalents at end of year	$ 14,810,540	$ 1,370,130	$ 16,180,670	$ 13,224,546
Classified as:				
Unrestricted cash	439,753	1,370,130	1,809,883	3,418,754
Unrestricted investments	1,709,261	-	1,709,261	-
Restricted cash	5,586,082	-	5,586,082	9,805,792
Restricted investments	7,075,444	-	7,075,444	-
	$ 14,810,540	$ 1,370,130	$ 16,180,670	$ 13,224,546

Continued on next page

The accompanying notes are an integral part of these financial statements.

Fayette County, Georgia
Statement of Cash Flows
Proprietary Funds

For the fiscal year ended June 30, 2007

	Major Enterprise Fund Water	Non-Major Enterprise Fund Solid Waste	Enterprise Fund Total	Governmental Activities Internal Service Funds
Reconciliation of operating income (loss) to cash provided (used) by operating activities:				
Operating income (loss)	$ 3,121,557	$ 223,118	$ 3,344,675	$ (1,403,839)
Adjustments to reconcile operating income to Net cash provided by operating activities:				
Depreciation expense	4,541,532	14,685	4,556,217	836,037
Amortization expense	65,625	-	65,625	11,082
Increase in accounts receivable	(139,862)	-	(139,862)	131,720
Decrease in Inventory	51,068	-	51,068	-
Increase in accounts payable	3,456	(1,040)	2,416	(25,617)
Increase in salaries and benefits payable	9,511	26	9,537	-
Decrease in prepaid items	12,061	-	12,061	-
Increase in contracts payable	254,365	-	254,365	-
Decrease in unearned revenue	(8,800)	-	(8,800)	-
Estimated claims payable	-	-	-	16,216
Total adjustments	4,788,956	13,671	4,802,627	969,438
Net cash provided (used) by operating activities	$ 7,910,513	$ 236,789	8,147,302	$ (434,401)

The accompanying notes are an integral part of these financial statements.

Fayette County, Georgia

Statement of Fiduciary Assets and Liabilities

June 30, 2007

	Totals Agency Funds
Assets	
Cash and Cash Equivalents	$ 2,391,506
Total Assets	$ 2,391,506
Liabilities	
Due to Others	$ 2,330,847
Tax Protest/Bankruptcy	60,659
Total Liabilities	$ 2,391,506

The accompanying notes are an integral part of these financial statements.

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Where Quality Is A Lifestyle

NOTES TO THE FINANCIAL STATEMENTS

Fayette County, Georgia
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2007

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NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

Fayette County, Georgia (the "County") was established in 1821 and is a body corporate and politic organized and existing under the Constitution and laws of the State of Georgia. The County operates under a Commission-Administrator form of government and provides the following services as authorized by its charter: Public Safety, Public Works, Culture, Recreation, Community Services, and other General Government Services.

The governing authority of the County is a Board of Commissioners, consisting of five part-time members, who serve for four-year staggered terms. The Board appoints the County Administrator, who serves as the County's chief administrative officer. The County Administrator is responsible for the daily operations of all County functions in accordance with the policies of the Board of Commissioners.

As required by generally accepted accounting principles, these financial statements present Fayette County, Georgia and its' component units, entities for which the government is considered to be financially accountable. The discretely presented component units are reported in a separate column in the Government-wide financial statements to emphasize that they are legally separate from the County. Each of these governmental entities also has a fiscal year ending June 30.

Blended Component Unit. Blended component units, although legally separate entities, are in substance, part of the Government's operations.

The Fayette County Public Facilities Authority is governed by a three-member board appointed by the County's Board of Commissioners. Although it is legally separate from the County Government, the Public Facilities Authority is reported in the CAFR as if it were part of the primary government because it serves as a financial conduit for debt issued to construct/maintain public buildings and related projects. This authority is reported as the Criminal Justice Center Capital Projects Fund, which is a major governmental fund. No separate financial statements are issued by the Fayette County Public Facilities Authority.

Discretely Presented Component Units. Discretely presented component units are reported in a separate column in the Government-wide financial statements to emphasize they are legally separate from the government.

The Fayette County Development Authority is responsible for promoting industrial and commercial development within Fayette County. The Board of Commissioners appoints the members of the Authority's governing board to staggered terms. The Development Authority is responsible for adopting its own annual budget and making its own operating decisions. However, Fayette County does provide substantial financial support each year and has contractually obligated itself to use its taxing power to guarantee the repayment of principal and interest on certain industrial revenue bonds issued by the Authority. The Fayette County Development Authority is presented as a governmental fund type.

The Fayette County Department of Public Health is responsible for providing environmental and physical health

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity - Continued

services to the citizens of Fayette County. The Board of Commissioners appoints the majority of the members of the Health Department's governing board. The Board of Commissioners reviews the proposed annual budget of the Health Department and makes a decision as to the County's funding contribution level for each fiscal year.

The County also provides this entity with free office space at the Stonewall Village Administrative Complex. The Fayette County Department of Public Health is presented as a governmental fund type. Complete financial statements for each of the individual component units can be obtained at the entity's administrative office. Their addresses are shown below:

Fayette County Development Authority
200 Courthouse Square
Fayetteville, Georgia 30214

Fayette County Department of Public Health
140 Stonewall Avenue, West
Suite 107
Fayetteville, Georgia 30214

B. Measurement Focus, Basis of Accounting, and Basis of Presentation

Government-wide Financial Statements

Government-wide financial statements (i.e. the statement of net assets and the statement of activities) display information about the reporting government as a whole, except for its fiduciary activities. These 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. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the 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.

The Government-wide financial statements include separate columns for the governmental and business-type activities of the primary government (including its blended component units), as well as its discretely presented component units. 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 the support. Likewise, the primary government is reported separately from the legally separate component units for which the primary government is financially accountable. Program revenues include charges for services, fines and forfeitures, and payments made by parties outside of the reporting government's citizenry if that money is restricted to a particular program. Program revenues are netted with program expenses in the Statement of Activities to present the net cost of each program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as an expenditure. Proceeds of long-term debt are recorded as liabilities in the government-

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. Measurement Focus, Basis of Accounting, and Basis of Presentation

wide financial statements rather than as an other financing source. Amounts paid to reduce long-term indebtedness of the reporting government are reported as a reduction of liability, rather than as an expenditure.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Fund Financial Statements

The underlying accounting system of the Government is organized and operated on the basis of separate funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

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

When both restricted and unrestricted resources are combined in a fund, expenses are considered to be paid first from restricted resources, and then from unrestricted resources.

Governmental Funds are used to account for the County's general government activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting.

Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period. Fayette County considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Property taxes, franchise taxes, licenses, and interest are susceptible to accrual. Sales taxes collected and held by the State of Georgia at year-end on behalf of the County are also recognized as revenue. Other receipts and taxes become measurable and available when cash is received by the County and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if susceptible to accrual criteria. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant eligibility requirements have been met.

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. Measurement Focus, Basis of Accounting, and Basis of Presentation

Fund Financial Statements - Continued

Major governmental funds include:

The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *SPLOST County Wide Roads Construction in Progress Fund* accounts for the construction of roads, streets, and bridges within the county. Financing is derived from a 1% Special Purpose Local Option Sales Tax passed by voter referendum on November 2, 2004.

The *Fire District Special Revenue Fund* accounts for fire protection within the fire district. Financing is derived principally from a special tax levy against property owners.

The *Criminal Justice Center Capital Projects Fund* accounts for the construction, including additional jail space, a jail administrative building, a three story judicial complex, parking lot and renovation of the existing Court/Sheriff annex.

Additionally, the government reports the following fund types:

The *Special Revenue Funds* account for revenue sources that are legally restricted to expenditures for specific purposes (not including expendable trusts or major capital projects).

The *Capital Projects Funds* account for the acquisition of fixed assets or construction of capital projects not being financed by proprietary fund types.

Proprietary Funds are accounted for on the flow of economic resources management focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Pursuant to the Governmental Accounting Standards Board (GASB) Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting,* the County has chosen to apply all GASB pronouncements as well as Financial Accounting Standards Board (FASB) pronouncements issued on or before November 30, 1989 to account for the proprietary funds.

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 of the County's proprietary funds are charges to customers for sales and services. Operating expenses for these funds included the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses and capital contributions.

All proprietary funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned and their expenses are recognized when the service is received and the related liability is incurred. All utility service receivables are recorded at year end.

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-CONTINUED

B. Measurement Focus, Basis of Accounting, and Basis of Presentation - Continued

Major proprietary funds include:

Water System Fund accounts for the County's water system's operations serving approximately 26,935 customers in unincorporated County and through the System owned distributions in Peachtree City, Tyrone, Woolsey, and parts of Brooks and Fayetteville.

Other proprietary funds include:

Enterprise Funds are used to account for those operations that are financed and operated in a manner similar to private business or where the Board has decided that the determination of revenues earned, costs incurred, and/or net income is necessary for management accountability. Solid Waste is the other County proprietary fund.

Internal Service Funds account for operations that provide services to other departments or agencies of the County, or to other governments, on a cost-reimbursement basis. The County uses the following Internal Service Funds: Worker's Compensation, Dental and Vision Self-Insurance Funds and Vehicle Replacement Fund.

Fiduciary Funds account for assets held by the County in a trustee capacity or as an agent on behalf of others.

Agency Funds are custodial in nature and do not present 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 Fayette County holds for others in an agency capacity. The County's combining statements of Fiduciary Funds are located on pages 84-85. Fayette County's agency funds are:

Tax Commissioner - to account for the billing, collection and remittance of taxes to the County, Board of Education, Municipal Governments, and the State of Georgia.

Sheriff - to account for the collection and remittance of fines, costs, and bond forfeitures to the County.

Juvenile Court - to account for the collections of fines and settlements and the subsequent remittance to the applicable parties.

Magistrate Court - to account for the collection of charges for court costs, filings and settlements and the subsequent remittance to the applicable parties.

Probate Court - to account for the collections of fines and settlements and the subsequent remittance to the applicable parties.

State Court - to account for the collection of charges for court costs, filings and settlements and the subsequent remittance to the applicable parties.

Superior Court - to account for the collection of charges for court costs, filings and settlements and the subsequent remittance to the applicable parties.

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-CONTINUED

B. Measurement Focus, Basis of Accounting, and Basis of Presentation - Continued

Basis of Presentation

GASB Statement 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/ expenses of either fund category or the Governmental and Enterprise combined) for the determination of major funds. The County has used GASB 34 minimum criteria for major fund determination. The non-major funds are combined in a column in the fund financial statements and detailed in the combining section of this report.

Policy for eliminating internal activity from the Statement of Activities

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and the other charges between the government's water function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Non-current Government Assets/Liabilities - GASB Statement 34 requires non-current governmental assets, such as land and buildings, and non-current governmental liabilities, such as general obligation bonds and capital leases, be reported in the governmental activities column in the government-wide statement of net assets.

C. Assets, Liabilities, Equity, and Revenues

1. Deposits and Investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, certificates of deposit, funds on deposit in the Georgia Fund 1 State Investment Pool, and other short-term investments with original maturities of three months or less from the date of acquisition. For the purpose of the Proprietary Fund Statement of Cash Flows, the County considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

The statutes of the State of Georgia authorize the County to invest in U.S. Government obligations; U.S. Government agency obligations; State of Georgia obligations; obligations of other counties, municipal corporations and political subdivisions of the State of Georgia which are rated "A" or better by Moody's Investors Service, Inc.; negotiable certificates of deposit issued by any bank or trust company organized under the laws of any state of the United States of America or any national banking association; repurchase agreements when collateralized by U.S. Government or agency obligations; and pooled investment programs sponsored by the State of Georgia for the investment of local government funds.

In accordance with the provisions of Governmental Accounting Standards Board Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools,* the County reports investments at fair value. Money market investments and those investments, which had a remaining maturity at the time of purchase of one year or less are recorded at amortized cost or cost plus accrued interest, which approximates fair value. The fair value of investments in the Georgia Fund 1 State Investment Pool is equal to cost.

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-CONTINUED

C. Assets, Liabilities, Equity, and Revenues - continued

The fair value of all other investments was calculated using quoted market prices because these prices have been determined to be the most reliable and verifiable and are the most understood by investors, creditors and other users of financial information. All investment income, changes in the fair value of investments, has been reported as revenue in the operating statements.

2. Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivable/payables" (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 between governmental activities and the business type activities are reported on the government-wide financial statements as "internal balances".

Advances between funds are offset by a fund balance reserve account in applicable governmental funds to indicate 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 for uncollectible. The allowance for uncollectible on receivable balances represent estimates based on historical collection rates and account balance aging reports.

Property taxes were levied and billed on September 1, 2006. The billings are considered due upon receipt; however, the actual due date is based on a period ending 60 days after the tax bill mailing or November 15, 2006. On November 16, 2006, the bills became delinquent, the applicable property is subject to lien, and penalties and interest may be assessed by the County. The Tax Commissioner bills and collects those property taxes levied by the County, the Fayette County Board of Education, the municipalities located within the County and the State of Georgia. Collections and remittances to the County and other governmental agencies are accounted for in an agency fund.

All property taxes levied for the current and any previous years, but not received as of June 30, 2007, are shown as property taxes receivable at that date. Any of those taxes, which are determined to be unavailable to pay liabilities of the current period, have been deferred.

A Water receivable has been recorded for services rendered but not billed at June 30, 2007, net of allowance for doubtful accounts of $125,000. The receivable was computed using the cycle billings sent to customers in July and prorating the charges based on the days applicable to the current period.

3. Inventories and Prepaid Items

Inventories in the Water System Enterprise Fund are valued at cost, which approximates market using the first-in, first-out (FIFO) method. Inventories primarily consist of pipe and fittings intended for use in construction of line extensions and to support the maintenance work on the system. In addition, other materials and supplies are maintained to service the vehicles and equipment used in system operations.

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-CONTINUED

C. Assets, Liabilities, Equity, and Revenues - Continued

Prepaid items represent payments made to vendors for which the benefits are applicable to future accounting periods. Since these assets represent financial resources that are not available for current appropriation or expenditure from the Governmental Fund types, there is a corresponding reservation of the respective fund's fund balance.

4. Restricted Assets

Certain proceeds of the Water System Enterprise Fund revenue bonds, as well as certain resources set aside for their payment are classified as restricted assets on the statement of net assets because their use is limited by applicable bond covenants. The "revenue bond construction" account is used to report those proceeds of revenue bond issuances that are restricted for use in construction. The "revenue bond sinking fund" account is used to segregate resources accumulated for debt service payments over the next twelve months. The "revenue bond debt service reserve" account is used to report resources set aside to subsidize the potential future deficiencies in the revenue bond sinking fund account. The "revenue bond renewal and extension" account is used to report resources set aside to meet unexpected contingencies or to fund asset renewals and replacements.

5. Capital Assets

Capital assets used in Governmental Fund types of the County are reported in the applicable governmental or business-type activities column in the government-wide financial statements at cost or estimated historical cost if purchased or constructed . Capital assets include property, plant and equipment. Public domain (infrastructure) assets, consist of certain improvements other than buildings such as roads, bridges and sidewalks. During the current fiscal year, Fayette County adopted the provision of GASB 34 related to the capitalization of infrastructure assets that were purchased or completed prior to June 30, 2002.

Capital assets, other than infrastructure assets, are defined by the County as assets with an initial individual cost of $5,000 or more and an estimated useful life of more than one year. Donated capital assets are recorded at estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or do not substantially exted assets' lives are not capitalized.

Major outlays for capital assets and improvements, including infrastructure assets, are capitalized as projects are constructed. Interest incurred during the construction phase of fixed assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

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

Asset Classifications	Years
Building Improvements	10
Buildings	40
Computer Equipment	5
Infrastructure	15-40
Office Equipment	5
Vehicles	7-15

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-CONTINUED

C. Assets, Liabilities, Equity, and Revenues - Continued

6. Compensated Absences

County employees are granted vacation and sick leave in varying amounts. It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits up to specified maximum number of hours. In the event of termination of employment, an employee is paid for accrued annual leave days. In addition, regular full-time employees hired before March 1, 1998, with three or more years of service who resign in good standing or retire from service with the County are paid at the rate of $15 for each day of unused sick leave up to a maximum of $900. Governmental Accounting Standards Board Statement No. 16, *Accounting for Compensated Absences,* required employers to report a liability for leave earned by employees whenever the following two criteria have been met: (1) the leave relates to past service; and (2) eventual payment to the employee is considered probable. Only those amounts expected to be paid within sixty days of the fiscal year end are reported in the governmental funds. Compensated absences are reported in governmental funds only if they have matured (i.e. unused reimbursable leave still outstanding following an employee's resignation or retirement.)

Vacation and termination sick leave pay are accrued when incurred in Proprietary Funds and reported as a fund liability. On the government wide statements, vacation and termination sick leave pay is accrued and reported as a liability for the governmental activities similar to business-type activities. Vacation and termination sick leave pay that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental funds that are responsible for payment.

7. Long-term Obligations

The County reports long-term debt of Governmental Funds on the statement of net assets. Long-term debt and other obligations financed by Proprietary Funds are reported as liabilities in the appropriate funds.

For Governmental Fund types, bond premiums and discounts, as well as issuance costs are recognized during the current period. Bond proceeds are reported as an other financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures. For Proprietary Fund types, 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. Issuance costs are reported as deferred charges.

8. Net Assets/Fund Equity

The carrying amount of capital assets less related outstanding debt is reported as a component of net assets called capital assets net of related debt.

Restricted net assets reflect amounts restricted by contracts, laws and regulations for specific purposes such as amounts that have been accumulated in the Debt Service Accounts as well as a working capital reserve as described in the Bond Resolutions.

Fayette County records two general types of reserves. One type (for funds of all types) is used to indicate that a portion of the fund balance or retained earnings is legally segregated for a specific use. An example of this type of reserve is the net excess of restricted assets over liabilities payable from restricted assets shown in the Water

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

C. Assets, Liabilities, Equity, and Revenues - continued

System Enterprise Fund. This segregation of fund equity is required by the bond resolutions. The second type of reserve (for a Governmental Fund type) is to indicate that a portion of the fund balance is not appropriable for expenditures. Examples of this type of reserve would be a reservation of fund balance for prepaid items or encumbrances.

9. Capital Contributions

In accordance with the provisions of Governmental Accounting Standards Board Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*, the County has recorded capital contributions received by the Water System Enterprise Fund as capital contributions revenue. Capital contributions include amounts received from Federal, State and other governments for aid in construction and development of the Water System. Also included are amounts received from real estate sub-dividers for water line extensions built by sub-dividers and contributed to the Water System, both of which are capitalized as part of the Water System's capital assets. It also includes amounts received for meter, connection and tap fees from sub-dividers and other customers. The actual cost of meter installations has been capitalized as part of the water distribution system.

In the Solid Waste Enterprise Fund, the County has recorded the transfers of plant, property and equipment (net of depreciation) as capital contributions. In addition, some monies received from the operator of the landfill to help offset the costs of water and methane gas monitoring are also recorded as capital contributions.

NOTE I I - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

The applicable statutes of the State of Georgia require Fayette County to operate under an annual balanced budget adopted by resolution. A budget is defined as being balanced when the sum of estimated net revenues and appropriated fund balance is equal to appropriations. Because the Board of Commissioners adopts each of its operating budgets at the department level, the applicable State statutes require that total expenditures not exceed the total amount of appropriations at the individual department level.

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund and all of the Special Revenue Funds. Operating budgets are not prepared for the Internal Service Funds or the Agency Funds. Expenditures for those funds are controlled by legal use restrictions imposed by ordinances. For administrative control purposes, cash flow budgets are adopted for each of the Enterprise Funds.

Project-length plans are adopted for the Capital Projects Funds. The County adheres to the following procedures in establishing the budgetary data reflected in the financial statements.

1. In April of each year, all departments submit requests for appropriation to the County Administrator so that an annual operating budget can be prepared. The budget is prepared by fund, function and department, and includes information on the past year, current year estimates and requested appropriation amounts for the next fiscal year.

NOTE I I - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information - continued

2. Prior to May 1, the County Administrator submits to the Board of Commissioners a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them for the General Fund and the Special Revenue Funds.

3. In late May and early June, public hearings are conducted to obtain taxpayer comments about the proposed budget.

4. Prior to July 1, the budget is legally enacted through the passage of an appropriation ordinance by the Commission.

Operating budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. The legal level of control (I.e., the level at which the governing body must approve any over expenditures of appropriations or transfers of appropriated amounts) for each legally adopted annual operating budget Fayette County, Georgia is at the departmental level within each fund. Unexpended appropriations lapse at year-end.

Encumbrances represent commitments related to unperformed contracts for goods and services. Encumbrance accounting - under which purchase orders, contracts and other commitments for the expenditures of resources are recorded to reserve that portion of the applicable appropriation - is utilized in the governmental funds. Encumbrances outstanding at year end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. Encumbrances lapse at year end and are reappropriated on the ensuing year's budget.

Formal budget integration is employed as a management control device during the year for the General Fund and Special Revenue Funds. Individual budgets and actual statements are presented for these funds at the department level. To help ensure that each department keeps their spending during the year within its total approved appropriations amount, certain internal administrative controls are utilized. County Department Heads are authorized to approve budget transfers between the various line items expenditures accounts within their departments. All other transfers or supplemental appropriations, which change the total budget for a departmental cost center, must be approved by the Board of Commissioners. During the 2007 fiscal year, several supplementary appropriations were necessary.

In the General Fund, total budget adjustments made during the fiscal year resulted in a net change as follows:

	Budget Adjustment
Increase Revenues	$ (2,884,401)
Increase Expenditures	671,822
Increase other financing uses	744,291
Total Net Change	$ (1,468,288)

NOTE I I - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information - continued

In the Special Revenue Funds, the following increases (decreases) in appropriations were necessary during the 2007 fiscal year.

Special Revenue Fund	Expenditure
Fire District	$ (94,306)
Grants	186,727
Emergency 911	(787,305)
U.S. Customs/Federal Confiscated Monies	1,585,634
Fines and Surcharges	161,728
Total Special Revenue Funds	$ 1,052,478

B. Debt Service and Sinking Fund Requirements on Water Revenue Bonds

1. Sinking Fund Requirements

The bond resolutions require the creation and maintenance of a Sinking Fund that is to be used to pay the principal and interest on the Revenue Bonds as they become due. The bond resolutions specifically require that monies be deposited monthly into the Sinking Fund until such time that sufficient funds are on hand to pay the semi-annual interest payments and the bonds as they mature.

During the fiscal year ended June 30, 2007, $3,750,187 was paid from the Revenue Fund into the Sinking Fund (including the Debt Service Reserve Account).

2. Debt Service Reserve

The bond resolutions require the creation and maintenance of a Debt Service Reserve within the Sinking Fund. According to the resolutions, monies are to be transferred each month from the Revenue Fund to the reserve in sufficient amounts so that by July 1, 2008 the reserve will at least be equal to the highest combined principal and interest payments on the Revenue Bonds in any succeeding sinking fund year (October 1 to September 30). The minimum amount required for this reserve is $3,691,665 which represents the debt service for the sinking fund year ended September 30, 2004 (highest combined principal and interest payments). The debt reserve balance at June 30, 2007 is $3,795,822, the sinking fund balances are $1,790,260 for a debt service total of $5,586,082, which is shown as restricted cash in the proprietary funds.

3. Renewal and Extension Fund

After the monthly operating and maintenance expenses have been paid and the required debt service transfers have been made, all monies remaining in the Revenue Fund in excess of a working capital reserve (in an amount not to exceed one month's estimated operating and maintenance expenses) are to be transferred to the Renewal and Extension Fund. The bond resolutions restrict disbursements from this fund to the following:

NOTE I I - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

B. Debt Service and Sinking Fund Requirements on Water Revenue Bonds- continued

3. Renewal and Extension Fund- continued

a. Paying principal and interest on any revenue bonds falling due when there are insufficient funds in the Sinking Fund to make the payment.

b. Emergency expenditures if there are insufficient funds in the Revenue Fund (operating account).

c. Replacements, additions, extensions and improvements to the system in the best interests of the County and bondholders.

d. Payments of investment services for the investment of monies held in the Renewal and Extension Fund (renewal and extension account).

During the fiscal year ended June 30, 2007, $1,164,377 was transferred from the Water System's operating account to the Renewal and Extension account in compliance with the bond resolutions.

4. Rates and Fee Requirements

In accordance with the bond resolutions, the Water System's schedule of rates, fees, and charges for services shall be maintained at such a level so as to produce net revenues (after payment of reasonable and necessary cost of operating and maintaining the system) equal to at least 1.20 times the amount required to be paid into the Sinking Fund and the Debt Service Reserve in the current sinking fund year. This ratio is computed annually.

For the year ended June 30, 2007, the County was in compliance with this requirement.

NOTE I I I - DETAILED NOTES ON ALL FUNDS

A. Cash, Cash Equivalents, and Investments

Following is a reconciliation of the County's deposit and investment balances as of June 30, 2007:

	Government-wide Statement of Net Assets	Fiduciary Funds Statement of Net Assets	Total
Unrestricted Cash	$ 51,293,292	$ 2,391,506	$ 53,684,798
Restricted Cash	54,642,801	-	54,642,801
Unrestricted Investments	6,309,840	-	6,309,840
Restricted Investments	7,075,444		7,075,444
Total	$ 119,321,377	$ 2,391,506	$ 121,712,883

NOTE I I I - DETAILED NOTES ON ALL FUNDS

A. Cash, Cash Equivalents, and Investments- continued

1. Cash Deposits

At June 30, 2007, the carrying amount of the County's deposits were $121,712,883 and the bank balances were $126,496,199 of the bank balances, $400,000 was covered by Federal Depository Insurance Corporation and the remaining $126,096,199 was covered by collateral held in the pledging banks' trust department in the County's name. There were no deposits uninsured or uncollateralized at June 30, 2007.

The blended component units' bank balances are presented as part of the governmental activities column on the government wide statement. Fiduciary funds are shown separately see pages 84-85, for a detail of the agency accounts. Fayette County's agency funds are; Tax Commissioner, Sheriff, and Juvenile, Magistrate, Probate, State, and Superior Courts (elected officials of Fayette County).

State statutes and bond resolutions require that all deposits be collateralized by depository insurance; obligations of the United States or certain obligations guaranteed by the U.S. Government; obligations of the State of Georgia; and obligations of other counties, municipal corporations and subdivisions of the State of Georgia. The collateral pledged by the banks' trust department in the County's name is composed of various bonds of the U.S. Government Agencies and bonds of public authorities, counties and municipalities of the State of Georgia.

2. Investments

Georgia Fund 1, which was created by the Official Code of Georgia Annotated ("OCGA") 36-83-8, is a stable net asset value investment pool, which follows Standard and Poor's criteria for AAA rated market funds. However, Georgia Fund 1 operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the Securities and Exchange Commission as an investment company. The Georgia Office of Treasury and Fiscal Services is the regulatory oversight agency of Georgia Fund 1. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal ($1.00 per share value). Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on $1.00 per share.

As of June 30, 2007, the carrying values of the County's investments were as follows:

Georgia Fund 1 (LGIP)	AAAm rated	$	66,726,033	24 day Weighted Average Maturity Method

As of June 30, 2007, the carrying values of the Water System's investments were as as follows:

Georgia Fund 1 (LGIP)	AAAm rated	$	8,784,705	24 day Weighted Average Maturity Method

NOTE I I I - DETAILED NOTES ON ALL FUNDS

2. Investments
Primary Government's Investment Policy

Fayette County's policy establishes a framework for implementing such safeguards, authorized particular types of allowable investment instruments, and creates oversight responsibilities of investment activities. The overriding purpose of this policy is to acknowledge clearly that any investment instrument or decision carries with it certain elements of risks. There are, however, numerous safeguards that can be instituted to minimize such risks while endeavoring to earn a market rate of return.

Fayette County's investment objectives in order of priority are: (1) safeguards the principal, (2) provides the liquidity required to meet financial obligations is a timely manner, and given these two goals, (3) provides the best return on investment.

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

Acceptable investments, set forth in Georgia Code Section 36-83-4 are:

- Obligations of the State of Georgia or of other states
- Obligations issued by the United States Government
  U.S. Treasury Bills
  U.S. Treasury Notes
  U.S. Treasury Bonds
- Obligations fully insured or guaranteed by the United States Government or a United States Government Agency
- Repurchase agreements backed by the U.S. Government or U.S. Government Agency
- Prime Banker's Acceptances; that are eligible for purchase by the Federal Reserve bank and have a Letter of Credit rating of A+ or better.
- Local Government Investment Pool (LGIP)
- Obligations of other Political subdivisions of the State of Georgia
- Time deposits and savings deposits of banks organized under the laws of Georgia or the U.S. Government and operating in Georgia

The following guidelines represent maximum limits established for diversification by instrument by the Fayette County Board of Commissioners.

• U.S. Treasury Obligations	100%
• U.S. Government Agency Securities and Securities issued by Instrumentalities of Government Sponsored Corporations	50%
• Repurchase Agreements	25%

NOTE I I I - DETAILED NOTES ON ALL FUNDS

2. Investments-continued

- Prime Banker's Acceptances 10%
- Local Government Investment Pool 100%
- Certificates of Deposit 50%
- Obligations of other political subdivisions of the State of Georgia 25%

Interest Rate Risk:

As a means of limiting exposure to fair value losses arising from rising interest rates, the County's Policy limits the investment of operating funds to investments with a stated maturity of no more than 5 years from the date of purchase.

Proceeds from the sale of bonds must be invested in compliance with the specific requirements of the bond covenants and may be invested in securities with longer maturities.

B. Capital Assets

Capital Assets for the County for the fiscal year ended June 30, 2007, are shown in the following tabulation.

	Beginning Balances	Increases	Decreases	Ending Balances
Governmental activities:				
Capital assets not being depreciated:				
Land	$ 8,894,227	$ 176,756	$ -	$ 9,070,983
Capital assets being depreciated:				
Buildings and Structures	68,312,626	32,226	-	68,344,852
Infrastructure*	293,590,770	65,513		293,656,283
Improvements other than buildings	3,319,833	124,284	-	3,444,117
Machinery and equipment	13,435,010	463,869	(98,179)	13,800,700
Vehicles[1]	616,143	102,255	(40,089)	678,309
Governmental-type assets being depreciated	379,274,382	788,147	(138,268)	379,924,261
Internal service funds being depreciated:				
Equipment	3,715,785	268,487	-	3,984,272
Vehicles	9,509,463	1,991,643	(478,406)	11,022,700
Internal service fund assets being depreciated	13,225,248	2,260,130	(478,406)	15,006,972
Total capital assets being depreciated	392,499,630	3,048,277	(616,674)	394,931,233
Less accumulated depreciation for:				
Buildings and Structures	10,998,378	1,957,104	-	12,955,482
Improvements other than Infrastructure*	238,016,348	6,497,083		244,513,431
Improvements other than buildings	2,367,617	157,777	-	2,525,394
Machinery and equipment	8,528,232	1,706,951	(75,050)	10,160,133
Vehicles	323,011	86,135	(40,089)	369,057
Total General Fund	260,233,586	10,405,050	(115,139)	270,523,498
Internal Service Fund :				-
Machinery and equipment	2,724,220	155,289	-	2,879,509
Vehicles**	6,925,133	680,748	(455,796)	7,150,085
Total Internal Service Fund	9,649,353	836,037	(455,796)	10,029,594
Total capital assets being depreciated, net	122,616,691	(8,192,810)	(45,739)	114,378,142
Governmental activity capital assets, net	$ 131,510,918	$ (8,016,054)	$ (45,739)	$ 123,449,125

[1]The machinery and equipment balance for fiscal year ended June 30, 2006 included vehicles in the governmental-type assets being depreciated. For fiscal year ended June 30, 2007, the vehicles are being reported separate from the machinery & equipment.

* Begginning balances for infrastructure have been restated $55,574,422 to include infrastructure purchased or completed prior to June 30,2002.

NOTE I I I - DETAILED NOTES ON ALL FUNDS

B. Capital Assets-continued

	Beginning Balances	Increases	Decreases	Ending Balances
Business-type activities:				
Water System:				
Land	$ 14,948,119	$ -	$ -	$ 14,948,119
Construction in process	6,252,501	3,097,667	(2,143,840)	7,206,328
Total capital assets not being depreciated	21,200,620	3,097,667	(2,143,840)	22,154,447
Capital assets being depreciated:				
Buildings and Structures	43,401,693	-	(100,594)	43,301,099
Infrastructure	71,374,960	3,596,434	-	74,971,394
Improvements other than buildings	10,877,671	177,011	-	11,054,682
Machinery and equipment	8,919,695	60,195	(29,326)	8,950,564
Total capital assets being depreciated	134,574,019	3,833,640	(129,920)	138,277,739
Less accumulated depreciation for:				
Buildings and Structures	13,411,157	1,582,261	(48,776)	14,944,642
Infrastructure	22,075,427	1,967,790	-	24,043,217
Improvements other than buildings	6,258,085	495,655	-	6,753,740
Machinery and equipment	5,784,086	495,825	(27,220)	6,252,691
Total accumulated depreciation	47,528,755	4,541,531	(75,996)	51,994,290
Total capital assets being depreciated, net	87,045,264	(707,891)	(53,924)	86,283,449
Water System capital assets, net	108,245,884	2,389,776	(2,197,764)	108,437,896
Solid Waste:				
Land	16,517	-	-	16,517
Capital assets being depreciated:				
Buildings and Structures	301,172	-	-	301,172
Improvements other than buildings	120,170	-	-	120,170
Machinery and equipment	252,478	-	-	252,478
Total capital assets being depreciated	673,820	-	-	673,820
Less accumulated depreciation for:				
Buildings and Structures	285,899	1,344	-	287,243
Improvements other than buildings	65,159	7,646	-	72,805
Machinery and equipment	238,171	5,695	-	243,866
Total accumulated depreciation	589,229	14,685	-	603,914
Total capital assets being depreciated, net	84,591	(14,685)	-	69,906
Solid Waste capital assets, net	101,108	(14,685)	-	86,423
Business-type capital assets, net	$ 108,346,992	$ 2,375,091	$ (2,197,764)	$ 108,524,319

NOTE I I I - DETAILED NOTES ON ALL FUNDS

Depreciation expense was charged to functions as follows:

Governmental-type assets:	Current Provision	Accumulated Depreciation
General Government	$ 2,153,091	$ 14,323,337
Judicial System	21,414	474,233
Public Safety	1,449,354	7,197,331
Public Works	6,532,492	244,835,665
Planning & Community Development	3,082	19,690
Parks, Recreation and Culture	245,617	3,662,249
Total Governmental	$ 10,405,049	$ 270,512,505
Internal Service Fund	$ 836,037	$ 10,029,594
Total	$ 11,241,086	$ 280,542,099

The cost of capital assets acquired through a capital lease program total $7,760,000, $6,603,899 in buildings and structures class and $1,156,101 in machinery and equipment class. The future lease payments are included in Note D.

C. Interfund Receivables and Payables

The purpose of interfund receivables and payables is to meet temporary cash flow requirements and timing differences between receiving and recognizing certain revenues.

Interfund transfers for the year ended June 30, 2007 consisted of the following amounts:

Major Governmental Funds' Transfers:

Transfers from General Fund		
To: Non-Major Special Revenue Funds	$	361,406
Non-Major Capital Project Funds		3,721,775
Vehicle Replacement Fund		940,662
	$	5,023,843
Transfers from Fire Fund		
To: General Fund	$	26,719
Non-Major Capital Project Funds		77,400
Vehicle Replacement Fund		308,062
	$	412,181

Proprietary Funds Transfers

Transfers from Water System and Solid Waste Funds		
To: General Fund - Water System	$	586,721
Vehicle Replacement - Solid Waste		20,458
	$	607,179

Internal Service Funds Transfers

Transfers from Vehicle Replacement and Major Medical Funds		
To: General Fund - Vehicle Replacement	$	940,662
Dental/Vision Fund		89,500
	$	1,030,162

NOTE I I I - DETAILED NOTES ON ALL FUNDS

C. Interfund Receivables and Payables - continued

Non-major Governmental Funds:

Transfers from Non-Major Special Revenue Fund (Grants)		
To: Non-Major Capital Project Fund	$	50,000
	$	50,000
Transfers from Non-Major Special Revenue Fund		
To: General Fund - Street Lights	$	1,000
Construction in Progress - E-911		22,324
	$	23,324
Transfers from Non-Major Capital Projects and Construction in Progress Funds		
To: General Fund	$	67,543
Emergency E-911 Fund		1
Fire Services Fund		962
SPLOST County-Wide Fund		205,000
Kenwood Park Fund		812,050
	$	1,085,556

The purpose of the interfund transfers is to recognize budget funds appropriated for fiscal year 2007 and funds received through donations for specific projects or funds. During fiscal year 2007, amounts totaling $5,023,843 were transferred from the General Fund to various other funds. Of that amount, $3,721,775 was used to fund Capital Projects including $1,872,660 for parks and $1,105,644 for Senior Citizen Center Construction Fund.

During fiscal year 2007, the Water System was charged $586,721 for overhead cost allocation including administration, finance, budgeting, purchasing, information systems, human resources, and marshal services.

D. Leases

The County entered into an equipment lease-purchase agreement with Motorola, Inc. on December 27, 2002 for an 841 Mhz Radio System with six satellites and one prime site. The total purchase price was $7,760,000. Under the terms of the financing the County is required to make annual lease payments in the amount of $993,761 covering a ten-year lease term. At June 30, 2007, the County was obligated to make payments of principal and interest as follows:

Cost of leased assets	$	7,760,000
Accumulated depreciation		1,913,997
Value of assets	$	5,846,003

Fiscal years ending June 30,	Principal	Interest	Total Debt Service
2008	$ 751,612	$ 242,150	$ 993,762
2009	787,423	206,338	993,761
2010	824,941	168,820	993,761
2011	864,247	129,514	993,761
2012	905,425	88,336	993,761
2013	948,566	45,195	993,761
Totals	$ 5,082,214	$ 880,353	$ 5,962,567

NOTE I I I - DETAILED NOTES ON ALL FUNDS

E. Closure and Postclosure Care Cost

Current State and Federal laws and regulations require the County to place a final cover on its landfill sites when municipal solid waste is no longer accepted, and to perform certain maintenance and monitoring functions at these sites for a minimum of five years after closure. Fayette County closed the Grady Avenue Landfill in 1988 and First Manassas Mile Road (FMMR) Sanitary landfill in June of 1994. The County has entered into a contractual agreement with an outside contractor to lease an unused part of the old FMMR landfill site as a waste transfer station.

Governmental Accounting Standards Board, Statement No. 18, Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs, requires that the County report closure and postclosure care costs as an operating expense in each reporting period based on landfill capacity used at the balance sheet date. With the closing of both of its sanitary landfills prior to June 30, 1994, the Solid Waste Enterprise Fund recognized 100% of the total estimated amount of the closure and postclosure care cost. As of June 30, 2007 the closure and postclosure care liability account had a zero balance. EPD provides estimates of the cost, there is a potential for change due to inflation, deflation' technology or applicable laws or regulations.

F. Long-Term Debt

General Obligations Bonds. Periodically, the County issues general obligation bonds to provide funds for the acquisition and construction of major general government capital facilities. General Obligation (G.O.) bonds are direct obligations and pledge the full faith and credit of the government. The County currently has no general obligation bonds outstanding.

Revenue Bonds. The County issues bonds where the issuer pledges income derived from the acquired or constructed assets to pay debt service.

The County issued revenue bonds for the construction of capital assets, which are currently outstanding and reported in the Water System Enterprise Fund as follows:

	Debt
$10,245,000 Series 1996A, Water Revenue Bonds, due in annual installments of $25,000 to $920,000 through October 1, 2020; interest at 3.6% to 5.5%, net of unamortized bond discount of $3,742, deferred refunding difference of $144,397.	$ 4,455,000
$18,090,000 Series 1998, Water Revenue Bonds, due in annual installments of $130,000 to $3,325,000 through October 1, 2028; interest at 3.7% to 5.00%, net of unamortized bond discount of $77,596, deferred refunding difference of $537,452.	15,675,000
$22,670,000 Series 2002, Water Revenue Bonds, due in annual installments of $50,000 to $2,250,000 through October 1, 2032; interest at 3.25% to 5.125%, net of unamortized bond discount of $61,121, deferred refunding difference of $757,896.	21,020,000
Current Portion and Long Term Portion of Revenue Bonds	$ 41,150,000

NOTE I I I - DETAILED NOTES ON ALL FUNDS

F. Long-Term Debt - Continued

The following includes a summary of Water System revenue bond transactions for the fiscal year ended June 30, 2007:

Water Revenue Bond	Balance, July 1, 2006	Additions	Reductions	Balance, June 30, 2007	Current Portion
Series 1996A	$ 5,170,000	$ -	$ 715,000	$ 4,455,000	$ 760,000
Series 1998	16,115,000	-	440,000	15,675,000	460,000
Series 2002	21,455,000	-	435,000	21,020,000	440,000
Total Water Revenue Bonds	42,740,000	-	1,590,000	41,150,000	$ 1,660,000
Less the Unamortized Portion of :					
Refunding Difference	(1,550,129)	-	(110,384)	(1,439,745)	
Bond Discounts	(157,020)	-	(14,562)	(142,458)	
Net Water Revenue Bonds	$ 41,032,851	$ -	$ 1,465,054	$ 39,567,797	

At June 30, 2007, the County was obligated to make payments of principal and interest on its outstanding water revenue bond debt as follows:

Fiscal years ending June 30,	Principal	Interest	Total Debt Service
2008	$ 1,660,000	$ 1,985,224	$ 3,645,224
2009	1,730,000	1,911,311	3,641,311
2010	1,810,000	1,831,114	3,641,114
2011	1,890,000	1,744,949	3,634,949
2012	1,980,000	1,652,639	3,632,639
2013-2017	11,395,000	6,716,814	18,111,814
2018-2022	14,605,000	3,420,431	18,025,431
2023-2027	4,300,000	681,491	4,981,491
2028-2032	1,445,000	278,006	1,723,006
2033	335,000	8,584	343,584
Totals	$ 41,150,000	$ 20,230,563	$ 61,380,563

In June 2000, the Fayette County Public Facilities Authority (a blended component unit) issued $55,250,000 of Series 2000 Revenue Bonds with an average interest rate of 5.87 percent to construct a new Criminal Justice Center. In September 2001, the Fayette County Public Facilities Authority issued $50,435,000 of Series 2001 Refunding Revenue Bonds with an average interest rate of 3.82 percent to partially advance refund $45,570,000 of the Series 2000 bonds. The net proceeds of $49,668,979 were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the Series 2000 bonds. As a result, $45,570,000 of the Series 2000 bonds are considered to be defeased and the liability for those bonds has been removed from the long-term debt group.

The Fayette County Public Facilities Authority advance refunded the Series 2000 bonds to reduce its total debt service payments by almost $3.4 million and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of $1.8 million.

NOTE I I I - DETAILED NOTES ON ALL FUNDS

F. Long-Term Debt - Continued

The following includes a summary of the Fayette County Public Facilities Authority revenue bond transactions for the fiscal year ended June 30, 2007:

	Balance, July 1, 2006	Additions	Reductions	Balance, June 30, 2007	Current Portion
Series 2000 revenue bonds	$ 4,390,000	$ -	$ 1,015,000	$ 3,375,000	$ 1,065,000
Series 2001 refunding revenue bonds	48,865,000	-	205,000	48,660,000	215,000
Total Revenue Bonds	$ 53,255,000	$ -	$ 1,220,000	$ 52,035,000	$ 1,280,000

At June 30, 2007, the County was obligated to make payments of principal and interest on the Series 2000 and Series 2001 Fayette County Public Facilities Authority outstanding revenue bond debt as follows:

Fiscal year ending June 30,	Principal	Interest	Total Debt Service
2008	$ 1,280,000	$ 2,562,682	$ 3,842,682
2009	1,345,000	2,497,852	3,842,852
2010	1,415,000	2,428,583	3,843,583
2011	1,490,000	2,353,978	3,843,978
2012	1,550,000	2,291,398	3,841,398
2013-2017	8,865,000	10,342,350	19,207,350
2018-2022	11,250,000	7,952,250	19,202,250
2023-2027	14,375,000	4,843,000	19,218,000
2028-2030	10,465,000	1,063,500	11,528,500
Totals	$ 52,035,000	$ 36,335,593	$ 88,370,593

Advance Refunding. In prior years, the County advance refunded certain water revenue bonds by placing the proceeds of the new bond issues in irrevocable trusts with escrow agents for the purpose of generating resources for all future debt service payments of the refunded debt. With this financial arrangement, the refunded bonds are considered to be defeased in substance. Accordingly, the trust account assets and liability for the defeased bonds are not included in the County's financial statements.

At June 30, 2007, $45,940,000 of outstanding revenue bonds are considered defeased. Fayette County Public Facilities Authority defeased bond amount is $45,570,000 and the Water System's defeased bonds are $370,000.

Georgia Environmental Facilities Authority (GEFA) Loans. The Georgia Environmental Facilities Authority is a State agency which offers low interest financing to other political subdivisions of the State of Georgia for their water and sewer capital needs. The Water System Enterprise Fund has received nine GEFA loans for various water system construction projects.

NOTE I I I - DETAILED NOTES ON ALL FUNDS - CONTINUED

F. Long-Term Debt - Continued

At June 30, 2007, the Water System Enterprise Fund's long-term liabilities included the following loans:

$71,760 represents the principal balance remaining on the original loan amount of $593,063 for the construction of the Quarters Road water line. This December 1988 loan was made by GEFA for a period of twenty years and is payable in quarterly installments of $12,574 beginning March 1, 1989. The interest rate is 5.8% over the life of the loan. The current principal portion of the loan is $47,148.

The debt is serviced through the Water System Enterprise Fund.

$92,631 represents the principal balance remaining on the original loan amount of $603,000 for the construction of the Crabapple water tank. This June 1989 loan was made by GEFA for a period of twenty years and is payable in quarterly installments of $12,280 beginning September 1, 1989. The interest rate is 5.3% over the life of the loan. The current principal portion of the loan is $45,096. The debt is serviced through the Water System Enterprise Fund.

$367,371 represents the principal balance remaining on the original loan amount of $797,000 for the construction of Phase 1 of the Water Line Looping Project. This August 1994 loan was made by GEFA for a period of twenty years and payable in quarterly installments of $15,109 beginning November 1, 1994. The interest rate is 4.8% for the life of the loan. The current principal portion of the loan is $43,579. The debt is serviced through the Water System Enterprise Fund.

$636,980 represents the principal balance remaining on the original loan amount of $1,434,000 for the construction of Phase 2 of the Water Line Looping Project. This February 1995 loan was made by GEFA for a period of twenty years and is payable in quarterly installments of $26,948 beginning March 1, 1996. The interest rate is 5.12% over the life of the loan. The current principal portion of the loan is $76,634. The debt is serviced through the Water System Enterprise Fund.

$631,304 represents the principal balance remaining on the original loan amount of $1,450,000 for the construction of Phase 5 of the Water Line Looping Project. Of the original loan amount, $209,766 was not needed for the project and was returned to the Georgia Loan Fund. This May 1995 loan was made by GEFA for a period of twenty years and is payable in quarterly installments of $21,978 beginning October 1, 1996. The interest rate is 5.6% over the life of the loan. The current principal portion of the loan is $53,672. The debt is serviced through the Water System Enterprise Fund.

$1,125,050 represents the principal balance remaining on the original loan amount of $2,087,000 for the construction of Phase 3 of the Water Line Looping Project. Of the original loan amount, $321,290 was not needed for the project and was returned to the Georgia Loan Fund. This September 1996 loan was made by GEFA for a period of twenty years and is payable in quarterly installments of $41,978 beginning November 1, 1996. The interest rate is 5.16% over the life of the loan. The current principal portion of the loan is $85,648. The debt is serviced through the Water System Enterprise Fund.

$1,451,910 represents the principal balance remaining on the original loan amount of $2,000,000 for the construction of Phase 4 of the Water Line Looping Project. This September 1999 loan was made by GEFA for a period of twenty years and is payable in quarterly installments of $40,027 beginning November 1, 1999. The interest rate is 5.10% over the life of the loan. The current principal portion of the loan is $87,720. The debt is serviced through the Water System Enterprise Fund.

NOTE I I I - DETAILED NOTES ON ALL FUNDS - CONTINUED

F. Long-Term Debt - Continued

$1,661,808 represents the principal balance remaining on the original loan amount of $2,000,000 for the construction of the South Fayette Water Treatment Plant. This December 2000 loan was made by GEFA for a period of twenty years and is payable in quarterly installments of $41,037 beginning February 1, 2002. The interest rate is 5.4% over the life of the loan. The current principal portion of the loan is $75,931. The debt is serviced through the Water System Enterprise Fund.

$1,789,700 represents the principal balance remaining on the original loan amount of $2,000,000 for the construction of the Ellis Road Water Tank. This May 2003 loan was made by GEFA for a period of twenty years and is payable in quarterly installments of $38,997 beginning May 1, 2004. The interest rate is 4.79% over the life of the loan. The current principal portion of the loan is $71,534. The debt is serviced through the Water System Enterprise Fund.

The following is a summary of GEFA loan transactions for the year ended June 30, 2007.

	Balance, July 1, 2006	Additions	Reductions	Balance, June 30, 2007	Current Portion
Quarters Road Water Line Loan	$ 116,270	$ -	$ 44,510	$ 71,760	$ 47,148
Crabapple Water Tank Loan	135,415	-	42,784	92,631	45,096
Phase 1 Water Line Loop Loan	408,920	-	41,549	367,371	43,579
Phase 2 Water Line Loop Loan	709,813	-	72,833	636,980	76,634
Phase 5 Water Line Loop Loan	682,073	-	50,769	631,304	53,672
Phase 3 Water Line Loop Loan	1,206,418	-	81,368	1,125,050	85,648
Phase 4 Water Line Loop Loan	1,535,295	-	83,385	1,451,910	87,720
South Fayette Water Plant Loan	1,733,773	-	71,965	1,661,808	75,931
Ellis Road Water Tank Loan	1,857,908	-	68,207	1,789,700	71,534
Total GEFA Loan Debt	$ 8,385,885	$ -	$ 557,370	$ 7,828,514	$ 586,962

At June 30, 2007, the Water System Enterprise Fund was obligated to make payments of principal and interest on its outstanding Georgia Environmental Facilities Authority (GEFA) loans as follows:

Fiscal years ending June 30,	Principal	Interest	Total Debt Service
2008	$ 586,962	$ 390,898	$ 977,860
2009	592,802	359,910	952,712
2010	547,955	330,489	878,444
2011	576,690	301,754	878,444
2012	606,936	271,508	878,444
2013-2017	2,965,468	885,174	3,850,642
2018-2022	1,691,343	263,561	1,954,904
2023-2024	260,358	12,620	272,978
Totals	$ 7,828,514	$ 2,815,914	$ 10,644,428

NOTE I I I - DETAILED NOTES ON ALL FUNDS - CONTINUED

F. Long-Term Debt - Continued

Certificates of Participation. In June 1998, the County entered into a lease pool agreement with the Georgia Municipal Association (the "Association"). The funding of the lease pool was provided by the issuance of $150,126,000 Certificates of Participation by the Association. The Association passed the net proceeds through to the participating municipalities with the County's participation totaling $5,000,000. The lease pool agreement with the Association provides that the County owns its portion of the assets invested by the pool and is responsible for the payment of its portion of principal and interest of the Certificates of Participation.

The principal of $5,000,000 is due in a lump sum payment on June 1, 2028. Interest is payable at a rate of 4.75% each year for an annual payment of $237,500. The County draws from the investment to lease equipment from the Association. The lease pool agreement requires the County to make payments back into its investment account to fund the interest requirements of the 1998 GMA Certificates of Participation. The County received no funds during fiscal year 2007.

Following is a reconciliation of debt disclosures presented above to amounts reported in the statement of net assets:

	Balance July 1, 2006	Current Year Payments	Current Year Additions	Balance June 30, 2007
Governmental Activities				
Public Facilities Authority	$ 53,255,000	$ 1,220,000	$ -	$ 52,035,000
Certificate of Participation	5,000,000	-	-	5,000,000
	58,255,000	1,220,000	-	57,035,000
Less: current portion of long term debt				(1,280,000)
				$ 55,755,000
Business-Type Activities				
Revenue Bonds	$ 42,740,000	$ 1,590,000	$ -	$ 41,150,000
Less the unamortized portion of				
Refunding difference	(1,550,129)	(110,384)	-	(1,439,745)
Bond discounts	(157,020)	(14,562)	-	(142,458)
GEFA loans	8,385,884	557,370	-	7,828,514
	49,418,735	2,022,424	-	47,396,311
Less: current portion of long-term debt				(2,246,962)
				$ 45,149,349

Changes in Long-Term Liabilities. During the fiscal year ended June 30, 2007, changes occurred in liabilities reported as long-term debt as follows:

Governmental Activities	Balance, July 1, 2006	Additions	Reductions	Balance, June 30, 2007	Due within One Year
Compensated Absences	$ 1,916,567	$ 1,491,302	$ 910,961	$ 2,496,908	$ 624,481
Revenue Bonds	53,255,000	-	1,220,000	52,035,000	1,280,000
Certificates of Participation	5,000,000	-	-	5,000,000	-
Capital Leases	5,799,642	-	717,428	5,082,214	751,612
Totals	$ 65,971,209	$ 1,491,302	$ 2,848,389	$ 64,614,122	$ 2,656,093
Business-Type Activities					
Compensated Absences	$ 91,936	$ 63,122	$ 64,362	$ 90,696	$ 59,622
Loans	8,385,884	-	557,370	7,828,514	586,962
Revenue Bonds and Loans	42,740,000	-	1,590,000	41,150,000	1,660,000
Totals	$ 51,217,820	$ 63,122	$ 2,211,732	$ 49,069,210	$ 2,306,584

The governmental funds typically used to liquidate compensated absences are the general fund and special revenue funds.

NOTE I V - OTHER INFORMATION

A. Risk Management

Fayette County, Georgia is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the County carries commercial insurance. Settled claims have not exceeded purchased commercial insurance coverage in any of the past three years.

The County established a limited risk management program for workers' compensation during the 1988 fiscal year. The purpose of the Workers' Compensation Self-Insurance Internal Service Fund is to pay workers' compensation claims from accumulated assets of the fund and minimize the total cost of workers' compensation insurance to the County. Specific and aggregate excess insurance is provided through a private insurance carrier.

The County initiated its Dental Self-Insurance Internal Service Fund in the 1991 fiscal year. The purpose of this fund was to pay claims for employees for certain health care expenses incurred up to a maximum of $1,000 per covered individual. Claims are handled by a third party administrator as of June 1, 2005.

Fayette County established its Major Medical Self-Insurance Internal Service Fund in the 1991 fiscal year, and on June 1, 2002 became fully insured. Fayette County no longer carries the specific and aggregate excess insurance through a private concern. This fund is still maintained in the event the Board of Commissioners decide to self-insure again. The purpose of this fund is to pay claims for employees for certain health care expenses incurred with an unlimited amount per covered individual.

The County initiated its Vision reimbursement plan in the 1997 fiscal year. Employees are reimbursed up to $200 per year per covered individual for out of pocket expenses associated with vision care. Claims are handled by a third party administrator as of June 1, 2005.

All funds of the County participate in these programs and make payments to these Internal Service Funds based on actuarial estimates of the amounts needed to pay prior and current year claims, claim reserves, and administrative costs of the programs. The claims liability of $ 41,079 reported at June 30, 2007, is based on requirements of Governmental Accounting Standards Board Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues,* which requires that a liability for claims be reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities also include an amount for claims that have been incurred but not reported (IBNRs). 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. Changes in the funds' claims liability amounts in fiscal years 2006 and 2007 were as follows:

	Beginning of Fiscal Year Liabilities	Current Year Claims and Changes in Estimates	Less Claim Payments	End of Fiscal Year Liabilities
Workers' Compensation Self-Insurance Fund:				
FY 2006	$ 131,955	$ 168,778	$ 298,224	$ 2,509
FY 2007	2,509	352,988	355,497	-
Dental/Vision Self-Insurance Fund:				
FY 2006	$ 8,816	$ 313,992	$ 300,926	$ 21,882
FY 2007	21,882	383,053	363,856	41,079
Medical Self-Insurance Fund (EAP):				
FY 2006	$ 500	$ 10,481	$ 8,000	$ 2,981
FY 2007	2,981	116,395	119,376	-

NOTE IV - OTHER INFORMATION - CONTINUED

B Post-employment Healthcare Plan

In addition to providing pension benefits, during FY 2000 the County began to provide funding for certain health care related benefits for retired employees. A majority of the County's employees may become eligible for this new benefit upon reaching the minimum age of 55 and having at least 25 years of service. Continued health care benefits in the form of single coverage will be paid fully by the County from the Major Medical Self-Insurance Fund. This benefit is limited to a period which is shorter of (a) ten years or (b) the length of time it takes for the employee to reach the age at which they become eligible for Medicare benefits. The County has the authority to amend this benefit.

In lieu of having the major medical coverage, an eligible retiree may elect to take a cash payment equal to the total amount of the contributions that the County would have made into the insurance fund on their behalf. Retired employees also have the option to pay the contribution amount to cover their spouse and dependents under the plan.

At June 30, 2007, the County has sixteen (16) employees eligible for this benefit, there are two retirees receiving medical insurance coverage. The County finances the plan on a pay-as-you-go basis. For the year ended June 30, 2007 the County paid $3,539 for this benefit.

C. Segment Information Enterprise Funds

The County maintains two enterprise funds, which are intended to be self-supporting through user fees charged for services to the public. The Water System accounts for the provision of potable water service to the majority of the County citizens. Solid Waste accounts for the closed municipal waste landfills, an operational construction and demolition landfill, and a transfer station, which provides waste disposal services for all citizens.

D. Contingent Liabilities

The County has participated in a number of grant programs funded by certain Federal and State agencies. Several of these programs are subject to program compliance audits and reviews by the grantor, some of which have not been concluded. Accordingly, the County's compliance with applicable grant requirements may be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the County expects such amounts to be immaterial based upon previous experience.

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

E. Employees' Pension Plan

The County has adopted a prototype pension plan administered by the Hartford Insurance. The 401(a) pension plan is a defined contribution (money purchase pension) plan that covers substantially all full time County employees.

NOTE IV - OTHER INFORMATION - CONTINUED

E. Employees' Pension Plan - continued

Under the current provisions, the County is required to contribute an amount equal to 4% of each participant's annual compensation. In addition, the County will match contributions made by an employee to the deferred compensation plan on a 1 for 2 basis up to a maximum contribution by the County of 4%. Contributions are calculated and made on a biweekly payroll basis. The Board of Commissioners establishes required contribution and matching percentages.

Employees become eligible for the plan if they are at least 18 years old and work a minimum of 30 hours per week. Actual participation in the plan begins with the first payroll of the quarter following the completion of a successful probationary period. Participants are 40% vested in the plan after four years of service and 100% vested after five years.

The 401(a) pension plan had total contributions of $1,896,331, of which $1,119,663 is the four percent base contributed by the County. The County's matching portion to the employee contributions to the deferred compensation plan was $776,668. For the fiscal year ended June 30, 2007, payroll covered by this plan was $27.9 million.

F. Joint Venture

Under Georgia law, the County, in conjunction with other cities and counties in the Atlanta, Georgia area, is a member of the Atlanta Regional Commission (ARC). Dues to the ARC are assessed at the County level and are, accordingly, paid by Fayette County. The County's membership dues paid to the ARC for the year ended June 30, 2007 were $105,150. Membership in the ARC is required by the Official Code of Georgia (OCGA) Section 50-8-34 which provides for the organizational structure of the ARC. The ARC board membership includes the chief elected official of each county and various municipalities of the area. OCGA 50-9-30.1 provides that the member governments are liable for any debts or obligations of their ARC. Separate financial statements of the ARC may be obtained from ARC, 40 Courtland Street, NE, Atlanta, Georgia 30303.

G. Prior Period Adjustment

During the current fiscal year, Fayette County adopted the provisions of GASB 34 related to the capitalization of infrastructure assets that were purchased or completed prior to June 30, 2002. The cummulative effect of the adoption of this provision resulted in an increase in capital assets and beginning net assets of $55,574,352 in the government-wide statement of net assets.



REQUIRED SUPPLEMENTARY INFORMATION

Fayette County, Georgia
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
General Fund

For fiscal year ended June 30, 2007

	Budgeted Amounts			Variance
	Original	Final	Actual	Positive (Negative)
Revenues:				
Property taxes	$ 26,862,200	$ 27,133,902	$ 26,784,842	$ (349,060)
Sales taxes	10,328,000	10,654,218	10,654,218	-
Other taxes	2,756,800	2,766,314	2,966,242	199,928
Licenses and permits	834,500	834,500	856,102	21,602
Intergovernmental	1,387,000	1,970,374	1,982,859	12,485
Charges for services	2,848,800	3,299,785	3,162,320	(137,465)
Fines and forfeitures	1,390,000	1,390,000	1,494,699	104,699
Investment Income	900,000	2,070,638	2,068,036	(2,602)
Contributions/Donations	2,000	5,367	5,400	33
Miscellaneous revenues	271,506	340,109	346,406	6,297
Total revenues	47,580,806	50,465,207	50,321,124	(144,083)
Expenditures:				
Current:				
General Government				
Commissioners	692,576	624,437	610,600	13,837
Administration	420,360	373,934	371,559	2,375
Elections	545,097	575,529	574,276	1,253
Finance	877,146	833,060	772,195	60,865
Purchasing	413,138	344,776	316,745	28,031
Information Systems	598,145	579,451	565,871	13,580
Human Resources	512,716	514,555	470,513	44,042
Tax Commissioner	1,028,691	1,040,811	1,030,887	9,924
Tax Assessor	843,396	776,637	720,088	56,549
Building & Grounds Maintenance	1,686,651	1,597,891	1,489,136	108,755
Engineering Office	429,475	420,201	405,917	14,284
Contingency	602,638	33,969	-	33,969
Non-Departmental	953,226	803,154	709,959	93,195
Total General Government	9,603,255	8,518,405	8,037,746	480,659
Judicial System				
Judges, Court Reporter	446,901	446,901	424,277	22,624
Clerk of Superior Court	1,031,439	1,043,729	1,009,525	34,204
District Attorney	261,027	261,027	260,479	548
Clerk of State Court	205,786	208,013	201,114	6,899
State Court Solicitor	319,326	321,372	315,572	5,800
State Court Judge	331,363	333,572	293,482	40,090
Magistrate Court	424,467	431,035	431,019	16
Probate Court	324,148	333,005	328,117	4,888
Juvenile Court	330,144	330,976	312,084	18,892
Public Defender	450,000	450,000	450,000	-
Contingency	15,826	-	-	-
Non-Departmental	278,800	280,880	259,162	21,718
Total Judicial System	4,419,227	4,440,510	4,284,831	155,679

Continued

Fayette County, Georgia
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
General Fund

For fiscal year ended June 30, 2007

	Budgeted Amounts			Variance
	Original	Final	Actual	Positive (Negative)
Public Safety				
Public Safety Administration	139,872	151,336	151,291	45
Marshal	671,904	730,991	730,004	987
Sheriff's Department	13,905,519	14,543,508	14,536,407	7,101
EMS Administration	346,691	373,356	371,422	1,934
EMS Training	104,163	110,816	108,290	2,526
EMS Operations	2,434,148	2,541,401	2,538,976	2,425
County Coroner	55,411	55,411	53,105	2,306
Animal Control	304,848	307,271	303,363	3,908
Emergency Management	174,150	210,988	210,976	12
Contingency	179,885	-	-	-
Non-Departmental	649,950	644,437	599,619	44,818
Total Public Safety	18,966,541	19,669,515	19,603,453	66,062
Public Works				
Public Works Administration	186,924	188,144	187,085	1,059
Road Department	4,728,550	4,596,122	3,999,825	596,297
Maintenance & Shop	227,330	384,385	383,029	1,356
Contingency	18,945	-	-	-
Total Public Works	5,161,749	5,168,651	4,569,939	598,712
Health and Welfare				
Department of Physical Health	343,950	343,950	343,563	387
Fayette Counseling Center	125,270	125,270	125,270	-
Department of Family & Children Services	44,300	44,300	41,800	2,500
Fayette Community Options	58,171	58,171	58,171	-
Senior Citizens Center	105,631	105,631	105,631	-
Youth Protection	20,566	20,566	20,566	-
Promise Place	10,000	10,000	10,000	-
Contingency	-	-	-	-
Total Health and Welfare	707,888	707,888	705,001	2,887
Culture/Recreation				
Recreation	1,094,580	1,122,093	1,006,329	115,764
Libraries	700,395	713,285	690,581	22,704
Contingency	8,988	-	-	-
Total Culture/Recreation	1,803,963	1,835,378	1,696,910	138,468
Planning & Community Development				
County Extension	130,687	130,687	106,753	23,934
Ga Forestry Commission	2,376	2,516	2,516	-
Permits & Inspections	704,833	709,962	637,489	72,473
Planning & Zoning	506,193	506,715	495,152	11,563
Development Authority	310,082	310,818	310,818	-
Contingency	6,191	-	-	-
Total Planning & Community Development	1,660,362	1,660,698	1,552,728	107,970
Total current expenditures	42,322,985	42,001,045	40,450,608	1,550,437
Debt Service				
Principal payment	1,220,000	1,937,428	1,937,428	-
Interest payments	2,625,881	2,902,215	2,901,236	979
Total debt service	3,845,881	4,839,643	4,838,664	979
Total expenditures	46,168,866	46,840,688	45,289,272	1,551,416

Continued

Fayette County, Georgia
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
General Fund

For fiscal year ended June 30, 2007

	Budgeted Amounts			Variance
	Original	Final	Actual	Positive (Negative)
Excess of revenues over expenditures	1,411,940	3,624,519	5,031,852	1,407,333
Other financing sources (uses):				
Transfers in-Street Lights	1,000	1,000	1,000	-
Transfers in-Water System	586,721	586,721	586,721	-
Transfers in-Fire Fund	-	26,719	26,719	-
Transfers in-Construction in Process	-	67,543	67,543	-
Trainsfers in-Vehicle Replacement	-	940,662	940,662	
Transfers out-Capital Projects	(239,745)	(533,627)	(533,627)	-
Transfers out- Warning System	(71,296)	(71,296)	(71,296)	-
Transfers out-E911	(163,772)	(361,406)	(361,406)	-
Transfer out-Senior Citizen Construction Fund	-	(1,105,644)	(1,105,644)	
Transfer out-Kenwood Park	-	(1,000,000)	(1,000,000)	
Transfer out-Kelly Park	-	(60,550)	(60,550)	-
Transfer out-Construction in Process	(1,787,708)	(950,658)	(950,658)	
Transfers out-Vehicle Replacement	(940,662)	(940,662)	(940,662)	-
Sale of capital assets	20,000	61,445	61,445	-
Total other financing sources (uses)	(2,595,462)	(3,339,753)	(3,339,753)	-
Net change in fund balances	(1,183,522)	284,766	1,692,099	1,407,333
Fund balances - beginning	29,435,337	29,435,337	29,435,337	-
Fund balances - ending	$ 28,251,815	$ 29,720,103	$ 31,127,436	$ 1,407,333

Fayette County, Georgia
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
Fire District Special Revenue Fund

For the fiscal year ended June 30, 2007

	Budgeted Amounts			Variance
	Original	Final	Actual	Positive (Negative)
Revenues:				
Taxes	$ 5,753,000	$ 6,929,306	$ 6,803,136	$ (126,170)
Charges for services	97,000	105,529	105,531	2
Intergovernmental	350,000	348,557	348,558	1
Interest Earned	75,000	219,956	219,956	-
Other miscellaneous revenues	315,000	200,685	200,686	1
Total revenues	6,590,000	7,804,033	7,677,867	(126,166)
Expenditures:				
Current:				
Public safety:				
Fire administration	211,350	210,989	206,051	4,938
Fire operations	6,355,011	6,258,200	6,251,148	7,052
Fire prevention	235,520	235,585	235,427	158
Fire training	59,974	62,775	62,769	6
Fire reserve program	58,635	58,635	55,847	2,788
Total expenditures	6,920,490	6,826,184	6,811,242	14,942
Other financing sources (uses):				
Transfers in-Construction in Process	-	962	962	-
Transfers out-Capital Projects	(77,400)	(77,400)	(77,400)	-
Transfers out-General Fund	-	(26,719)	(26,719)	-
Transfers out-Vehicle Replacement	-	(308,062)	(308,062)	-
Donations	-	200	200	-
Sales of general fixed assets	-	551	551	-
Total other financing (uses)	(77,400)	(410,468)	(410,468)	-
Net change in fund balances	(407,890)	567,381	456,157	(111,224)
Fund balances - beginning	4,881,682	4,881,682	4,881,682	-
Fund balances - ending	$ 4,473,792	$ 5,449,063	$ 5,337,839	$ (111,224)



COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS AND CAPITAL PROJECT FUNDS

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

Emergency 911

To account for monies collected from private and commercial telephone customers for emergency telephone services. These monies will be used for expenditures of the E-911 System.

Grants

This is a summary of multiple funds used to account for various grants received by the County.

Street Lights Fund

To account for the creation and maintenance of street lighting in unincorporated Fayette County. Financing is derived principally from a special tax levy against property owners serviced.

Law Enforcement Confiscated Monies (L.E.C.M.)

To account for revenues generated by Federal and State agencies' seizure condemnation of drug monies which are used to enhance law enforcement.

Fine Surcharges

To account for various surcharge revenues collected from court cases. These monies will be used for juvenile education and reformation programs, drug education programs, victim assistance programs, and jail construction.

The Capital Project Funds account for resources provided to acquire or construct major capital facilities (other than enterprise fund facilities). Sale of bonds, State or Federal grants, special levies, or transfers of resources from other funds may finance capital projects.

The County uses the following Capital Project Funds:

Special Purpose Local Option Sales Tax (S.P.L.O.S.T.)

To account for funds received from the special purpose local option sales tax for the County's Library.
To account for the construction of roads in unincorporated Fayette County.
On November 2, 2004, a referendum was passes by Fayette County voters to impose a 1% S.P.L.O.S.T. for road, street, and bridge purposes of benefit to Fayette County. The tax began April 1, 2005.

Kelly Park Construction

To account for the construction of a park in Peachtree City.

Kenwood Park Construction

To account for the construction of a park in North Fayette County.

Senior Citizen Center Construction

To account for construction of a senior citizens center in Fayette County.

Early Warning Siren System

To account for the construction of early warning siren system within Fayette County.

General Capital Projects

To account for other capital projects as approved in the County's Capital Improvement Program.

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Fayette County, Georgia
Combining Balance Sheet
Non-Major Governmental Funds

June 30, 2007

	Special Revenue Funds	Capital Project Funds	Total Nonmajor Governmental Funds
Assets			
Unrestricted cash	$ 4,333,108	$ 11,147,234	$ 15,480,342
Restricted cash	-	1,685,313	1,685,313
Receivables	60,185	490,791	550,976
Prepaid	10,416	16,625	27,041
Taxes (net of allowance for uncollectible accounts)	852	-	852
Total assets	$ 4,404,561	$ 13,339,963	$ 17,744,524
Liabilities:			
Cash overdraft	$ 5,231	$ -	$ 5,231
Accounts payable	132,181	614,924	747,105
Contracts payable	-	551,611	551,611
Accrued payroll and withholdings	47,002	-	47,002
Compensated absences payable	26,798	-	26,798
Due to others	48	-	48
Deferred revenue	2,443	-	2,443
Total liabilities	213,703	1,166,535	1,380,238
Fund Balances:			
Reserved for:			-
Future Expenditures	$ -	$ 4,369,622	$ 4,369,622
Encumbrances	1,593	-	1,593
Unreserved:			
Designated for L.E.C.M. federal/state	1,178,991	-	1,178,991
Designated for law library	89,660	-	89,660
Designated for victim assistance	360,072	-	360,072
Designated for drug abuse	54,265	-	54,265
Designated for juvenile court supervision	30,000	-	30,000
Designated for county jail construction	480,235	-	480,235
Designated for future expenditures	-		-
Designated for capital improvements	664,404	7,803,806	8,468,210
Unreserved, undesignated	1,331,638	-	1,331,638
Total fund balances	4,190,858	12,173,428	16,364,286
Total liabilities and fund balances	$ 4,404,561	$ 13,339,963	$ 17,744,524

Fayette County, Georgia
Combining Balance Sheet
Non-Major Special Revenue Funds

June 30, 2007

	Emergency 911	Grants	Street Lights	Law Enforcement Confiscated Monies (L.E.C.M.)	Fine Surcharges	Total
ASSETS						
Unrestricted cash	$ 2,470,318	$ -	$ 60,106	$ 1,204,939	$ 597,745	$ 4,333,108
Accounts receivable	47,492	12,693	-	-	-	60,185
Prepaid Items	5,602	-	-	-	4,814	10,416
Taxes (net of allowance for uncollectible accounts)	-	-	852	-	-	852
Total assets	2,523,412	12,693	60,958	1,204,939	602,559	4,404,561
LIABILITIES AND FUND BALANCES						
Liabilities:						
Cash overdraft	-	5,231	-	-	-	5,231
Accounts payable	27,935	865	20,815	-	82,566	132,181
Accrued payroll and withholdings	40,782	-	-	-	6,220	47,002
Compensated absences payable	19,274	-	-	-	7,524	26,798
Due to others	-	-	-	48	-	48
Deferred revenues	-	-	2,443	-	-	2,443
Total liabilities	87,991	6,096	23,258	48	96,310	213,703
Fund Balances:						
Reserved for encumbrances	1,593	-	-	-	-	1,593
Unreserved:						
Designated for L.E.C.M. federal/state	-	-	-	1,178,991	-	1,178,991
Designated for law library	-	-	-	-	89,660	89,660
Designated for victim assistance	-	-	-	-	360,072	360,072
Designated for drug abuse	-	-	-	-	54,265	54,265
Designated for juvenile court supervision	-	-	-	-	30,000	30,000
Designated for county jail construction	-	-	-	-	480,235	480,235
Designated for capital improvements	1,172,387	-	-	-	(507,983)	664,404
Undesignated	1,261,441	6,597	37,700	25,900	-	1,331,638
Total fund balances	2,435,421	6,597	37,700	1,204,891	506,249	4,190,858
Total liabilities and fund balances	$ 2,523,412	$ 12,693	$ 60,958	$ 1,204,939	$ 602,559	$ 4,404,561

Fayette County, Georgia
Combining Balance Sheet
Non-Major Capital Projects Funds

June 30, 2007

	SPLOST Roads Unincorporated	SPLOST Library	Kelly Park Construction	Kenwood Park Construction	Senior Citizen Center Construction	Early Warning Siren System	General Capital Projects	Totals
ASSETS								
Cash and cash equivalents	$ 2,184,818	$ 1,685,313	$ 14,343	$ 1,851,711	$ 1,848,991	$ 136,299	$ 5,111,072	$ 12,832,547
Other Receivables	490,791							490,791
Prepaid	-	16,625	-	-	-	-	-	16,625
Total assets	2,675,609	1,701,938	14,343	1,851,711	1,848,991	136,299	5,111,072	13,339,963
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	-	7,925	-	277,488	10,109	-	319,402	614,924
Retainage payable	-	-	-	71,203	480,408	-	-	551,611
Deferred revenues	-	-	-	-	-	-	-	-
Total liabilities	-	7,925	-	348,691	490,517	-	319,402	1,166,535
Fund Balances:								
Reserved for:								
Future expenditures	2,675,609	1,694,013	-	-	-	-	-	4,369,622
Unreserved:								
Designated for capital improvements	-	-	14,343	1,503,020	1,358,474	136,299	4,791,670	7,803,806
Total fund balances	2,675,609	1,694,013	14,343	1,503,020	1,358,474	136,299	4,791,670	12,173,428
Total liabilities and fund balances	$ 2,675,609	$ 1,701,938	$ 14,343	$ 1,851,711	$ 1,848,991	$ 136,299	$ 5,111,072	$ 13,339,963

Fayette County, Georgia
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Non-Major Governmental Funds

For the fiscal year ended June 30, 2007

	Special Revenue Funds	Capital Project Funds	Total Nonmajor Governmental Funds
Revenues:			
Property taxes	$ 193,425	$ -	$ 193,425
Sales taxes	-	3,036,512	3,036,512
Intergovernmental	814,701	-	814,701
User charges	1,924,860	-	1,924,860
Fine surcharges	1,629,835	-	1,629,835
Interest income	76,805	565,022	641,827
Other revenue	299,237	50,000	349,237
Total revenues	4,938,863	3,651,534	8,590,397
Expenditures:			
Current:			
Judicial System	1,085,708	-	1,085,708
Public Safety	3,213,425	-	3,213,425
Public Works	211,522	-	211,522
Parks, Recreaton and Culture		206,027	206,027
Capital Outlay:			
General Government	-	1,651,316	1,651,316
Judicial	6,271	-	6,271
Public Safety	381,179	210,698	591,877
Public Works	197,989	3,176,880	3,374,869
Parks, Recreation and Culture	-	5,435,965	5,435,965
Total expenditures	5,096,094	10,680,886	15,776,980
Excess (deficiency) of revenues over (under) expenditures	(157,231)	(7,029,352)	(7,186,583)
Other Financing sources (uses):			
Transfers in	361,407	4,683,549	5,044,956
Transfers out	(73,324)	(1,085,556)	(1,158,880)
Total other financing sources (uses)	288,083	3,597,993	3,886,076
Net change in fund balances	130,852	(3,431,359)	(3,300,507)
Fund balances - beginning	4,060,006	15,604,787	19,664,793
Fund balances - ending	$ 4,190,858	$ 12,173,428	$ 16,364,286

Fayette County, Georgia
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Non-Major Special Revenue Funds

For the fiscal year ended June 30, 2007

	Emergency 911	Grants	Street Lights	Law Enforcement Confiscated Monies (L.E.C.M.)	Fine Surcharges	Total
Revenues:						
Property taxes	$ -	$ -	$ 193,425	$ -	$ -	$ 193,425
Intergovernmental	187,321	226,896	-	-	400,484	814,701
User charges	1,867,533	-	-	-	57,327	1,924,860
Fine surcharges	-	-	-	1,325,463	304,372	1,629,835
Interest income	63,591	-	-	10,963	2,251	76,805
Other revenue	8,822	10,526	-	279,889	-	299,237
Total revenues	2,127,267	237,422	193,425	1,616,315	764,434	4,938,863
Expenditures:						
Current:						
Judicial System	-	2,815	-	-	1,082,893	1,085,708
Public Safety	1,999,198	-	-	1,214,227		3,213,425
Public Works	-	-	211,522	-		211,522
Capital outlay:						
Judicial System	-	-	-	-	6,271	6,271
Public Safety	9,788	-	-	371,391	-	381,179
Public Works	-	197,989	-	-	-	197,989
Total expenditures	2,008,986	200,804	211,522	1,585,618	1,089,164	5,096,094
Excess (deficiency) of revenues over (under) expenditures	118,281	36,618	(18,097)	30,697	(324,730)	(157,231)
Other financing sources (uses):						
Transfers in	361,407	-	-	-	-	361,407
Transfers out	(22,324)	(50,000)	(1,000)	-	-	(73,324)
Total other financing sources (uses)	339,083	(50,000)	(1,000)	-	-	288,083
Net change in fund balances	457,364	(13,382)	(19,097)	30,697	(324,730)	130,852
Fund balances - beginning	1,978,057	19,979	56,797	1,174,194	830,979	4,060,006
Fund balances - ending	$ 2,435,421	$ 6,597	$ 37,700	$ 1,204,891	$ 506,249	$ 4,190,858

Fayette County, Georgia
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Non-Major Capital Project Funds

For the fiscal year ended June 30, 2007

	SPLOST Roads Unincorporated	SPLOST Library	Kelly Park Construction	Kenwood Park Construction	Senior Citizen Center Const	Early Warning Siren System	General Capital Projects	Total Non-Major Capital Project Funds
Revenues:								
Interest income	$ 134,162	$ 88,513	$ 23,233	$ 14,504	$ 56,224	$ 1,205	$ 247,181	$ 565,022
Sales tax	3,036,512	-	-	-	-	-	-	3,036,512
Miscellaneous revenues	-	-	-	-	-	-	-	-
Contributions/Donations	-	-	-	-	-	-	-	-
Other Revenues	-	-	-	-	50,000	-	-	50,000
Total revenues	3,170,674	88,513	23,233	14,504	106,224	1,205	247,181	3,651,534
Expenditures:								
Current:								
General Government	-	-	-	-	-	-	-	-
Debt Service - Principal	-	-	-	-	-	-	-	-
Debt Service - Interest	-	-	-	-	-	-	-	-
Parks, Recreation and Culture	-	206,027	-	-	-	-	-	206,027
Capital outlay:								
Public Safety	-	-	-	-	-	210,698	-	210,698
Public Works	3,176,880	-	-	-	-	-		3,176,880
Parks, Recreation and Culture	-	39,228	-	2,199,881	3,196,856	-	-	5,435,965
General Government	-	-	30,732	-	-	-	1,620,584	1,651,316
Total current expenditures	3,176,880	245,255	30,732	2,199,881	3,196,856	210,698	1,620,584	10,680,886
Excess (deficiency) of revenues over (under) expenditures	(6,206)	(156,742)	(7,499)	(2,185,377)	(3,090,632)	(209,493)	(1,373,403)	(7,029,352)
Other financing sources (uses):								
Transfers in	-	-	60,550	1,812,050	1,105,644	121,296	1,584,009	4,683,549
Transfers out	-	-	(479,000)	-	-	-	(606,556)	(1,085,556)
Total other financing sources (uses)	-	-	(418,450)	1,812,050	1,105,644	121,296	977,453	3,597,993
Net change in fund balances	(6,206)	(156,742)	(425,949)	(373,327)	(1,984,988)	(88,197)	(395,950)	(3,431,359)
Fund balances - beginning	2,681,815	1,850,755	440,292	1,876,347	3,343,462	224,496	5,187,620	15,604,787
Fund balances - ending	$ 2,675,609	$ 1,694,013	$ 14,343	$ 1,503,020	$ 1,358,474	$ 136,299	$ 4,791,670	$ 12,173,428

Fayette County, Georgia
Emergency 911 Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual

For the fiscal year ended June 30, 2007

	Budgeted Amounts			Variance
	Original	Final	Actual	Positive (Negative)
Revenues:				
Charges for services	$ 1,717,608	$ 1,717,608	$ 1,867,532	$ 149,924
Intergovernmental	187,321	187,321	187,321	-
Interest Income	50,000	50,000	63,591	13,591
Other Revenue	-	8,823	8,823	-
Total revenues	1,954,929	1,963,752	2,127,267	163,515
Expenditures:				
Current:				
Public Safety:				
Emergency Services	3,050,517	2,257,907	1,992,759	265,148
Capital outlay	13,171	18,476	16,227	2,249
Total expenditures	3,063,688	2,276,383	2,008,986	267,397
Other financing sources (uses):				
Transfers in	163,772	361,407	361,407	-
Transfers out	-	(22,324)	(22,324)	-
Total other financing uses	163,772	339,083	339,083	-
Net change in fund balances	(944,987)	26,452	457,364	430,912
Fund balances - beginning	1,978,057	1,978,057	1,978,057	-
Fund balances - ending	$ 1,033,070	$ 2,004,509	$ 2,435,421	$ 430,912

Fayette County, Georgia
Street Lights Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual

For the fiscal year ended June 30, 2007

	Budgeted Amounts			Variance
	Original	Final	Actual	Positive (Negative)
Revenues:				
Charges for services	$ 190,000	$ 190,000	$ 193,425	$ 3,425
Total revenues	190,000	190,000	193,425	3,425
Expenditures:				
Current:				
Public Works:				
Street Lights	220,600	220,600	211,522	9,078
Total expenditures	220,600	220,600	211,522	9,078
Other financing sources (uses):				
Transfers out	(1,000)	(1,000)	(1,000)	-
Total other financing uses	(1,000)	(1,000)	(1,000)	-
Net change in fund balances	(31,600)	(31,600)	(19,097)	12,503
Fund balances - beginning	56,797	56,797	56,797	-
Fund balances - ending	$ 25,197	$ 25,197	$ 37,700	$ 12,503

Fayette County, Georgia
Law Enforcement Confiscated Monies Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual

For the fiscal year ended June 30, 2007

	Budgeted Amounts			Variance
	Original	Final	Actual	Positive (Negative)
Revenues:				
Fines & forfeitures				
Federal funds	$ -	$ 1,541,933	$ 1,541,936	3
State funds	-	20,265	20,265	-
US Customs funds	-	34,768	34,768	-
Other revenue				-
U S Customs	-	8,084	8,384	300
Interest income	-	10,962	10,963	1
Total revenues	-	1,616,012	1,616,316	304
Expenditures:				
Current:				
Public Safety:				
Investigative Services				
Federal funds	-	1,183,812	1,183,800	12
State funds	-	5,839	5,838	1
U S Customs	-	24,590	24,589	1
Capital outlay:				
Federal funds	-	335,049	335,046	3
State funds	-	-	-	-
U S Customs	-	36,344	36,345	(1)
Total expenditures	-	1,585,634	1,585,618	16
Net change in fund balances	-	30,378	30,697	320
Fund balances - beginning	1,174,194	1,174,194	1,174,194	-
Fund balances - ending	$ 1,174,194	$ 1,204,572	$ 1,204,891	$ 320

Fayette County, Georgia
Fines and Surcharges Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual

For the fiscal year ended June 30, 2007

	Budgeted Amounts			Variance
	Original	Final	Actual	Positive (Negative)
Revenues:				
Intergovernmental:				
Jail Construction Surcharge	$ 375,000	$ 428,920	$ 426,882	$ (2,038)
Victim Assistance	130,500	190,196	190,198	2
Drug Abuse Education Services	40,000	40,000	65,730	25,730
Juvenile Court Supervision	31,000	31,000	22,048	(8,952)
Total Fine Surcharges	576,500	690,116	704,858	14,742
Law Library	50,000	59,576	59,577	1
Total Fees	50,000	59,576	59,577	1
Total revenues	626,500	749,692	764,435	14,743
Expenditures:				
Current:				
Judicial System:				
Juvenile Court Supervision	31,300	31,300	19,285	12,015
Law Library	70,604	116,396	116,394	2
Victim Assistance	337,249	341,494	341,482	12
Drug Abuse Education Services	52,399	52,399	51,985	414
Public Safety:				
Jail Construction Surcharge	435,135	542,743	553,747	(11,004)
Capital Outlay	2,190	6,273	6,272	1
Total expenditures	928,877	1,090,605	1,089,165	1,440
Net change in fund balances	(302,377)	(340,913)	(324,730)	16,183
Fund balances - beginning	830,979	830,979	830,979	-
Fund balances - ending	$ 528,602	$ 490,066	$ 506,249	$ 16,183

Fayette County, Georgia
Grants Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual

For the fiscal year ended June 30, 2007

	Budgeted Amounts			Variance
	Original	Final	Actual	Positive (Negative)
Revenues:				
Intergovernmental	$ 246,406	$ 265,308	$ 235,107	$ (30,201)
Juvenile Offenders Grant	4,200	4,200	2,315	$ (1,885)
Total revenues	250,606.00	269,508	237,422	(32,086)
Expenditures:				
Current:				
Public Safety	6,114	6,114	6,113	1
Judicial System	-	2,815	2,815	-
Public Safety				
Capital outlay	-	183,912	191,876	(7,964)
Total expenditures	6,114	192,841	200,804	(7,964)
Other financing sources (uses):				
Transfers in	-	28,190	-	28,190
Transfers out	-	(103,472)	(50,000)	(53,472)
Total other financing uses	-	(75,282)	(50,000)	(25,282)
Net change in fund balances	244,492	1,385	(13,382)	14,767
Fund balances - beginning	19,979	19,979	19,979	-
Fund balances - ending	$ 264,471	$ 21,364	$ 6,597	$ 14,767

Fayette County, Georgia
Special Purpose L.O.S.T. Non-Major Capital Project Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget (GAAP Basis) and Actual

For the fiscal year ended June 30, 2007

	County Library			
	Budgeted Amounts			Variance
	Original	Final	Actual	Positive (Negative)
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Interest income	60,000	60,000	88,513	28,513
Total revenues	60,000	60,000	88,513	28,513
Expenditures:				
Current:				
Parks, Recreation and Culture:				
Library Services	240,000	240,000	206,027	33,973
Capital outlay:				
Intergovernmental	19,200	50,708	39,228	11,480
Total expenditures	259,200	290,708	245,255	45,453
Net change in fund balances	(199,200)	(230,708)	(156,742)	73,966
Fund balances - beginning	1,850,755	1,850,755	1,850,755	-
Fund balances - ending	$ 1,651,555	$ 1,620,047	$ 1,694,013	$ 73,966

Fayette County, Georgia
Schedule of Projects Funded through Special Purpose Local Option Sales Tax (S.P.L.O.S.T.)
Road, Street, and Bridge Purposes
For the fiscal year ended June 30, 2007

CITIES, TOWNS, AND UNINCORPORATED COUNTY PROJECTS - BY JURISDICTION (30 % Of Total Tax Proceeds)	ORIGINAL COST ESTIMATED	REVISED COST ESTIMATED	PRIOR YEAR EXPENDITURES	CURRENT YEAR EXPENDITURES	PRIOR YEAR INTEREST EARNED	CURRENT YEAR INTEREST EARNED
UNINCORPORATED FAYETTE COUNTY PROJECTS:						
INTERSECTIONS	$ 2,450,000	$ 2,450,000	$ -	$ 36,750	$ -	$ -
ROADWAYS	14,330,767	14,330,767	798,981	3,140,130	-	-
INTEREST EARNED	-	-	-	-	65,876	134,162
TOTAL - UNINCORPORATED FAYETTE COUNTY PROJECTS	**$ 16,780,767**	**$ 16,780,767**	**$ 798,981**	**$ 3,176,880**	**$ 65,876**	**$ 134,162**
TOWN OF BROOKS PROJECTS:						
ROADWAYS	$ 212,019	$ 212,019	$ 194	$ -	$ -	$ -
INTEREST EARNED	-	-	-	-	51	-
TOTAL - TOWN OF BROOKS PROJECTS	**$ 212,019**	**$ 212,019**	**$ 194**	**$ -**	**$ 51**	**$ -**
CITY OF FAYETTEVILLE PROJECTS: (1)						
INTERSECTIONS	$ 291,000	$ 335,000	$ -	$ 36,225	$ -	$ -
ROADWAYS	2,196,494	2,289,374	-	120,175	-	-
STREETSCAPES/PATHS	1,759,833	1,622,953	-	69,273	-	-
INTEREST EARNED	-	-	-	-	597	-
TOTAL - CITY OF FAYETTEVILLE PROJECTS	**$ 4,247,327**	**$ 4,247,327**	**$ -**	**$ 225,673**	**$ 597**	**$ -**
PEACHTREE CITY PROJECTS: (1)						
BRIDGES	$ 1,403,550	$ 355,170	$ 3,285	$ 35,120	$ -	$ -
INTERSECTIONS	3,187,740	2,423,240	-	19,170	-	-
ROADWAYS	6,321,901	4,939,954	36,061	364,142	-	-
STREETSCAPES/PATHS	1,112,793	3,073,263	-	246,945	-	-
INTEREST EARNED	-	-	-	-	1,691	-
TOTAL - PEACHTREE CITY PROJECTS	**$ 12,025,984**	**$ 10,791,627**	**$ 39,346**	**$ 665,377**	**$ 1,691**	**$ -**
TOWN OF TYRONE PROJECTS:						
INTERSECTIONS	$ 121,030	$ 121,030	$ -	$ -	$ -	$ -
ROADWAYS	974,380	974,380	29,645	176,733	-	-
STREETSCAPES/PATHS	395,673	395,673	-	-	-	-
INTEREST EARNED	-	-	-	-	357	-
TOTAL - TOWN OF TYRONE PROJECTS	**$ 1,491,083**	**$ 1,491,083**	**$ 29,645**	**$ 176,733**	**$ 357**	**$ -**
TOTAL - CITIES, TOWNS, AND UNINCORPORATED COUNTY PROJECTS	**$ 34,757,180**	**$ 33,522,823**	**$ 868,166**	**$ 4,244,663**	**$ 68,572**	**$ 134,162**

COUNTYWIDE PROJECTS (70 % Of Total Tax Proceeds)	ORIGINAL COST ESTIMATED	REVISED COST ESTIMATED	PRIOR YEAR EXPENDITURES	CURRENT YEAR EXPENDITURES	PRIOR YEAR INTEREST EARNED	CURRENT YEAR INTEREST EARNED
BRIDGES	$ 3,670,000	$ 3,670,000	$ -	$ -	$ -	$ -
INTERSECTIONS	3,657,400	3,657,400	-	-	-	-
ROADWAYS	67,975,787	67,975,787	169,371	363,547	-	-
STREETSCAPES/PATHS	5,796,900	5,796,900	-	602,708	-	-
INTEREST EARNED	-	-	-	-	321,509	1,154,543
TOTAL - COUNTY WIDE PROJECTS	**$ 81,100,087**	**$ 81,100,087**	**$ 169,371**	**$ 966,255**	**$ 321,509**	**$ 1,154,543**
TOTAL - ALL PROJECTS	**$ 115,857,267**	**$ 114,622,910**	**$ 1,037,537**	**$ 5,210,918**	**$ 390,081**	**$ 1,288,705**

(1) Cities of Fayetteville and Peachtree City fiscal year end dates are July 31 and September 30 respectively.
Figures included are from their last audited report, fiscal year 2006.

Fayette County, Georgia
Schedule of Projects Funded through Special Purpose Local Option Sales Tax (S.P.L.O.S.T.)
Road, Street, and Bridge Purposes
June 30, 2007

On November 2, 2004, a referendum was passed by Fayette County voters to impose a 1% Special Purpose Local Option Sales Tax (SPLOST) for use soley for road, street, and bridge purposes in Fayette County.

The tax began April 1, 2005 and will continue through March 31, 2010 or the end of the quarter where the raising of $115,857,267 is reached, whichever occurs first.

The tax has been subdivided into two parts with 70 percent of the available funding earmarked for County-Wide Projects and the remaining 30 percent of available funding earmarked for use of projects sponsored by a city, town, or the unincorporated portion of Fayette County.

The 30 percent portion of the tax is further subdivided among the cities and towns within Fayette County and the Unincorporated portion of Fayette County based upon the respective population share of each jurisdiction compared to the total population for Fayette County.

The County has used population data from the 2000 Census as published by the U.S. Census Bureau.

Jurisdiction Name	Population Share
UNINCORPORATED FAYETTE COUNTY	48.28%
TOWN OF BROOKS	0.61%
CITY OF FAYETTEVILLE	12.22%
PEACHTREE CITY	34.60%
TOWN OF TYRONE	4.29%
TOTAL	**100.00%**

Fayette County, Georgia

Schedule of Projects Funded through Special Sale Tax Proceeds S.P.L.O.S.T.

For the fiscal year ended June 30, 2007

Project	Year Approved	Original Cost Estimated	Expenditures 1993 - 1997	Expenditures 1998 - 2006	Expenditures 2007	Interest Earned	Surplus Funds
Library Construction and Services	November 1992	$ 4,000,000	$ 2,131,607	$ 1,223,374	$ 245,255	$ 1,294,250	$ 1,694,014

The library services S.P.L.O.S.T. revenues have constructed and furnished a 28,000 square foot library at a cost of $3,354,981. The original project cost was $4,000,000. The County's stewardship of these funds is evident. The total construction cost closed under budget saving $645,019 for future library services and programs. The surplus funds of $1,694,013 will fund library improvements.

On November 3, 1992, a referendum was held on the question of a special 1% sales and use tax being imposed in Fayette County for a period of time not to exceed three (3) calendar quarters (nine (9) months) for the raising of no more than $4,000,000.00 for the purpose of opening a new library within the County, and to include costs of construction, land acquisition, furnishings, equipment, books, and materials with any remaining funds to be used in improving libraries currently operating within the County.

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COMPONENT UNITS

COMPONENT UNITS

FAYETTE COUNTY DEVELOPMENT AUTHORITY

The Fayette County Development Authority (the "Authority") was established by resolution of the Board of Commissioners of Fayette County pursuant to the enabling legislation of the Official Code of Georgia Annotated Section 36-62-4 (b). The purpose of the Authority is to develop and promote for the public good and general welfare, trade, commerce, industry and employment opportunities and to promote the general welfare within Fayette County. The Authority is a component unit of Fayette County, Georgia (the primary government) based upon operational and financial relationships with the County (as district from legal relationships).

The Fayette County Board of Commissioners appoints the Authority's governing board. The County provides a substantial portion of the Authority's revenue ($300,382 in the year ended June 30, 2007). The Authority cannot levy taxes and cannot issue bonded debt without approval of the Fayette County Board of Commissioners.

FAYETTE COUNTY DEPARTMENT OF PUBLIC HEALTH

The Fayette County Board of Health was created by House Bill 1068 (1984 GA Legislature), the department's governing body. The Board is made up of seven members, four are appointed by the County Board of Commissioners, two by Peachtree City (largest municipality of the County) and one appointed by the Fayette County Board of Education, Superintendent of Fayette County Schools.

Member	Appointed by:
Robert Horgan	Chief Executive Officer of the governing authority of County or appointee
John Decotis, PhD	County Superintendent of Schools, appointed by Board of Education
Michael Strain, MD, Chair	Physician actively participating, appointed by governing authority of County.
Thomas B, Faulkner, MD, MHA	Consumer or licensed nurse, appointed by Peachtree City
Judi-ann Rutherford	Council Member of Peachtree City, appointed by Peachtree City
Lynette Peterson	Consumer representing the needy, underprivileged, or elderly appointed by governing authority of County (Board of Commissioners).
Lyn Redwood	Consumer representing consumers of Mental Health, Mental Retardation, and substance abuse, appointed by governing authority of County.

The Fayette County Department of Public Health major functions are:

- Promote and encourage healthy behaviors by providing education and counseling.
- Provide preventative health care and educational services to the general public. These services include, but are not limited to, communicable diseases, immunizations, family planning, cancer screening, physical assessments, administering the WIC program, chronic diseases such as diabetes and hypertension, child health, and refugee services.

The Fayette County Department of Public Health adopts annual budgets in accordance with the programmatic requirements as issued by the Georgia Department of Human Resources. Fayette County Department of Public Health receives significant revenue from the Georgia Department of Human Resources. The County appropriates funds annually to cover a portion of its operating cost ($320,152 in the year ended June 30, 2007).

The employees of the Health Department are employees of the State of Georgia, and participate in the Georgia State Employees Retirement System.

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Fayette County, Georgia
Combining Statement of Net Assets
Component Units

June 30, 2007

	Fayette County Department of Public Health	Development Authority	Component Unit Totals
Assets:			
Cash in bank	$ 738,167	$ 353,464	$ 1,091,631
Restricted cash	-	411,944	411,944
Receivables	28,897	-	28,897
Prepaid items	-	4,874	4,874
Restricted Investment	-	788,230	788,230
Capital assets, net of depreciation	53,244	151,765	205,009
Total assets	820,308	1,710,277	2,530,585
Liabilities and net assets			
Liabilities:			
Accounts payable	32,392	1,638	34,030
Accrued expenses	-	-	-
Due in more than one year	107,604	-	107,604
Payable from restricted assets	-	1,200,174	1,200,174
Total liabilities	139,996	1,201,812	1,341,808
Net assets			
Invested in capital assets, net of related debt	53,244	151,765	205,009
Restricted	30,000	-	30,000
Unrestricted	597,068	356,700	953,768
Total net assets	$ 680,312	$ 508,465	$ 1,188,777

Fayette County, Georgia
Combining Statement of Activities
Component Units

For the Fiscal Year Ended June 30, 2007

Functions/Program Activities	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expense) Revenue and Changes In Net Assets: Governmental Activities
Governmental Activities:				
Development Authority	$ 298,554	$ 300,382	$ -	$ 1,828
Health Department	1,515,263	693,739	760,282	(61,242)
Total Governmental Activities	1,813,817	994,121	760,282	(59,414)
General revenues:				
Investment earnings				
Development Authority				8,267
Health Department				35,737
Total general revenues				44,004
Change in net assets				(15,410)
Net assets at beginning of year				1,204,187
Net assets at end of year				$ 1,188,777



INTERNAL SERVICE FUNDS

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments or agencies or to other governmental units on a cost-reimbursement basis.

The County uses the following Internal Service Funds:

Worker's Compensation Self-Insurance Fund

The Worker's Compensation Self-Insurance Fund was established to provide resources for payment of workers' compensation claims of County employees. Individual departments are charged for worker's compensation based upon previous insurance carriers' cost charges.

Dental/Vision Self-Insurance Fund

The Dental/Vision Self-Insurance Fund was established to provide resources for payment of employee claims. The County's portion of the dental and vision costs is transferred to the self-insurance fund each pay period. The employee's portion of the cost is withheld from the employee and transferred to the self-insurance fund each pay period.

Medical Self-Insurance Fund

The Medical Self-Insurance Fund was established in 1991 to provide resources for payment of employee medical cliams, and on June 1, 2002 the County became fully insured. This fund is still maintained in the event the Board of Commissioners decide to self-insure again. The Employee Assistance Program (EAP) cost to the County are recorded in this fund as well as the annual expense for flu shots.

Vehicle Replacement Fund

The Vehicle Replacement Fund was established to provide resources for the County to replace vehicles. Replacement vehicles are purchased through this fund.

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Fayette County, Georgia
Combining Statement of Net Assets
Internal Service Funds

June 30, 2007

	Self Insurance Fund				
ASSETS	Worker's Compensation	Dental/Vision	Medical	Vehicle Replacement	Total
Current Assets					
Unrestricted cash	$ 1,714,300	$ 50,910	$ 1,653,544	$ -	$ 3,418,754
Restricted cash	-	-	-	9,805,792	9,805,792
Accounts receivable	-	-	-	-	-
Total Current Assets	1,714,300	50,910	1,653,544	9,805,792	13,224,546
Noncurrent assets					
Capital assets					
Machinery and equipment	-	-	-	3,984,272	3,984,272
Vehicles	-	-	-	11,022,700	11,022,700
Total Capital Assets	-	-	-	15,006,972	15,006,972
Accumulated depreciation	-	-	-	(10,029,594)	(10,029,594)
Total Capital Assets (net of accumulated depreciation)	-	-	-	4,977,378	4,977,378
Other assets					
Unamortized Debt Issue Cost	-	-	-	232,712	232,712
Total Assets	1,714,300	50,910	1,653,544	15,015,882	18,434,636
LIABILITIES					
Current Liabilities					
Accounts payable	-	-	-	4,114	4,114
Claims payable	-	41,079	-	-	41,079
Total current liabilities	-	41,079	-	4,114	45,193
Long-Term Liabilities					
Certificates of Participation	-	-	-	5,000,000	5,000,000
Total long-term liabilities	-	-	-	5,000,000	5,000,000
Total Liabilities	-	41,079	-	5,004,114	5,045,193
NET ASSETS					
Invested in capital assets				4,977,378	4,977,378
Unrestricted	1,714,300	9,831	1,653,544	5,034,390	8,412,065
Total Net Assets	$ 1,714,300	$ 9,831	$ 1,653,544	$ 10,011,768	$ 13,389,443

Fayette County, Georgia
Combining Statement of Revenues, Expenses and Changes in Net Assets
Internal Service Funds

For the fiscal year ended June 30, 2007

	Self Insurance Fund			Vehicle Replacement Fund	Total
	Workers' Compensation	Dental/Vision	Medical		
Operating Revenues:					
Charges to other funds	$ 31,839	$ 165,949	$ 34,644	$ -	$ 232,432
Employee contributions	-	50,665	66,494	-	117,159
Total Operating Revenues	31,839	216,614	101,138	-	349,591
Operating Expenses:					
Claims expense	355,497	363,856	119,376	-	838,729
Excess insurance purchased	203	-	-	-	203
Administrator's fees	12,293	42,292	-	-	54,585
Other services and charges	-	-	-	5,872	5,872
Acquisition of capital assets	-	-	-	6,922	6,922
Amortization expense	-	-	-	11,082	11,082
Depreciation expense	-	-	-	836,037	836,037
Total Operating Expenses	367,993	406,148	119,376	859,913	1,753,430
Operating Income (loss)	(336,154)	(189,534)	(18,238)	(859,913)	(1,403,839)
Non-Operating Revenues:					
Interest income	80,706	6,718	80,706	566,485	734,615
Total Non-Operating Revenues	80,706	6,718	80,706	566,485	734,615
Non-Operating Expenses:					
Interest expense	-	-	-	210,959	210,959
Net Loss on disposition of capital assets	-	-	-	22,609	22,609
Total Non-Operating Expenses	-	-	-	233,568	233,568
Income (Loss) Before Transfers	(255,448)	(182,816)	62,468	(526,996)	(902,792)
Transfers from other funds					
General Fund	-	-	-	-	-
Medical Fund	-	89,500	(89,500)	-	
Solid Waste Fund	-	-	-	20,458	20,458
Fire Fund	-	-	-	308,062	308,062
Total Transfers from Other Funds	-	89,500	(89,500)	328,520	328,520
Change in net assets	(255,448)	(93,316)	(27,032)	(198,476)	(574,272)
Total net assets-beginning of year	1,969,748	103,147	1,680,576	10,210,244	13,963,715
Total net assets-end of year	$ 1,714,300	$ 9,831	$ 1,653,544	$ 10,011,768	$ 13,389,443

Fayette County, Georgia
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the fiscal year ended June 30, 2007

	Self Insurance Fund				
	Workers' Compensation	Dental/Vision	Medical	Vehicle Replacement Fund	Totals
Cash Flows from Operating Activities:					
Premiums Received from Other Funds	$ 163,559	$ 165,949	$ 34,644	$ -	$ 364,152
Premiums Received from Employees	-	50,665	66,494	-	117,159
Claim Payments	(358,006)	(344,659)	(122,357)	-	(825,022)
Receipts from Charges for Services	-	-	-	-	-
Payments to Suppliers for Goods or Services	-	-	-	(23,108)	(23,108)
Insurance Purchases	(203)	-	-	-	(203)
Administrative and Other Charges	(12,293)	(42,292)	-	(12,794)	(67,379)
Net Cash Provided by (Used in) Operating Activities	(206,943)	(170,337)	(21,219)	(35,902)	(434,401)
Cash Flows from Noncapital Financing Activities:					
Receipts from Equity Transfer from General Fund	-	-	-	-	-
Receipts from Equity Transfer from Medical Fund	-	89,500	-	-	89,500
Receipts from Equity Transfer from Solid Waste Fund	-	-	-	20,458	20,458
Receipts from Equity Transfer from Fire Fund	-	-	-	308,062	308,062
Net Cash Provided by Noncapital Financing Activities	-	89,500	-	328,520	418,020
Cash Flows from Noncapital Financing Activities:					
Cash Flows from Capital and Related Financing Activities:					
Purchase of Fixed Assets	-	-	-	(2,260,130)	(2,260,130)
Transfer of Equity ot Dental/Vision Fund	-	-	(89,500)	-	(89,500)
Payment of Interest on Certificates of Participation	-	-	-	(210,959)	(210,959)
Net Cash Provided by (Used in) Capital and Related Financing Activities	-	-	(89,500)	(2,471,089)	(2,560,589)
Cash Flows from Investing Activities:					
Interest on Checking	80,706	6,718	80,706	566,485	734,615
Net Cash Provided by Investing Activities	80,706	6,718	80,706	566,485	734,615
Net Increase (Decrease) in Cash and Cash Equivalents	(126,237)	(74,119)	(30,013)	(1,611,986)	(1,842,355)
Cash and Cash Equivalents at Beginning of Year	1,840,537	125,029	1,683,557	11,417,778	15,066,901
Cash and Cash Equivalents at End of Year	$ 1,714,300	$ 50,910	$ 1,653,544	$ 9,805,792	$ 13,224,546
Classified As:					
Current Assets	$ 1,714,300	$ 50,910	$ 1,653,544	$ 9,805,792	$ 13,224,546

Fayette County, Georgia
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the fiscal year ended June 30, 2007

	Self Insurance Fund				
	Workers' Compensation	Dental/Vision	Medical	Vehicle Replacement Fund	Totals
Reconciliation of Operating Loss to Net Cash Provided by (Used in) Operating Activities					
Operating Loss	$ (336,154)	$ (189,534)	$ (18,238)	$ (859,913)	$ (1,403,839)
Adjustments to Reconcile Operating Loss to Net Cash Provided by (Used in) Operating Activities:					
Amortization Expense	-	-	-	11,082	11,082
Depreciation Expense	-	-	-	836,037	836,037
Decrease in Current Assets:					
Accounts Receivable	131,720	-	-		131,720
Increase (Decrease) in Current Liabilities:					
Other Payables	(2,509)	-	-	(23,108)	(25,617)
Estimated Claims Payable	-	19,197	(2,981)	-	16,216
Total Adjustments	129,211	19,197	(2,981)	824,011	969,438
Net Cash Provided by (Used in) Operating Activities	$ (206,943)	$ (170,337)	$ (21,219)	$ (35,902)	$ (434,401)



Where Quality Is A Lifestyle

FIDUCIARY FUNDS

Fayette County, Georgia
Fiduciary Funds
Statement of Changes in Assets and Liabilities

For the fiscal year ended June 30, 2007

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
TAX COMMISSIONER				
Assets				
Cash	$ 1,178,836	$ 157,051,916	$ 158,167,955	$ 62,797
Liabilities				
Due to Others	$ 1,122,051	$ 157,018,699	$ 158,138,612	$ 2,138
Tax Protest/Bankruptcy/Tax Sale	56,785	33,217	29,343	60,659
Total Liabilities	$ 1,178,836	$ 157,051,916	$ 158,167,955	$ 62,797
SHERIFF				
Assets				
Cash	$ 1,226,637	$ 631,472	$ 1,601,344	$ 256,765
Liabilities				
Due to Others	$ 1,226,637	$ 631,472	$ 1,601,344	$ 256,765
Total Liabilities	$ 1,226,637	$ 631,472	$ 1,601,344	$ 256,765
SUPERIOR COURT				
Assets				
Cash	$ 1,633,247	$ 8,008,268	$ 8,175,736	$ 1,465,779
Liabilities				
Due to Others	$ 1,633,247	$ 8,008,268	$ 8,175,736	$ 1,465,779
Total Liabilities	$ 1,633,247	$ 8,008,268	$ 8,175,736	$ 1,465,779
STATE COURT				
Assets				
Cash	$ 154,335	$ 2,318,210	$ 1,946,467	$ 526,078
Liabilities				
Due to Others	$ 154,335	$ 2,318,210	$ 1,946,467	$ 526,078
Total Liabilities	$ 154,335	$ 2,318,210	$ 1,946,467	$ 526,078

Continued on next page.

Fayette County, Georgia
Fiduciary Funds
Statement of Changes in Assets and Liabilities

For the fiscal year ended June 30, 2007

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
MAGISTRATE COURT				
Assets				
Cash	$ 76,219	$ 503,351	$ 511,559	$ 68,011
Liabilities				
Due to Others	$ 76,219	$ 503,351	$ 511,559	$ 68,011
Total Liabilities	$ 76,219	$ 503,351	$ 511,559	$ 68,011
JUVENILE COURT				
Assets				
Cash	$ 15,752	$ 154,068	$ 157,744	$ 12,076
Liabilities				
Due to Others	$ 15,752	$ 154,068	$ 157,744	$ 12,076
Total Liabilities	$ 15,752	$ 154,068	$ 157,744	$ 12,076
PROBATE COURT				
Assets				
Cash	$ -	$ 201,448	$ 201,448	$ -
Liabilities				
Due to Others	$ -	$ 201,448	$ 201,448	$ -
Total Liabilities	$ -	$ 201,448	$ 201,448	$ -
TOTALS-ALL FIDUCIARY FUNDS				
Assets				
Cash	$ 4,285,026	$ 168,868,733	$ 170,762,253	$ 2,391,506
Liabilities				
Due to Other agencies or funds	$ 4,228,241	$ 168,835,516	$ 170,732,910	$ 2,330,847
Tax Protest/Bankruptcy/Tax Sale	56,785	33,217	29,343	60,659
Total Liabilities	$ 4,285,026	$ 168,868,733	$ 170,762,253	$ 2,391,506



STATISTICAL SECTION

"Unaudited"

Financial Trends Information

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

1. Net Assets
2. Change in Net Assets
3. Information on fund balances and changes in fund balances for governmental funds

Revenue Capacity Information

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

1. Revenue base
2. Revenue rates
3. principal revenue payers
4. Property Tax Levies and Collections

Debt Capacity Information

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.

1. Ratios of outstanding debt
2. Direct and overlapping debt
3. Debt limitations
4. Pledged-revenue coverage

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.

1. Population
2. Total personal income (if it is not presented with the ratios of outstanding debt)
3. *Per capita* personal income
4. Unemployment rate

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.

1. number of government employees
2. operating indicators
3. capital asset information

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FAYETTE COUNTY, GEORGIA
Net Assets By Component
Last Five Fiscal Years
(accrual basis of accounting)
"Unaudited"

	Fiscal Year Ended June 30				
	2003	**2004**	**2005**	**2006**	**2007**
Governmental activities					
Invested in capital assets, net of related debt	$ 346,856	$ 8,402,602	$ 12,626,621	$ 11,881,854	$ 61,331,911
Restricted	1,463,122	1,291,320	4,643,916	9,369,988	9,206,066
Unrestricted	74,027,281	65,245,850	66,600,723	82,196,989	94,252,175
Total governmental activities net assets	$ 75,837,259	$ 74,939,772	$ 83,871,260	$103,448,831	$164,790,152
Business-type activities					
Invested in capital assets, net of related debt	$ 55,043,365	$ 55,537,244	$ 57,616,988	$ 58,928,256	$ 61,128,008
Restricted	8,844,631	9,817,295	11,095,278	11,073,367	12,661,526
Unrestricted	4,874,309	4,272,575	3,329,148	4,355,880	4,172,974
Total business-type activities net assets	$ 68,762,305	$ 69,627,114	$ 72,041,414	$ 74,357,503	$ 77,962,508
Primary government					
Invested in capital assets, net of related debt	$ 55,390,221	$ 63,939,846	$ 70,243,609	$ 70,810,110	$122,459,919
Restricted	10,307,753	11,108,615	15,739,194	20,443,355	21,867,592
Unrestricted	78,901,590	69,518,425	69,929,871	86,552,869	98,425,149
Total primary government net assets	$ 144,599,564	$ 144,566,886	$ 155,912,674	$177,806,334	$242,752,660

Data for the last five years is being reported. Data prior to GASB 34 implementation (2003) is not available.
The significant increase in invested in capital assets, net of related debt in the current year was the result of including infrastructure assets that were purchased or completed prior to June 30, 2002.

FAYETTE COUNTY, GEORGIA
CHANGES IN NET ASSETS
LAST FIVE FISCAL YEARS
(accrual basis of accounting)
"Unaudited"

	For the Fiscal Year Ended June 30				
	2003	2004	2005	2006	2007
Expenses					
Primary government:					
General government	$ 13,082,785	$ 15,045,408	$ 8,734,408	$ 13,589,479	$ 13,217,872
Judicial	3,878,507	8,727,224	4,336,761	4,677,929	5,401,526
Public safety	23,806,488	21,690,558	25,422,795	29,331,567	31,310,184
Public works	5,037,712	5,228,876	4,611,615	5,433,833	15,643,667
Health and welfare	641,558	598,801	819,266	689,879	705,001
Culture and recreation	1,728,369	2,006,950	1,774,572	1,871,303	7,418,659
Planning and community development	1,501,851	1,463,997	1,435,272	1,460,636	1,555,478
Interest on long-term debt and fiscal charges	3,301,823	4,231,058	3,152,414	3,156,175	3,043,276
Total governmental activities expenses	52,979,093	58,992,872	50,287,103	60,210,801	78,295,663
Business-type activities	12,260,039	12,505,934	12,560,631	12,515,761	13,174,375
Total business-type activities expenses	12,260,039	12,505,934	12,560,631	12,515,761	13,174,375
Total primary government expenses	$ 65,239,132	$ 71,498,806	$ 62,847,734	$ 72,726,562	$ 91,470,038
Program revenues					
Primary government:					
Charges for services and fines:					
General government	$ 597,872	$ 651,272	$ 1,296,466	$ 521,225	$ 940,273
Judicial	2,878,715	2,502,618	2,584,575	2,597,880	2,362,746
Public safety	3,317,936	4,043,766	4,162,141	5,267,301	5,233,571
Public works	-	-	413,361	438,362	10,076
Culture and recreation	151,825	201,582	218,950	189,840	186,265
Planning and community development	28,870	51,983	582,363	665,972	672,849
Operating grants and contributions	34,616	129,527	85,068	808,590	5,600
Total governmental activities program revenues	7,009,834	7,580,748	9,342,924	10,489,170	9,411,380
Business-type activities					
Charges for services and fines:	11,102,693	11,631,756	11,691,434	12,572,078	13,904,189
Capital grants and contributions	2,365,115	1,515,916	2,729,684	2,262,050	2,708,273
Total business-type activities program revenues	$ 13,467,808	$ 13,147,672	$ 14,421,118	$ 14,834,128	$ 16,612,462
Total Primary government program revenues	$ 20,477,642	$ 20,728,420	$ 23,764,042	$ 25,323,298	$ 26,023,842

FAYETTE COUNTY, GEORGIA

CHANGES IN NET ASSETS
LAST FIVE FISCAL YEARS

(accrual basis of accounting)
"Unaudited"

	For the Fiscal Year Ended June 30, 2007				
	2003	2004	2005	2006	2007
Net (expenses)/revenues					
Governmental activities	$ (45,969,259)	$ (51,412,124)	$ (40,944,179)	$ (49,721,631)	$ (68,884,283)
Business-type activities	1,207,769	641,738	1,860,487	2,318,367	3,438,087
Total primary government net expense	(44,761,490)	(50,770,386)	(39,083,692)	(47,403,264)	(65,446,196)
General Revenues and Other Changes in Net Assets					
Primary government:					
Taxes					
Property taxes	24,338,916	32,538,816	30,178,341	32,103,630	33,238,968
Sales taxes	7,889,458	8,737,301	9,092,061	10,296,451	10,654,218
Other taxes	9,685,832	2,915,465	2,495,302	2,874,588	2,966,242
Special Purpose Local Option Sales Taxes	-	-	3,242,853	16,676,100	17,711,729
Licenses and permits	405,163	535,467	-	-	-
Intergovernmental	3,590,403	4,226,291	1,324,636	2,880,454	3,146,118
Gain on sale of capital assets	60,867	26,103	86,466	20,511	61,996
Investment earnings	907,363	749,668	1,916,256	3,194,159	5,186,857
Miscellaneous	611,946	905,114	982,332	663,405	1,077,945
Transfers	-	-	557,420	589,904	607,179
Total governmental activities	$ 47,489,948	$ 50,634,225	$ 49,875,667	$ 69,299,202	$ 74,651,252
Business-type activities:					
Gain on sale of capital assets	105,840	15,000	700	12,582	-
Investment earnings	198,300	88,478	253,588	550,275	747,261
Miscellaneous	147,503	5	428,093	24,769	26,836
Transfers	-	-	(557,420)	(589,904)	(607,179)
Total business-type activities	$ 451,643	$ 103,483	$ 124,961	$ (2,278)	$ 166,918
Total primary government	$ 47,941,591	$ 50,737,708	$ 50,000,628	$ 69,296,924	$ 74,818,170
Change in Net Assets					
Governmental activities	$ 1,520,689	$ (777,899)	$ 8,931,488	$ 19,577,571	$ 5,766,969
Business-type activities	1,659,412	745,221	1,985,448	2,316,089	3,605,005
Total primary government	$ 3,180,101	$ (32,678)	$ 10,916,936	$ 21,893,660	$ 9,371,974

Data for the last five years is being reported. Data prior to GASB 34 implementation (2003) is not available.

FAYETTE COUNTY, GEORGIA

Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
"Unaudited"

	Fiscal Year Ended June 30, 2007									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General Fund										
Reserved	$ 129,532	$ 341,732	$ 655,779	$ 623,651	$ 547,720	$ 296,610	$ 403,077	$ 212,473	$ 168,270	$ 887,824
Unreserved	11,781,414	13,577,411	17,764,014	23,121,241	21,833,565	24,363,075	26,722,824	28,346,527	29,267,067	30,239,612
Total General Fund	$ 11,910,946	$ 13,919,143	$18,419,793	$ 23,744,892	$ 22,381,285	$24,659,685	$27,125,901	$28,559,000	$29,435,337	$31,127,436
All Other Governmental Funds										
Reserved	$ 1,104,254	$ 958,358	$ 1,215,114	$ 1,120,087	$ 1,628,367	$ 6,882,395	$ 2,018,237	$ 36,871	$ 23,324	$ 4,380,356
Unreserved, reported in:										
Special revenue funds	3,253,851	3,653,687	3,958,738	4,631,127	4,682,878	5,116,075	7,012,090	12,211,096	8,918,364	8,853,559
Capital projects funds	4,926,438	5,475,079	57,840,933	52,309,217	32,930,874	21,480,488	16,618,700	16,677,312	39,863,830	48,351,826
Total All Other Governmental Funds	$ 9,284,543	$ 10,087,124	$63,014,785	$ 58,060,431	$ 39,242,119	$33,478,958	$25,649,027	$28,925,279	$48,805,518	$61,585,741
Total Governmental Funds	$ 21,195,489	$ 24,006,267	$81,434,578	$ 81,805,323	$ 61,623,404	$58,138,643	$52,774,928	$57,484,279	$78,240,855	$92,713,177

FAYETTE COUNTY, GEORGIA

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)
"Unaudited"

	Fiscal Year Ending June 30, 2007									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Revenues										
Taxes	$ 24,516,420	$ 28,846,267	$ 30,561,372	$ 36,176,148	$ 40,066,861	$ 41,028,475	$ 43,529,775	$ 45,085,843	$ 62,441,421	$ 65,113,592
Licenses and permits	657,981	759,890	704,397	666,359	729,437	405,163	535,467	745,967	841,083	856,102
Intergovernmental	1,040,579	639,710	1,035,360	1,989,619	3,237,852	3,590,403	4,226,290	4,677,370	2,880,454	3,398,318
Charges for services	-	-	-	-	-	4,686,386	4,847,003	4,727,117	5,070,445	5,192,711
Fines and forfeitures	1,685,204	2,027,340	1,943,572	2,107,730	2,252,351	2,096,707	2,303,760	2,193,837	3,239,194	3,124,534
Investment Income	-	-	-	-	-	2,081,945	592,460	1,222,210	2,697,022	4,452,242
Contributions	-	-	-	-	-	34,616	9,939	39,875	808,590	896,329
Miscellaneous	3,459,283	4,076,668	4,456,643	8,751,074	8,505,515	446,196	546,676	990,392	658,057	5,600
Total revenues	31,359,467	36,349,875	38,701,344	49,690,930	54,792,016	54,369,891	56,591,370	59,682,611	78,636,266	83,039,428
Expenditures										
General government	3,549,193	4,051,610	4,266,256	$ 4,295,242	$ 4,441,482	$ 6,962,277	$ 7,433,934	$ 7,754,982	$ 7,942,522	$ 8,037,744
Judical	2,482,736	2,721,097	3,021,851	3,237,992	3,294,422	3,779,507	4,020,094	4,290,835	4,619,714	5,370,540
Public safety	12,263,053	14,585,527	15,720,103	17,820,547	19,643,429	22,709,542	24,002,693	24,832,261	26,516,676	29,628,121
Public works	4,919,773	4,944,998	5,315,261	5,533,761	6,365,787	4,800,697	4,828,440	4,599,815	5,187,982	4,781,461
Health and welfare	457,583	504,687	577,352	441,826	575,413	641,558	637,974	819,266	689,879	705,001
Culture and recreation	1,054,249	1,183,089	1,267,068	1,473,895	1,396,527	1,532,083	1,751,545	1,551,419	1,768,694	1,902,937
Planning & community development	774,864	704,198	725,519	662,757	833,499	1,489,063	1,460,306	1,442,581	1,438,092	1,552,728
Capital Outlay	2,107,609	4,434,013	4,254,583	6,068,223	29,953,560	18,378,722	11,768,883	4,025,852	3,903,023	12,090,140
Intergovernmental	4,631	67,484	53,646	45,614	-	-	-	-	-	-
Debt service:	748,192	657,100	1,322,017	4,814,264	8,748,709	-	-	-	-	-
Principal retirement	-	-	-	-	-	1,010,000	1,676,902	1,758,656	1,849,800	1,937,428
Interest and fiscal charges	-	-	-	-	-	2,831,957	3,156,311	3,074,266	2,989,997	2,899,990
Paying agent fees/bonds	-	-	-	-	-	-	1,175	1,175	2,225	1,671
Total expenditures	28,361,883	33,853,803	36,523,656	44,394,121	75,252,828	64,135,406	60,738,257	54,151,108	56,908,604	68,907,761
Excess (deficiency)of revenues over expenditures	2,997,584	2,496,072	2,177,688	5,296,809	(20,460,812)	(9,765,515)	(4,146,887)	5,531,503	21,727,662	14,131,667
(Continued)										
Debt Service as a precentage of noncapital expenditures	2.9%	2.3%	4.3%	14.4%	23.9%	9.2%	11.0%	10.7%	10.1%	9.3%

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

	Fiscal Year Ending June 30, 2007									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Other financing sources (uses)										
Proceeds from capital lease	$ -	$ -	$ -	$ -	$ -	$ 7,760,000	$ -	$ -	$ -	$ -
Transfers in	5,469,544	2,345,623	5,322,984	994,004	6,410,418	3,579,658	2,491,003	5,036,640	6,887,887	6,873,563
Transfers out	(5,344,485)	(2,120,043)	(6,100,749)	(7,355,886)	(6,542,566)	(5,119,771)	(3,731,835)	(5,945,258)	(7,879,484)	(6,594,904)
Proceeds from sale of capital assets	81,313	89,126	987,046	784,951	11,512	60,867	24,004	86,466	20,511	61,996
Proceeds of Revenue Bonds	-	-	55,041,342	-	50,068,507	-	-	-	-	-
Payment to Refund Bond Escrow Agent	-	-	-	-	(49,668,978)	-	-	-	-	-
Proceeds of Refunding Certificates	-	-	-	-	-	-	-	-	-	-
Payment to Refunded Certificates Escrow Agent	-	-	-	-	-	-	-	-	-	-
Beginning Fund Balance Restated	-	-	-	650,867	-	-	-	-	-	-
Debt Service	195,284	-	-	-	-	-	-	-	-	-
Total of other financing sources (uses)	401,656	314,706	55,250,623	(4,926,064)	278,893	6,280,754	(1,216,828)	(822,152)	(971,086)	340,655
Net change in fund balance	$ 3,399,240	$ 2,810,778	$ 57,428,311	$ 370,745	$(20,181,919)	$ (3,484,761)	$ (5,363,715)	$ 4,709,351	$ 20,756,576	$ 14,472,322

FAYETTE COUNTY, GEORGIA
PROPERTY TAX LEVIES, COLLECTIONS AND
LOCAL OPTION SALES TAX PROCEEDS
Last Ten Calendar Years
"Unaudited"

Levy Year	Total Tax Levy	Current Tax Collections	Pecentage of Levy Collected	Collection of Prior Years Taxes	Total Tax Collection	Ratio of Total Tax Collections To Total Tax Levy	Outstanding Delinquent Tax	Ratio of Delinquent Tax To Total Tax Levy	Local Option Sales Tax Proceeds (1)
1996	$ 60,641,066	$ 59,464,629	98.06%	$ 640,417	$60,105,047	99.12%	$ 1,238,659	2.04%	$ 5,050,459
1997	65,031,182	63,925,652	98.30%	1,041,430	$64,967,083	99.90%	1,203,880	1.85%	5,628,003
1998	73,262,980	71,753,763	97.94%	789,661	$72,543,425	99.02%	1,797,743	2.45%	6,579,868
1999	77,931,212	75,671,207	97.10%	1,577,140	$77,248,348	99.12%	2,300,138	2.95%	7,133,732
2000	87,653,979	85,883,758	97.98%	1,113,078	$86,996,837	99.25%	2,039,677	2.33%	7,542,051
2001	98,318,458	95,804,711	97.44%	1,231,744	$97,036,456	98.70%	2,666,609	2.71%	8,058,581
2002	98,383,520	106,593,238	108.34%	1,391,020	$107,984,259	109.76%	3,930,126	3.99%	7,889,458
2003	108,827,457	106,001,805	97.40%	1,448,920	$107,450,726	98.73%	4,011,248	3.69%	8,737,001
2004	118,001,735	114,100,400	96.69%	1,557,474	$115,657,875	98.01%	3,629,115	3.08%	9,092,061
2005	124,459,002	121,851,632	97.91%	2,131,166	$123,982,798	99.62%	3,727,920	3.00%	13,155,414
2006	133,958,330	131,657,606	98.28%	2,016,370	$ 133,673,976	99.79%	3,813,117	2.85%	17,711,729

(1) Includes only local option sales tax proceeds received by Fayette County. Does not include local option sales tax proceeds received by the City of Fayetteville, the City of Peachtree City, the Town of Tyrone, the Town of Brooks, or the Town of Woolsey.

FAYETTE COUNTY, GEORGIA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
(In Thousands)
"Unaudited"

Year	Real Property Assessed Valued	Real Property Estimated True Value	Personal Property Assessed Valued	Personal Property Estimated True Value	Privately Owned Public Utilties Assessed Valued	Privately Owned Public Utilties Estimated True Value	Total Property Assessed Valued	Total Property Estimated True Value	Freeport-Homestead Exemption	Net Assessed Value	Total Direct Tax Rate	Ratio Total Assessed Value to Total True Value
1998	$ 1,728,323	$ 4,320,808	$ 474,580	$ 1,186,450	$ 45,514	$ 113,785	$2,248,417	$5,621,043	$ 184,656	$2,063,761	$ 34.29	40.00%
1999	2,040,979	5,102,447	538,042	1,345,105	51,610	129,025	2,630,631	6,576,577	211,758	2,418,873	$ 33.45	40.00%
2000	2,188,484	5,471,210	576,575	1,441,438	51,610	129,025	2,816,669	7,041,673	201,423	2,615,246	$ 32.99	40.00%
2001	2,487,551	6,218,878	629,262	1,573,155	55,367	138,418	3,172,180	7,930,451	220,621	2,951,559	$ 32.97	40.00%
2002	2,769,201	6,923,001	676,250	1,690,626	57,599	143,998	3,503,050	8,757,625	236,391	3,266,659	$ 32.45	40.00%
2003	3,096,054	7,740,135	686,184	1,715,461	61,966	154,916	3,844,204	9,610,512	235,677	3,608,527	$ 31.71	40.00%
2004	3,379,741	8,449,353	675,928	1,689,820	62,756	156,890	4,118,425	10,296,063	235,057	3,883,368	$ 32.20	40.00%
2005	3,714,393	9,285,983	667,973	1,669,933	64,305	160,762	4,446,671	11,116,678	236,660	4,210,011	$ 31.58	40.00%
2006	4,139,511	10,348,778	572,211	806,725	64,757	161,893	4,776,347	11,317,395	247,081	4,529,266	$ 30.88	40.00%
2007	4,516,934	11,130,603	607,295	836,433	64,713	161,783	5,188,942	12,128,819	265,536	4,923,406	$ 30.19	40.00%

Note: Property is reassessed annually. The county assesses property at 40 percent of the fair market value for all real and personal property.

FAYETTE COUNTY, GEORGIA

DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(rate per $1,000 of assessed value)
"Unaudited"

	Fiscal Year Ended June 30, 2007									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Fayette County	5.71	5.21	5.21	6.56	6.64	6.19	5.87	5.42	5.19	4.89
Fayette County Board of Education	24.83	23.99	23.53	22.38	21.78	21.69	22.69	22.68	22.35	22.15
Fire District	3.50	4.00	4.00	3.78	3.78	3.58	3.39	3.23	3.09	2.91
State	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
Total	34.29	33.45	32.99	32.97	32.45	31.71	32.20	31.58	30.88	30.19

FAYETTE COUNTY, GEORGIA

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
"Unaudited"

Taxpayer	2007 Taxable Assessed Value	2007 Rank	2007 Percentage of Total Taxable Assessed Value	1998 Taxable Assessed Value	1998 Rank	1998 Percentage of Total Taxable Assessed Value
NCR Corporation	$ 33,436,247	1	0.74%	$ 37,086,666	1	1.79%
Inland Southeast Fayette I & II	30,711,200	2	0.68%			
Matsushita Communication Corp	28,792,179	3	0.64%	22,894,171	2	1.11%
Coweta Fayette EMC	18,881,875	4	0.42%	8,471,545	7	0.41%
Bellsouth Telecommunication	17,892,961	5	0.40%	-		-
Inland Southeast Fayette III	16,860,864	6	0.37%			
Atlanta Gas Light Company	10,937,081	7	0.24%	7,412,513	9	0.36%
Summit Properties Partnership	9,865,200	8	0.22%	9,523,588	4	-
Hoshizaki America Inc	9,836,819	9	0.22%	-		-
Alcan Packaging-Atlanta	9,063,114	10	0.20%	-		-
TDK/Electronic Corporation	-			13,535,881	3	0.65%
Photocircuits Corporation	-			9,044,091	5	0.44%
Fasson Roll Division	-			8,974,075	6	0.43%
PB Leasing Corporation	-			6,777,600	10	0.33%
Fourth Quarter Properties	-			7,514,800	8	0.36%
Totals	$ 186,277,540		3.80%	$ 131,234,930		5.80%
Total taxable assessed value	$ 4,851,527,000			$ 2,248,417,000		

Source: Fayette County Tax Commissioner

NOTE: Fourth Quarter Properties was the original owner of Fayette Pavilion. Inland Southest purchased the Fayette Pavilion from Fourth Quarter Properties. TDK/Electronic Corporation and Photocircuits Corporation are no longer in business.

FAYETTE COUNTY, GEORGIA

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
"Unaudited"

Fiscal Year	Governmental Activities				Business-Type Activities	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Revenue Bonds Lease Purchase Obligations	Certificate of Participation	Capital Lease Obligations	Water Revenue Bonds			
1998	$ -	$ -	$ 5,000,000	$ 5,718,213	$ 48,375,000	$ 59,093,213	2.16%	$ 676
1999	-	-	5,000,000	5,275,000	47,530,000	57,805,000	1.93%	635.92
2000	-	55,250,000	5,000,000	5,674,840	46,470,000	112,394,840	3.45%	1,220.24
2001	-	54,330,000	5,000,000	4,415,000	45,365,000	109,110,000	3.09%	1,154.79
2002	-	57,590,000	5,000,000	-	44,210,000	106,800,000	2.97%	1,107.47
2003	-	56,580,000	5,000,000	7,760,000	47,145,000	116,485,000	3.17%	1,178.56
2004	-	55,525,000	5,000,000	7,138,098	45,735,000	113,398,098	2.91%	1,119.06
2005	-	54,420,000	5,000,000	6,484,442	44,270,000	110,174,442	2.74%	1,085.46
2006	-	53,255,000	5,000,000	5,799,642	42,740,000	106,794,642	2.58%	1,029.84
2007	-	52,035,000	5,000,000	5,082,214	41,150,000	103,267,214	2.40%	990.59

(1) Source: The Bureau of Economic Analysis, U.S. Department of Commerce

FAYETTE COUNTY, GEORGIA
Direct and Overlapping Governmental Activities Debt
As of June 30, 2007
"Unaudited"

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable(b)	Estimated Share of Overlapping Debt
Fayette County Board of Education (a)	$ 138,045,800	100%	$ 138,045,800
Peachtree City (b)	$ 7,305,000	100%	$ 7,305,000
Subtotal, overlapping debt			$ 145,350,800
Fayette County Public Facilities Authority	$ 52,035,000	100%	$ 52,035,000
Total direct and overlapping debt			$ 197,385,800

(a) Data provided by Fayette County Board of Education Finance Office.

(b) Data provided by Peachtree City Finance Office.

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 residents and businesses.

FAYETTE COUNTY, GEORGIA

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
"Unaudited"

	Fiscal Year Ended June 30, 2007									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Debt Limit	$ 224,841,700	$ 263,063,100	$ 281,666,900	$ 317,218,000	$ 350,305,000	$ 384,420,400	$ 411,842,500	$ 444,667,100	$ 452,695,800	$ 485,152,700
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	$ 224,841,700	$ 263,063,100	$ 281,666,900	$ 317,218,000	$ 350,305,000	$ 384,420,400	$ 411,842,500	$ 444,667,100	$ 452,695,800	$ 485,152,700
Total net debt applicable to the limit as a percentage of debt limit	-	-	-	-	-	-	-	-	-	-
Legal Debt margin Calculation for Fiscal Year 1997										
Assessed value	$2,248,417,000	$2,630,631,000	$2,816,669,000	$3,172,180,000	$3,503,050,000	$3,844,204,000	$4,118,425,000	$4,446,671,000	$4,526,958,000	$4,851,527,000
Debt limit (10% of assessed value)	224,841,700	263,063,100	281,666,900	317,218,000	350,305,000	384,420,400	411,842,500	444,667,100	452,695,800	485,152,700
Debt applicable to limit:										
General obligation bonds	-	-	-	-	-	-	-	-	-	-
Less: Amount set aside for repayment of General obligation debt	-	-	-	-	-	-	-	-	-	-
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	$ 224,841,700	$ 263,063,100	$ 281,666,900	$ 317,218,000	$ 350,305,000	$ 384,420,400	$ 411,842,500	$ 444,667,100	$ 452,695,800	$ 485,152,700

Note: Under state finance law, the County's outstanding general obligation debt should not exceed 10 percent of total assessed property value (gross digest).
By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying the general obligation bonds.

FAYETTE COUNTY, GEORGIA

FAYETTE COUNTY WATER SYSTEM

REVENUE BOND COVERAGE

LAST TEN FISCAL YEARS

"Unaudited"

	Fiscal Year Ended June 30, 2007									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Gross Revenues (1)	$ 9,378,509	$ 9,822,865	$ 11,150,765	$ 10,942,013	$ 11,272,140	$ 11,046,078	$ 11,550,276	$ 11,887,582	$ 12,463,488	$ 13,542,989
Operating Expenses (1)	3,331,228	3,617,372	3,981,842	4,596,143	4,508,066	5,000,024	5,570,037	5,697,835	5,298,587	5,879,900
Net Revenue Available for Debt Service (2)	6,047,281	6,205,493	7,168,923	6,345,870	6,764,074	6,046,054	5,980,239	6,189,747	7,164,901	7,663,089
Debt Service Payments	3,088,581	3,540,918	3,560,873	3,583,492	3,553,872	3,242,372	3,654,175	3,648,231	3,650,154	3,644,350
Coverage	1.96	1.75	2.01	1.77	1.90	1.86	1.64	1.70	1.96	2.10

(1) Refer to "Statement of Revenue, Expenses, and Changes in Fund Net Assets" (page 23)

(2) Represents revenue before depreciation and non-operating revenues and expenses.

FAYETTE COUNTY, GEORGIA

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
"Unaudited"

Fiscal Year	Population (1)	Personal Income (amounts expressed in thousands) (2)	Per Capita Personal Income	Median Age (3)	School Enrollment (4)	Unemployment Rate (5)
1998	87,400	$ 2,738,000	$ 31,327	n/a	18,651	2.8%
1999	90,900	2,999,000	32,992	n/a	18,943	2.1%
2000	92,109	3,262,000	35,415	38.2	19,320	2.3%
2001	94,485	3,533,000	37,392	38.5	19,833	1.9%
2002	96,436	3,593,000	37,258	38.8	20,817	3.0%
2003	98,837	3,675,000	37,182	38.9	21,239	3.0%
2004	101,333	3,895,000	38,438	39	21,624	2.9%
2005	101,500	4,016,000	39,567	39	22,338	4.6%
2006	103,700	4,136,000	39,884	39	22,513	4.3%
2007	104,248	4,259,600	40,860	40	22,214	4.0%

(1) Source: Atlanta Regional Commission
(2) Source: The Bureau of Economic Analysis, U.S. Department of Commerce
(3) Source: United States Census
(4) Source: Fayette County Board of Education
(5) Source: Georgia Department of Labor

FAYETTE COUNTY, GEORGIA
Principal Employers
Current Year and Nine Years Ago
"Unaudited"

	2007		
Employer	Employees	Rank	Percentage of Total County Employment
Panasonic	1,200	1	4.06%
Piedmont Fayette Hospital	930	2	3.15%
Cooper Lighting	650	3	2.20%
NCR	550	4	1.86%
Hoshizaki America, Inc	425	5	1.44%
TDK Components	210	6	0.71%
APAC - Georgia	200	7	0.68%
World Airways	275	8	0.93%
FAA Tracon	190	9	0.64%
Alenco, Inc	181	10	0.61%
Avery Dennison	180	11	0.61%
Alcan Packaging	165	12	0.56%
Total	5,156		17.45%

Source: Development Authority of County
Data for 1998 is not available.

FAYETTE COUNTY, GEORGIA

FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

"Unaudited"

Function	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General Government	94	101	106	108	107	107	107	113	113	120
Judicial	39	43	44	44	45	50	50	53	54	58
Public Safety										
Animal Control	5	5	5	5	5	5	5	5	6	6
Coroner	3	3	3	3	3	3	3	3	3	3
Emergency 911	27	27	27	30	30	30	30	30	30	36
Emergency Services	18	18	18	24	24	34	34	37	41	45
Fire	74	83	83	86	86	90	90	93	97	99
Marshal	7	9	10	10	10	10	10	10	10	12
Sheriff	122	133	141	149	149	215	212	214	216	217
Total Public Safety	256	278	287	307	307	387	384	392	403	418
Public Works										
Roads	45	45	47	47	47	47	47	49	47	49
Water System	55	56	62	65	65	66	65	61	62	62
Planning & Development	18	20	22	22	22	22	22	19	20	20
Culture and Recreation	14	14	14	14	14	19	19	17	17	18
Solid Waste Management	2	2	2	2	2	2	2	-	1	1
Total	523	559	584	609	609	700	695	704	717	746

Source: Fayette County Human Resources Department

FAYETTE COUNTY, GEORGIA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS
"Unaudited"

FUNCTION	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General Government										
Number of Registered Voters	49,997	52,888	55,878	58,909	60,422	62,730	63,637	67,851	70,000	71,000
Number of Parcels assessed	32,686	33,650	34,700	36,121	37,643	38,110	39,194	39,194	40,348	41,709
Judicial										
Civil cases	1,325	627	569	620	771	1,443	1,543	1,570		1,120
Criminal cases	598	910	699	593	526	844	816	825		903
Firearms licenses	613	908	926	786	686	765	902	969	1,256	838
Juvenile cases filed	1,672	1,658	1,765	1,795	1,655	1,750	1,948	2,025	2,100	2,007
Marriage licenses	576	581	600	594	610	719	666	699	1,100	633
Passports	-	1,252	1,490	988	925	613	310	251	360	261
Real estate instruments filed	32,945	31,746	25,049	32,229	38,715	48,903	34,152	35,125		33,193
Public Safety										
Average daily jail population	156	177	210	225	234	246	226	217	220	228
Burning permits	9,280	11,203	11,508	12,103	12,250	12,302	13,586	15,161	12,700	15,161
Emergency response activity	4,247	4,457	5,021	5,103	5,051	5,021	5,792	6,463	6,250	6,418
Fire/EMS disptach (1)	7,552	7,900	8,899	9,082	9,239	9,239	10,625	10,874	11,589	
Law enforcement dispatch (1)	38,228	39,427	38,364	39,451	51,372	51,372	44,827	46,070	46,737	
Traffic tickets written	4,600	4,870	5,200	5,303	7,403	2,189	1,765	2,546	2,650	2,450
Public Works										
Number of vehicles serviced	160	160	171	191	191	200	195	220	196	198
Street maintenance (Miles)	245	225	231	457	464	466	466	475	478	510
Water production (million gallons per day)	2,670	2,920	2,860	2,941	2,917	2,719	8.7	9.0	9.1	7.9
Water System Customers	19,388	20,745	21,595	22,362	23,395	24,096	25,071	26,057	26,945	26,935
Planning & Development										
Building permits issued	1,195	1,104	964	737	829	773	918	833	800	743
Culture & Recreation										
Monthly circulation of library materials	90,000	127,000	27,000	38,093	40,000	42,581	24,954	25,997	27,083	27,083
Number of programs and classes offered	130	290	229	201	190	189	377	341	350	327
Reference questions answered monthly	18,000	24,100	55,000	74,392	8,333	7,500	7,750	7,917	8,083	8,083

(1) Totals not available for 2007

Source: Fayette County Budget Document

FAYETTE COUNTY, GEORGIA
CAPITAL ASSET STATISTICS BY FUNCTION
Last Ten Fiscal Years
"Unaudited"

Function	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General government										
County Office Buildings	1	1	1	1	1	1	1	1	1	1
Judicial system										
Justice Center	1	1	1	1	1	1	1	1	1	1
Public Safety										
Patrol Vehicles (1)	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	160	160
Fire Stations	8	8	8	9	9	9	9	9	9	9
Public Works										
Miles of County Maintained Roads	245.0	224.8	230.8	456.6	463.6	466.1	465.6	474.5	478.2	510.0
Miles of Road Resurfacing	n/a	29.6	26.5	27.1	30.8	27	49.5	38.9	33.24	33.24
Culture and Recreation										
Park Acreage	187	187	359	359	359	366	366	366	366	366
Parks	5	5	6	6	6	6	6	6	6	6
Multi-purpose facility	1	1	1	1	1	1	1	1	1	1
Water System										
Water Treatment Plant	1	1	1	1	2	2	2	2	2	2

(1) Information not available for years 1998 through 2005.

Source: Fayette County Fixed Asset Records and Department Heads

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