FORSYTH COUNTY, GEORGIA
GOVERNMENT



Big Creek Greenway

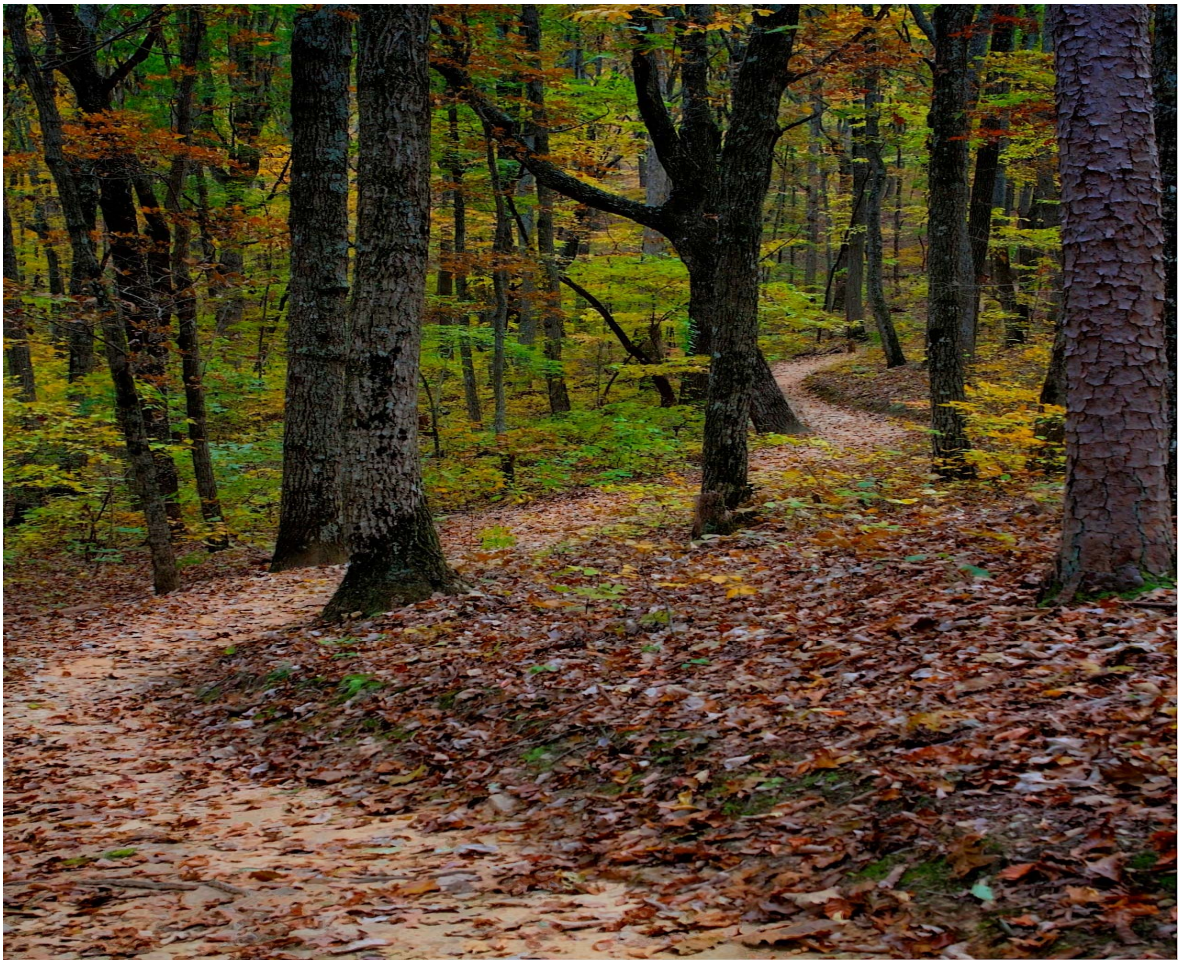
Prepared by the **FORSYTH**COUNTY Finance Department

2015 Comprehensive Annual Financial Report

For the year ended December 31, 2015

2015

Comprehensive Annual Financial Report



Sawnee Mountain Preserve

Prepared by the **FORSYTHCOUNTY** Finance Department

110 E. Main Street | Suite 255 | Cumming, GA 30040

For the year ended December 31, 2015

Introductory Section

FORSYTH COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2015

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FORSYTH COUNTY, GEORGIA

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Forsyth County Board of Commissioners

RALPH J. AMOS
CHAIRMAN

CINDY JONES MILLS
VICE CHAIRMAN

BRIAN R. TAM
SECRETARY

JIM BOFF
MEMBER

TODD LEVENT
MEMBER

DOUG DERRER
COUNTY MANAGER

TIM R. MERRITT
DEPUTY COUNTY MANAGER

June 16, 2016

TO THE CITIZENS OF FORSYTH COUNTY:

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to the requirements; we hereby issue the comprehensive annual financial report of Forsyth County, Georgia for the fiscal year ended December 31, 2015.

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

Mauldin & Jenkins, LLC, a firm of licensed certified public accountants, have audited the county's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the county for the fiscal year ended December 31, 2015, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that Forsyth County, Georgia's financial statements for the fiscal year ended December 31, 2015,

are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

As a recipient of federal and state financial assistance, the county is also responsible for ensuring that adequate internal controls are in place to assure compliance with applicable laws and regulations related to those programs. Thus internal controls are subject to periodic evaluation by management.

GAAP requires 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 it. The county's MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE GOVERNMENT

Forsyth County is conveniently located 30 miles north of Atlanta in the foothills of the Appalachian Mountains next to Lake Lanier and the Chattahoochee River. The county was named for the Honorable John Forsyth, who had a long and distinguished public career as the Governor of Georgia, U.S. Representative, U.S. Senator, and Secretary of State under Presidents Jackson and Van Buren. Forsyth County is nestled alongside 200-miles of Lake Lanier shoreline, which serves as the major recreational and tourism site in the county. The county is bordered on the north by Dawson County, on the east by Hall and Gwinnett Counties, on the south by Fulton County (which contains the majority of the City of Atlanta), and on the west by Cherokee County.

The governing authority consists of a five-member Board of Commissioners. The Board of Commissioners is elected by voters each living within specific districts to serve four-year terms. Each year in January, the five members elect one of their own to serve as chairman for the coming year. Elections for the Board of Commissioners are staggered, so as to provide some continuity on the board. A County Manager is appointed by and responsible to the Board of Commissioners to direct the daily operations of Forsyth County government.

Services provided to approximately 212,438 Forsyth citizens residing in the 247 square mile area include: police and fire protection; the construction and maintenance of highways, streets, and other infrastructure; recreational activities and cultural events. Water and Sewer services are provided through a legally separate Water and Sewer Authority, which functions, in essence, as a fund of the county and therefore has been included as an integral part of the county's financial statements. The county also is financially accountable for a legally separate Health Department and a legally separate Library, both of which are reported separately within the county's financial statements. Additional information on all three of these legally separate entities can be found in Note 1 in the notes of the financial statements.

The county adopts annual appropriated budgets for its General Fund, its Special Revenue Funds, and its Debt Service Funds using a basis of accounting consistent with generally accepted accounting principles. Adopted annual budgets are not legally required for any of the County's Proprietary Funds, Fiduciary Funds and Capital Project Funds; however the county prepares annual operating budgets for its Proprietary Funds and the Capital Outlay Fund for planning, control, cost allocation, and evaluation purposes.

Departments and county offices prepare revenue and expenditure estimates, which are reviewed by the Finance Committee. The Finance Director prepares a proposed line item operating budget and submits it to the Board of Commissioners. Public Hearings are conducted in the county to obtain taxpayer comments on the proposed budget. The Board of Commissioners is required to adopt the final budget on or before December 31 at an official commission meeting. Budgetary control is maintained at the department/office appropriation level. Budget amendments must be authorized by the Board of Commissioners through a budget resolution. The County Manager is authorized to transfer certain line item budgeted amounts within any department, under certain conditions. Expenditures that would increase total department/office appropriations require the approval of the Board of Commissioners.

LOCAL ECONOMY

Lake Sidney Lanier is located at the eastern edge of Forsyth County, and provides numerous recreational activities for approximately 8 million visitors annually. The development of Lake Lanier by the U.S. Army Corps of Engineers functions to improve flood control and provide hydroelectric power, which gives it the distinction of being one of the most utilized water recreation areas managed by the Corp. In addition to Lake Lanier, the construction of GA 400 expressway has had the greatest effect on the growth of Forsyth County. GA 400 provides a direct link to the City of Atlanta.

The County's only incorporated municipality is the City of Cumming. The area is recognized for its moderate climate, attractive environment, recreational facilities and skilled labor pool. Forsyth County's economy, once largely centered on the poultry industry, has seen much change as these factors have helped the county attract growth from companies in diverse industries. This has provided an expanded commercial base for the county and is a strong indication of continued growth.

The U.S. Census Bureau has named Forsyth County as the 7th fastest growing county in the nation as well as the fastest growing county in Georgia for 2015 estimating the county's population expanded by 4.0% between 2014 and 2015. In all, Forsyth added 8,136 new residents during that period. By 2040, Forsyth County's population is projected to increase by 110%. Forsyth County employs more than 70,689 within its boundaries with approximately 6,060 licensed businesses. Existing companies are continuing to expand within our community, serving as our largest source for new jobs. As of December 2015, the county's unemployment rate was 4.4% which is lower than the State of Georgia (5.5%) and the United States (5.0%).

Due to its proximity to Atlanta, Forsyth County continues to provide a vibrant community complete with a thriving economy and a school system known for its excellence. In September 2010, America's Promise Alliance announced Forsyth County as one of the "100 Best Communities for Young People".

- The county was originally dominated by the poultry, horse and farming industries, and two industry giants, Tyson Foods, and American Proteins Co., still play a major role in the area's economy. Over the past 5 years over 60 international companies have moved to the county, with 20 having national or regional headquarters. The medical and life science industries remain the county's fastest growing industry sectors. Northside Hospital-Forsyth is ranked the number two employer in the county.
- The new University of North Georgia Cumming campus, which opened in fall 2012, is meeting the need for higher education in the northeast Georgia region. Located off Georgia Highway 400 at Pilgrim Mill Road [exit 16], the new instructional center offers a range of two and four year undergraduate programs, graduate programs and professional development opportunities.
- The Forsyth County School system, serving over 44,200 students, is the seventh largest school system in Georgia, operating 35 schools within the county. The public school system is Forsyth County's largest employer with over 4,100 staff members. Classrooms are technologically advanced, as the school system places a heavy emphasis on being on the cutting edge of new technology and methods of teaching.

Major Initiatives & Accomplishments

- In September 2014, Forsyth County's bond rating was upgraded to AAA with a stable outlook by S&P. The County now retains the highest rating available with both Moody's and Standard and Poor's. Having a high rating allows the County to enjoy lower interest rates when borrowing and realize monetary savings on bonds.
- In spring 2015 the new Forsyth County Courthouse opened, followed by completion of the County Jail in fall 2015. These large buildings with two parking garages were constructed in downtown Cumming – the new county courthouse with 158,000 total square feet; the new county jail at approximately 177,000 sf with more than a 600 bed capacity. The construction was funded by the Special Purpose local Option Sales Tax (SPLOST) VII program.
- On November 4, 2014, Forsyth County voters approved a general obligation bond up to $200 million to finance a variety of transportation projects. The County issued the initial $100 million in bonds on April 30, 2015 and sent $34.5 million to the Georgia Department of Transportation for the GA 400 road widening (from 4 lanes to 6 lanes) partnership project. Construction is now underway with opening of the first section projected for fall 2016.
- Following major renovations, the former courthouse opened in late 2015 as the Forsyth County Courthouse Annex, housing the Probate Court and the Sheriff's Office headquarters. The construction was funded in part by the Special Purpose Local Option Sales Tax (SPLOST) VII program and from the Capital Outlay Fund.

Improved Service Delivery

- The Forsyth County Fire Department received an improved rating – from a 5 to a 3 – from the Insurance Services Office (ISO) in 2015, resulting in potential insurance savings for residents and businesses.
- Efforts were begun to construct replacement Fire Station #8 (four stalls) on Keith Bridge Road and provide for a new John's Creek area Fire Station #6. The additional station will bring the county total to 13 stations and provide increased coverage for the heavily populated south county area.
- In 2015, there were more than 648,000 visits to Forsyth County Public Library branches, more than 2.4 million items checked out, more than 226,000 information questions answered by staff, and more than 101,000 patrons attending library programs.

Parks, Recreation and Green Space Bond Dollars at Work

- The next extension of the Big Creek Greenway in Forsyth County was completed in 2015. Phase 4 of the Big Creek Greenway consists a 12-foot wide multi-use trail out of concrete and boardwalk along Big Creek and Kelly Mill Road for approximately 2.85 miles. The project starts at the Bethelview Road trail head, continues along Big Creek for approximately 2.1 miles and then runs parallel to Kelly Mill Road for approximately 0.75 miles, ending at Johnson Road. The project is funded by the 2008 voter-approved Parks, Recreation and Green Space Bond.
- Ground was broken in July for the new Matt Community Park, which will include four artificial turf rectangular sports fields, a walking trail, playground, concession area, and restrooms in Phase 1. Funding is provided from the Parks, Recreation and Green Space Bond and parks impact fees.

LONG – TERM FINANCIAL PLANNING

Forsyth County's Department of Planning and Community Development worked with the various county offices and departments to complete the annual update of the Short Term Work Program (STWP) of the Comprehensive Plan. The STWP provides a year by year listing, over the next five-year period, of capital improvements needed for continued, effective service delivery for the citizens of this growing County. Portions of the annual STWP addendum became the Schedule of Improvements for the 2014 Annual Update of the Impact Fee Program adopted by the Commission in October 2015. These plans provide a framework for addressing the financing of those capital needs.

Forsyth County strives to improve its financial position for the longer term. As a result of conservative budgeting, continuous financial monitoring, and budget cuts, the unassigned fund balance in the general fund (42% of total 2015 adopted general fund budget) exceeds the policy guidelines set by the Board of Commissioners for budgetary and planning purposes. The county also prepares the annual budget with the following years always in view.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officer Association (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to Forsyth County, Georgia for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2014. This was the thirteenth consecutive year the county has received this prestigious award. This award honors an easily readable, efficiently organized, Comprehensive Annual Financial Report (CAFR) that conforms to program standards and satisfies both GAAP and applicable legal requirements.

The Government Finance Officer Association (GFOA) awarded the Distinguished Budget Presentation Award to Forsyth County, Georgia for its annual budget for the fiscal year beginning January 1, 2015. This was the third year the county has received this prestigious award. This award is the highest form of recognition in governmental budgeting. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communications device.

The preparation, design and publication of this year's Comprehensive Annual Financial Report would not have been possible without the continuous commitment of the Finance Department staff throughout the year. Sincere appreciation also goes to the various county departments and offices for their assistance and enthusiasm throughout the year in matters pertaining to the financial affairs of the county. We also thank the accounting firm of Mauldin & Jenkins, LLC for their contributions of technical guidance and dedication to the highest professional standards of governmental accounting. Finally, we thank the Board of Commissioners for their support and direction in conducting the financial affairs of the county in a responsible manner.

Respectfully submitted,



Doug Derrer

County Manager



David Gruen

Chief Financial Officer

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Forsyth County

Georgia

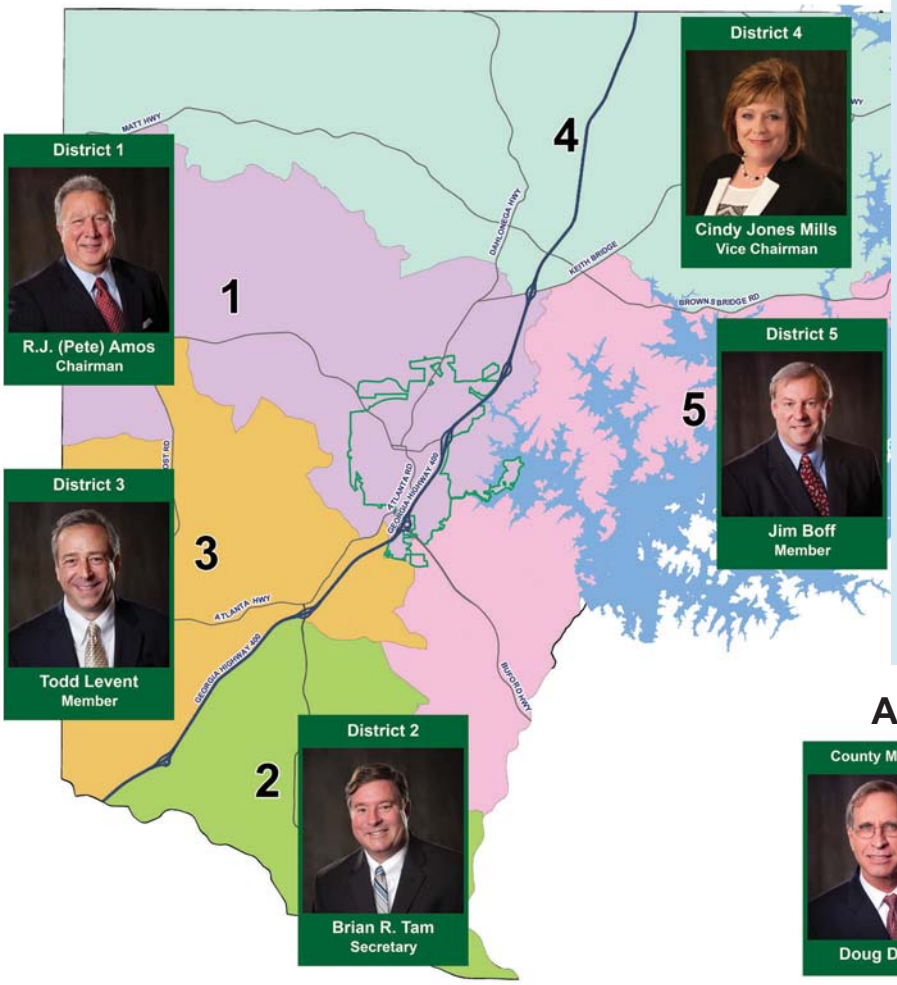
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2014

Executive Director/CEO

Officials of Forsyth County

2015 Board of Commissioners



Judicial and Other Elected Officials

Jeffrey S. Bagley	Superior Court Chief Judge
David L. Dickinson	Superior Court Judge
Philip C. Smith	Superior Court Judge
T. Russell McClelland	State Court Chief Judge
Leslie C. Abernathy-Maddox	State Court Judge
Walker H. Bramblett	Chief Magistrate Judge
Lynwood D. Jordan, Jr.	Probate Court Judge
J. Russell Jackson	Juvenile Court Judge
Penny Penn	District Attorney
William F. Finch	Solicitor-General
Greg G. Allen	Clerk of Court
Matthew C. Ledbetter	Tax Commissioner
Mary Beth Pais	Coroner
Duane Piper	Sheriff

Administration



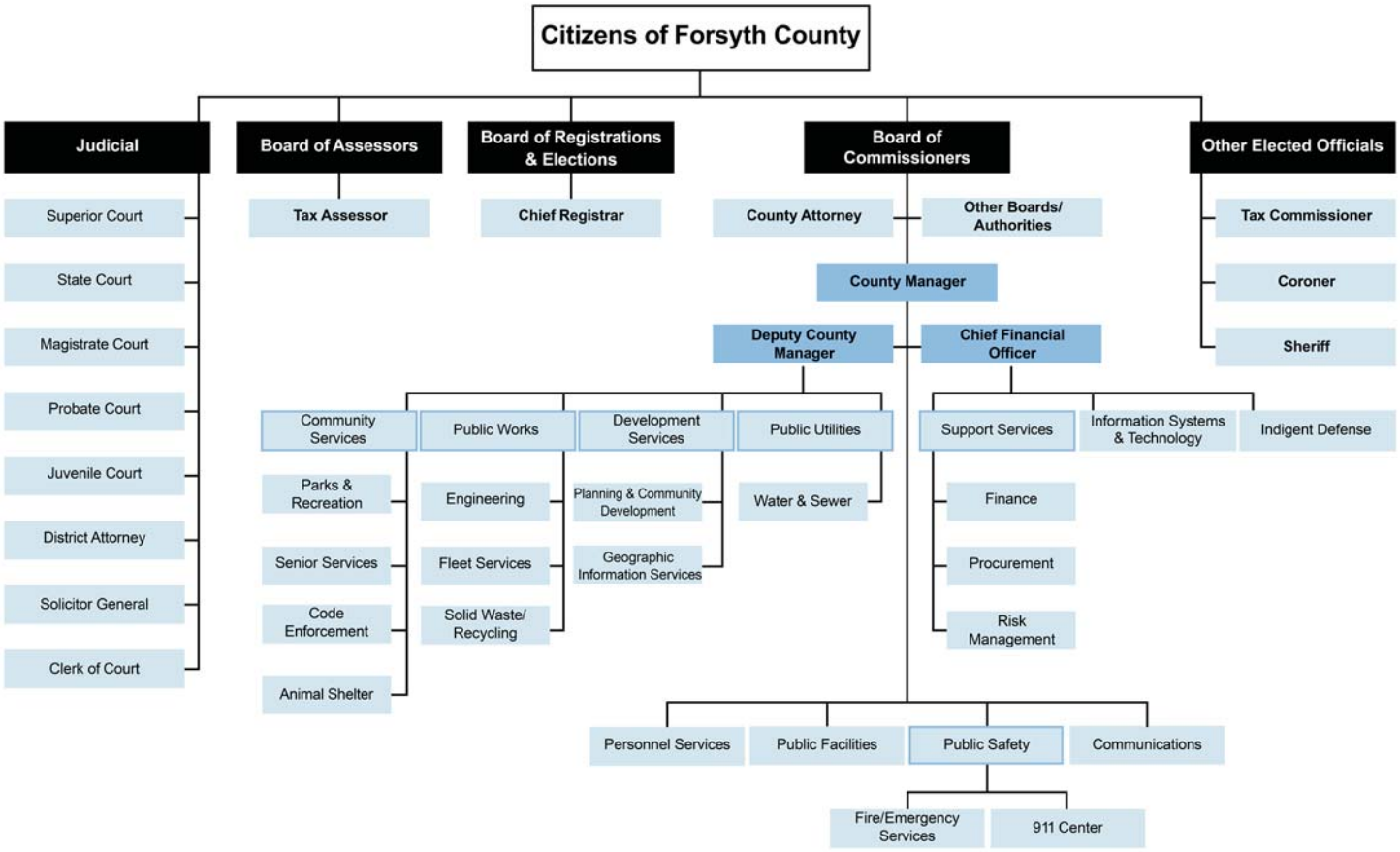
Finance



County Department Heads

Danny Bowman	Fire and Emergency Management
Connie Brooker	Indigent Defense
Tom Brown	Planning & Community Development
Pat Carson	Personnel Services
Charity Clark	Risk Management
John Cunard	Engineering
Jeanie Curphey	Animal Shelter
Jodi Gardner	Communications
Pat Giordano	E911 Center
Wally Gramling	Information Systems & Technology
Avery Gravitt	Fleet Services
John Kilgore	Geographic Information Services
Mary Kirkpatrick	Board of Assessors
Donna Kukarola	Procurement
Barbara Luth	Voter Registrations and Elections
Anna Lyle	Library
Tim Perkins	Water and Sewer
Jim Pryor	Parks & Recreation
Judy Theilman	Senior Services
David Thornton	Public Facilities
Rebecca Whitmire	Finance
Tammy Wright	Recycling & Solid Waste
Steve Zaring	Code Enforcement

Forsyth County Organizational Chart



FINANCIAL SECTION

MAULDIN & JENKINS

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
of Forsyth County, Georgia
Cumming, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of **Forsyth County, Georgia** (the "County"), as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise Forsyth County, Georgia's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Forsyth County Health Department, which represents 24 percent, 9 percent, and 23 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Forsyth County Health Department, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Forsyth County, Georgia as of December 31, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Notes 9 and 16, the County implemented Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No.27*, as well as Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*, as of January 1, 2015. These standards significantly changed the accounting for the County's net pension liability and the related disclosures. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 5 through 16), the budgetary comparison information for the General Fund and the Fire District Fund (on pages 85 through 87), the schedule of funding progress, the schedule of changes in the County's net pension liability and related ratios, the schedule of County contributions, the schedule of pension investment returns, the schedule of proportionate share of the net pension liability – Employee's Retirement System of Georgia – Forsyth County Health Department, the schedule of contributions – Employee's Retirement System of Georgia – Forsyth County Health Department, the schedule of proportionate share of the net pension liability – Teacher's Retirement System of Georgia – Forsyth County Library System, and schedule of contributions – Teacher's Retirement System of Georgia – Forsyth County Library System (on pages 88 through 95) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Forsyth County, Georgia's basic financial statements. The combining and individual fund financial statements and schedules, the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, the schedule of expenditures of special purpose local option sales tax proceeds, as required by the Official Code of Georgia 48-8-121, and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules, schedule of expenditures of federal awards, and schedule of expenditures of special purpose local option sales tax proceeds (collectively "the supplementary information") are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 15, 2016, on our consideration of Forsyth County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Atlanta, Georgia
June 15, 2016

MANAGEMENT'S DISCUSSION AND ANALYSIS

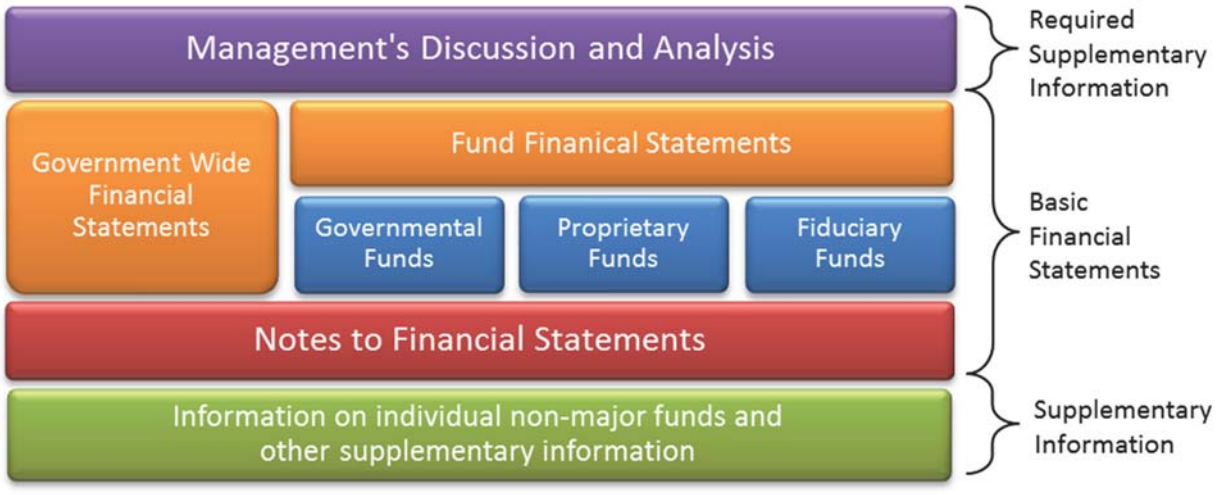
Our discussion and analysis of Forsyth County's financial performance provides an overview of the County's financial activities for the fiscal year ended December 31, 2015. Please read it in conjunction with the transmittal letter on page v and the County's financial statements, which begin on page 17.

GOVERNMENT – WIDE FINANCIAL HIGHLIGHTS

- Forsyth County's primary government assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by $1.39 billion (net position) at December 31, 2015. Of this amount $978.4 million is governmental activities and $408.4 million is business-type activities.
- The combined revenue total for the County is $295.9 million, a 10.60% increase from 2014. Of the combined total, governmental activities is $215.7 million and business-type activities is $80.2 million.
- The combined expense total for the County is $242.1 million, a 23.45% increase from 2014. Of the combined total, governmental activities is at $200.3 million and business-type activities is $41.8 million.
- At December 31, 2015, the County's governmental funds reported combined ending fund balance is $225.8 million, an increase of $55.5 million (32.59%) from the 2014 fund balance. The unassigned fund balance for various governmental funds is $43.2 million.
- The County's total debt increased by $148.9 million (44.45%) from fiscal year 2014, primarily due to the County issuing the first $100 million in General Obligation Road Bonds and $60 million in new Water & Sewer Bonds for expansion of the system's facilities.

OVERVIEW OF THE FINANCIAL STATEMENTS

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



Government-wide Financial Statements. The government-wide financial statements, presented on pages 17 and 18, provide a broad overview of Forsyth County finances in a manner similar to that of private-sector businesses. The statements include:

- *Statement of net position* presents the County's assets and liabilities, with the difference between the two reported as net position. Over time, the change in net position is an indicator of the improvement (an increase) or deterioration (a decrease) in the County's financial condition.
- *Statement of activities* presents the revenues and expenses of the County. The difference between these is the change in net position for the year.

Both of the government-wide financial statements identify the various functions of Forsyth County that are principally supported by taxes and intergovernmental revenues from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities of Forsyth County, Georgia include general government, culture and recreation, judicial, public works, health and welfare, housing and development, and public safety. The business-type activities of Forsyth County, Georgia include the Water and Sewer Authority and Solid Waste operation.

The government-wide financial statements include not only Forsyth County, Georgia itself (known as the primary government), but also a legally separate Health Department and Library for which Forsyth County, Georgia is financially accountable. Financial information for these component units is reported separately from financial information presented for the primary government itself. The Water and Sewer Authority, although also legally separate functions for all practical purposes as a department of Forsyth County, Georgia, and therefore, has been included as an integral part of the primary government.

Fund financial statements. A fiscal accountability fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the 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, unlike the government-wide statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

At December 31, 2015, the County maintains nineteen 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 the general fund, fire fund, SPLOST fund, transportation bond fund, and capital projects fund, all of which are considered to be major funds. Data from the other fifteen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for its General fund, special revenue funds, one capital projects fund and debt service funds. Project length budgets are adopted for capital project funds. Annual operating budgets are prepared for each enterprise and internal service fund for planning control and cost allocation. A budgetary comparison schedule has been provided for the general fund, special revenue funds, and debt service funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 19-21 of this report.

Proprietary funds. The County maintains two different types of proprietary funds: enterprise and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its Water and Sewer Authority and Solid Waste operation. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. For 2015, the County used internal service funds to account for risk management, workers' compensation, employee health benefits and fleet maintenance. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer Authority and for the Solid Waste operation, both of which are considered to be major funds of the County. Conversely, all internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 22-24 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Forsyth County maintains six fiduciary funds called *agency funds* for Tax Commissioner, Sheriff, Clerk of Court, Probate Court, Magistrate Court, and Juvenile Court. The County also maintains the Pension Trust Fund fiduciary fund.

The basic fiduciary fund financial statements can be found on pages 25 and 26 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 27-84 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's schedule of budgetary comparisons, progress in funding its obligation to provide pension benefits to its employees, and employer pension contributions. Combining and individual fund statements and schedules can be found on pages 96-116 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Forsyth County, Georgia, assets exceeded liabilities by $1.39 billion at the close of the most recent fiscal year. This is an increase of $54 million or 4.04% from fiscal year 2014.

FORSYTH COUNTY, GEORGIA'S NET POSITION

December 31, 2015

($ In thousands)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2015	2014 (Restated)	2015	2014	2015	2014 (Restated)
ASSETS & DEFERRED OUTFLOWS OF RESOURCES						
Current and other assets	$ 330,592	$ 271,318	$ 150,791	$ 94,545	$ 481,383	$ 365,863
Capital assets (net of depreciation)	1,001,568	956,458	504,891	463,613	1,506,459	1,420,071
TOTAL ASSETS	1,332,160	1,227,776	655,682	558,158	1,987,842	1,785,934
DEFERRED OUTFLOWS OF RESOURCES	11,948	1,635	7,598	6,669	19,546	8,304
LIABILITIES						
Other liabilities	22,344	23,430	38,046	34,715	60,390	58,145
Long-term liabilities outstanding	267,066	178,135	216,825	160,131	483,891	338,266
TOTAL LIABILITIES	289,410	201,565	254,871	194,846	544,281	396,411
DEFERRED INFLOWS OF RESOURCES	76,311	64,825	-	-	76,311	64,825
NET POSITION						
Net Investment in capital assets	868,626	824,767	329,049	312,319	1,197,675	1,137,086
Restricted	77,816	71,647	3,859	4,326	81,675	75,973
Unrestricted	31,945	66,607	75,501	53,336	107,446	119,943
TOTAL NET POSITION	$ 978,387	$ 963,021	$ 408,409	$ 369,981	$ 1,386,796	$ 1,333,002

Source: Statement of Net Position

The largest component of the County's net position, $1.20 billion (86.36%) at December 31, 2015, reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related outstanding debt used to acquire those assets. The county uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves are not planned to be used to liquidate these liabilities.

The next component of the County's net position consists of restricted net position, $81.7 million (5.89%), which represents resources that are subject to external restrictions on how they may be used. The final component is unrestricted net position, $107.4 million (7.75%), may be used to meet the County's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, Forsyth County's net position in governmental activities increased by $15.4 million (1.60%), due in part to an overall increase in revenues, an increase in capital assets and generally by keeping the total expenditures below the level of revenue collections. Net position in business-type activities increased by $38.4 million (10.39%) The county's overall net position increased indicating that the County's financial position has remained constant since 2014.

Changes in Net Position. Governmental and business-type activities increased the County's net position by $53.8 million for the year ended December 31, 2015.

The following table gives a comparison for the changes in net position in governmental and business type activities for fiscal year 2014 and 2015.

FORSYTH COUNTY, GEORGIA'S CHANGES IN NET POSITION

December 31, 2015

($ In thousands)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2015	2014	2015	2014	2015	2014
REVENUES						
Program Revenues:						
Charges for services	$ 30,772	$ 28,585	$ 41,663	$ 36,800	$ 72,435	$ 65,385
Operating grants and contributions	2,694	3,736	-	-	2,694	3,736
Capital grants and contributions	23,119	18,186	38,806	29,343	61,925	47,529
General Revenues:					-	-
Property taxes	70,365	65,927	-	-	70,365	65,927
Sales taxes	64,061	62,001	-	-	64,061	62,001
Title ad valorem tax	8,947	8,539	-	-	8,947	8,539
Insurance premium tax	8,926	8,335	-	-	8,926	8,335
Other taxes	4,826	4,451	-	-	4,826	4,451
Unrestricted investment earnings	787	775	179	210	966	985
Intergovernmental revenue, not			-	-	-	-
restricted for a specific programs	-	-	-	-	-	-
Gain of the sale of capital assets	-	-	53	-	53	-
Other	723	673	-	-	723	673
TOTAL REVENUES	$ 215,220	$ 201,208	$ 80,701	$ 66,353	$ 295,921	$ 267,561
EXPENSES						
General Government	27,515	27,208	-	-	27,515	27,208
Judicial	14,053	13,360	-	-	14,053	13,360
Public Safety	67,785	62,404	-	-	67,785	62,404
Public Works	58,196	19,105	-	-	58,196	19,105
Health and Welfare	2,756	2,767	-	-	2,756	2,767
Culture and Recreation	16,725	16,743	-	-	16,725	16,743
Housing and Development	5,189	4,643	-	-	5,189	4,643
Interest	8,136	5,723	-	-	8,136	5,723
Solid Waste Disposal Facility	-	-	875	792	875	792
Water and Sewer	-	-	40,898	43,383	40,898	43,383
TOTAL EXPENSES	200,355	151,953	41,773	44,175	242,128	196,128
Increase in net position before transfers	14,865	49,255	38,928	22,178	53,793	71,433
Transfers	500	465	(500)	(465)	-	-
Increase in net position	15,365	49,720	38,428	21,713	53,793	71,433
Net position, beginning of year	963,021	920,364	369,981	348,268	1,333,002	1,268,632
Impact of restatement for						
Implementation of GASB 68	-	(7,063)	-	-	-	(7,063)
Net position, beginning of year, restated	963,021	913,301	369,981	348,268	1,333,002	1,261,569
Net position, end of year	$ 978,386	$ 963,021	$ 408,409	$ 369,981	$ 1,386,795	$ 1,333,002

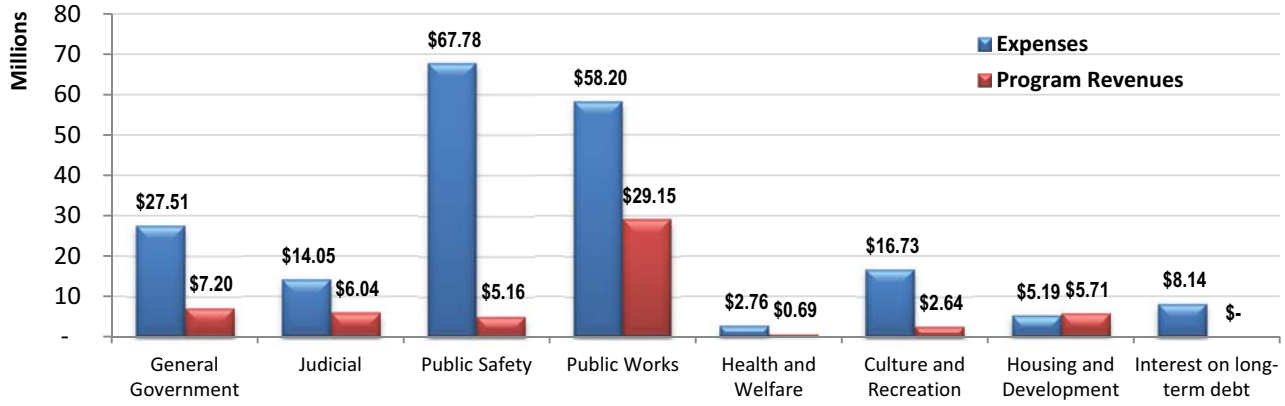
Source: Statement of Activities

Governmental Activities. Governmental activities increased the County's net position by $15.4 million thereby accounting for 28.56% of the total growth in net position. Key elements of this increase are as follows:

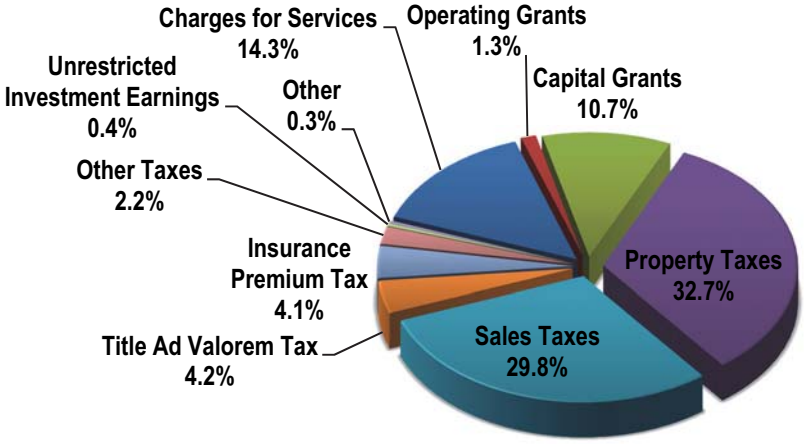
- The County's governmental activities relied on the following revenue sources in 2015: $30.8 million in charges for services, $25.8 million for grants and contributions, $157.1 million in taxes, $0.8 million in investment earning and $0.7 million in other revenue. Total program and general revenue for 2015 is $215.2 million.
- Total revenues for governmental activities increased by $14.0 million or 6.96% from fiscal year 2014. Property taxes totaling $70.4 million is the largest revenue source for the county. Operating grants and contributions decreased by $1.0 million, while capital grants and contributions increased by $4.9 million. Sales tax revenues combined with the new Title Ad Valorem Tax increased by $2.5 million. The TAVT was passed by the state legislature to replace the sales tax on new vehicles and the annual property tax on tag renewals.
- Expenses for 2015 increased by $48.4 million or 31.85% from 2014. The largest increase was $39.1 million in public works, primarily related to a $34.5 million payment to the Georgia Department of Transportation (GDOT) out of the proceeds of the County's General Obligation Bonds, Series 2015A. The payment to GDOT represents the County's share of the funding for the State Route 400 Widening Project.

The charts below illustrate expenses vs. program revenues by category and the distribution of revenues for governmental activities.

EXPENSES AND PROGRAM REVENUES - GOVERNMENTAL ACTIVITES



REVENUES BY SOURCE - GOVERNMENTAL ACTIVITIES



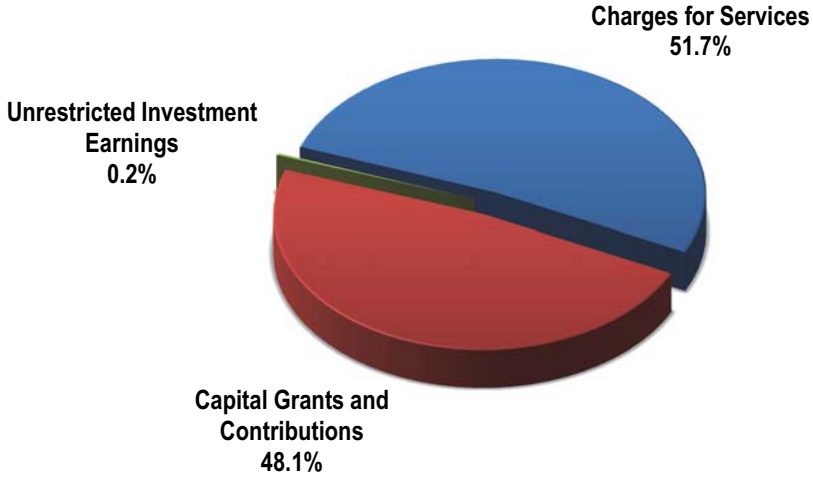
Business-type activities. Business-type activities increased the County's net position by $38.4 million, accounting for 71.44% of the total growth in net position. A key element of this increase is Water and Sewer Authority program revenues increase of $14.4 million (22.50%), due to an increase in 2015 capital contributions and water and sewer fee collections.

The charts below illustrate expenses vs. program revenues by category and the distribution of revenues for business-type activities.

EXPENSES AND PROGRAM REVENUES - BUSINESS-TYPE ACTIVITES



REVENUES BY SOURCE - BUSINESS-TYPE ACTIVITIES



FINANCIAL ANALYSIS OF THE GOVERNMENTAL FUNDS

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

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

GOVERNMENTAL FUNDS
CHANGES TO FUND BALANCE
($ in thousands)

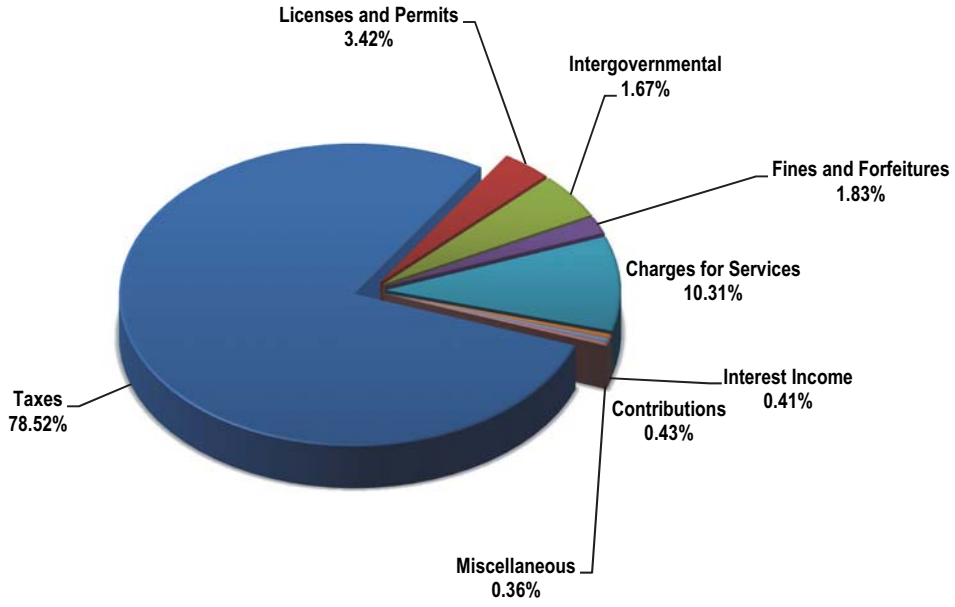
	2015	2014	Inc/Dec	% Inc/Dec
General Fund	$ 53,060	$ 51,451	$ 1,609	3.13%
Fire District	5,368	6,216	(848)	-13.64%
SPLOST	20,185	28,179	(7,994)	-28.37%
Transportation Bond	63,865	-	63,865	
Debt Service	15,569	18,403	(2,834)	-15.40%
Nonmajor Governmental Funds	67,758	66,059	1,699	2.57%
Fund Balance	**$ 225,805**	**$ 170,308**	**$ 55,497**	**32.59%**

Source: Statement of Revenues, Expenditures and Changes to Fund Balances

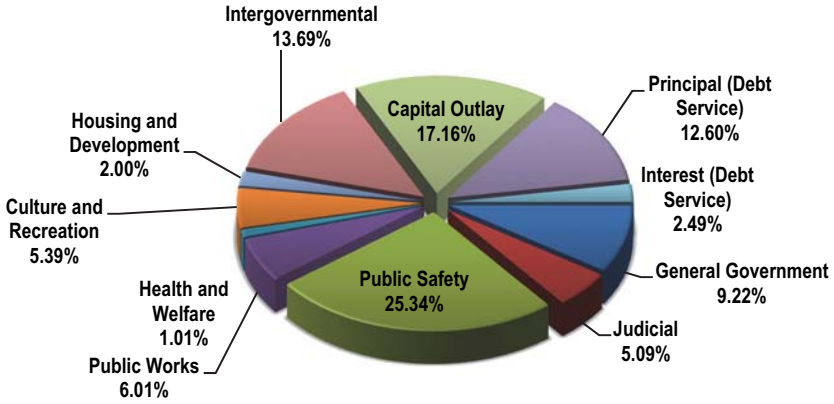
At the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of $225.8 million, an increase of $55.5 million in comparison with the fund balance for 2014. Approximately 19.14% of this total amount, $43.2 million, constitutes unassigned which is available for spending at the government's discretion. The remainder of fund balance is non-spendable, restricted, committed or assigned to indicate that it is not available for new spending because it has been restricted by state law for specific projects, to liquidate contracts and purchase orders of the prior period, to pay debt service, and for a variety of other purposes.

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance was $43.5 million, which represents 81.89% of total general fund balance. The fund balance increased by $1.6 million during the current fiscal year. This increase is due to keeping the total expenditures below the level of revenue collections.

REVENUES BY SOURCE-
GOVERNMENTAL FUNDS



EXPENDITURES BY FUNCTION - GOVERNMENTAL FUNDS



The fund balance of the County's fire fund decreased by $0.8 million during the current fiscal year. This decrease is due to the capital outlay in 2015 for the purchase of fire engines for the Fire District.

The fund balance of the County's SPLOST fund decreased by $8.0 million during the current fiscal year. This is due to the construction of the jail/courthouse project.

The fund balance of the County's debt service fund decreased by $2.8 million during the current fiscal year. The debt service fund has an ending fund balance of $15.6 million. The decrease is due to the scheduled payments of principal and interest on the County's general obligation bonds for which these funds are restricted.

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

Total operating revenues for the Water and Sewer Authority was $39.6 million, an increase of $4.8 million from 2014. This is due to an increase in water and sewer sales revenues. The department's water customer count grew by 2,642, or 5.05%, new connections to a year-end total of 54,951 and sewer customer count increased by 2,371, or 9.55%, to a year-end total of 27,201. Total operating expenses were $34.6 million.

CAPITAL ASSET AND DEBT ADMINISTRATION

Forsyth County's government-wide investment in capital assets before debt at December 31, 2015 is $1.506 billion. This investment in capital assets includes land, buildings, improvements, roads, bridges, machinery and equipment, park facilities and vehicles. Government-wide net additions in 2015 are $86.4 million with $45.1 million in government-type activities and $41.3 million net increase in business-type activities. Net investment in capital assets is $1.198 billion with $868.6 million for governmental activities and $329.0 million for business-type activities. This is a 5.33% increase from the previous fiscal year.

FORSYTH COUNTY, GEORGIA'S CAPITAL ASSETS

(in the thousands)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2015	2014	2015	2014	2015	2014
Land and improvements	$ 426,423	$ 413,610	$ 28,945	$ 28,958	$ 455,368	$ 442,568
Infrastructure land improvements	163,801	161,527	-	-	163,801	161,527
Construction in progress	36,526	94,803	48,094	20,552	84,620	115,355
Buildings and improvements	197,028	110,356	14,771	15,136	211,799	125,492
Machinery and equipment	17,769	15,178	3,485	3,317	21,254	18,495
Vehicles	9,788	8,802	1,181	621	10,969	9,423
Sewer Capacity Rights	-	-	16,069	17,456	16,069	17,456
Infrastructure	150,233	152,182	392,346	377,573	542,579	529,755
Total	**$ 1,001,568**	**$ 956,458**	**$ 504,891**	**$ 463,613**	**$ 1,506,459**	**$ 1,420,071**

Major capital asset activities in the current fiscal year include the following:

- Two new large buildings were constructed in downtown Cumming – the new county courthouse with 158,000 total square feet; the new county jail at approximately 177,000 with over a 600 bed capacity – both opening in 2015.
- Following major renovations, the former courthouse opened in late 2015 as the Forsyth County Courthouse Annex, housing the Probate Court and the Sheriff's Office headquarters.
- Ground was broken in July for the new Matt Community Park, which will include four artificial turf rectangular sports fields, a walking trail, playground, concession area, and restrooms in Phase 1.
- The Sharon Springs branch of the Tax Commissioner's Office was renovated to enhance customer service.
- The next phase #4 of the Big Creek Greenway was constructed from the Bethelview Road trailhead to Kelly Mill Road.
- A full size turf football field was built at Midway Park along with the press box building and scoreboard.
- Major renovations of the pool were completed at the Hearthstone Lodge Senior Services site.

Additional information on the County's capital assets can be found in Note 6, on pages 48-51.

Long Term Debt. At the end of the current fiscal year, the County has total bonded debt outstanding in the amount of $449.4 million. Of this amount $241.6 million consists of general obligation bonds backed by the full faith and credit of the government and $207.8 million represents bonds secured by specified revenue sources (i.e., revenue bonds). The County's total debt increased by $145.5 million primarily due to the County's additional general obligation bonds for road construction and water & sewer utility bonds for system improvements.

The County maintains an exceptionally positive credit rating in the current fiscal year with Moody's (Aaa) and Standard & Poor's (AAA) for the Water and Sewer Revenue Bonds and the General Obligation (GO) bonds.

Additional information on the County's long-term debt can be found in Note 8, pages 53-62.

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences between the original budget, the final budget and actual results for the County's general fund by category are shown below and on pages 85 and 86.

GENERAL FUND
for the year ended December 31, 2015

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
General Government	$ 24,636,178	$ 24,718,803	$ 20,283,663	$ 4,435,140
Judicial	11,746,391	12,541,097	12,113,235	427,862
Public Safety	40,644,600	41,979,844	39,925,350	2,054,494
Public Works	-	19,120	19,111	9
Health and Welfare	1,565,942	1,577,963	1,448,226	129,737
Culture and Recreation	12,950,600	13,284,409	12,961,562	322,847
Housing and Development	4,720,000	5,357,486	4,576,702	780,784
Total Expenditures	**$ 96,263,711** [1]	**$ 99,478,722**	**$ 91,327,849**	**$ 8,150,873**

(1) The adopted General Fund expenditure budget included transfers to other funds ($4,737,900) and reserves ($3,533,478) which are not shown on this chart.

During the current fiscal year the County made several budget adjustments to the general fund that are reflected in the final budget. Projected revenues of $101.4 million in the original budget increased to $103.7 million at year end, due to an increase in sales tax and title ad valorem tax revenues by $2.2 million. Total revenues ended at $108.8 million, $5.1 million above the final budget. The original adopted expenditure budget of $96.3 million was amended to $99.5 million.

However, by year end actual expenditures for the general fund were $91.3 million, $8.2 million below the final amended budget. Significant variances to the final budget and actual are summarized below:

- General Government $4.4 million under final budget due to significant savings on technology maintenance contract costs and reduced needs for facility renovations.
- Public Safety $2.1 million under final budget due to improved management of costs from the County Sheriff's office
- Judicial $0.4 million under final budget due to a decrease in the personnel costs.

Forsyth County's general fund 2015 final budget is $99.5 million, an increase of 7.10% from the 2014 budget.

ECONOMIC FACTORS AND THE 2015 BUDGET

Forsyth County's 2016 budget is a reflection of the financial position of the County in 2015. During 2015, the County experienced an increase in revenues and amended the revenue and expenditure budgets accordingly.

- The unemployment rate in Forsyth County is 4.4%, down 0.9% from 2014. This compares favorably to the State of Georgia's unemployment rate at 5.5%, and the national unemployment rate of 5.0% at the end of 2015.
- LOST and SPLOST revenues increased by $2.0 million, a 3.2% increase from fiscal year 2014. An increase is also projected for the 2016 Budget. The County continues to monitor collections on a monthly basis.

- The County's total 2015 millage rate for Maintenance and Operations, Fire and Debt Service increased to 8.036 mills due to a higher debt service rate needed to cover the principal and interest costs for the new transportation bond approved by the voters. The 2016 budget process focused on balancing the budget while reducing taxes to the "roll-back rate" for Maintenance and Operations.
- Forsyth County continues to implement cost-saving measures as all departments and offices throughout the county monitor their budgets and processes for additional efficiencies.

All of these factors were taken into consideration and implemented when preparing the County's budget for fiscal year 2016.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Forsyth County's finances for all those interested. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the County's Finance Department at 110 E Main St. Suite 255, Cumming, GA 30040.

FORSYTH COUNTY, GEORGIA

STATEMENT OF NET POSITION
DECEMBER 31, 2015

ASSETS	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Health Department	Library System
Cash and cash equivalents	$ 193,845,916	$ 76,237,453	$ 270,083,369	$ 782,749	$ 2,009,747
Investments	31,046,940	31,786,170	62,833,110	501,978	-
Receivables (net of allowance for uncollectibles)	2,669,340	3,965,847	6,635,187	57,391	55,468
Taxes receivable	6,510,064	-	6,510,064	-	-
Intergovernmental receivables	6,079,416	-	6,079,416	66,800	22,234
Prepaid items	336,806	83,884	420,690	-	104,189
Inventories	992,158	1,063,800	2,055,958	-	-
Internal balances	(813,656)	813,656	-	-	-
Other assets	2,378,197	-	2,378,197	-	-
Restricted assets:					
Restricted cash and cash equivalents	64,589,943	36,741,993	101,331,936	-	-
Investments	22,956,811	-	22,956,811	-	-
Note receivable	-	98,507	98,507	-	-
Capital assets, nondepreciable	626,749,226	84,492,384	711,241,610	-	18,090
Capital assets, depreciable, net of accumulated depreciation	374,818,358	420,398,501	795,216,859	15,444	2,186,443
Total assets	1,332,159,519	655,682,195	1,987,841,714	1,424,362	4,396,171
DEFERRED OUTFLOWS OF RESOURCES					
Deferred charges on refunding	10,183,402	7,597,644	17,781,046	-	-
Pension related items	1,764,321	-	1,764,321	179,570	566,275
Total deferred outflows of resources	11,947,723	7,597,644	19,545,367	179,570	566,275
LIABILITIES					
Accounts payable	17,089,657	6,080,375	23,170,032	58,288	92,970
Accrued liabilities	5,254,372	2,280,447	7,534,819	-	109,457
Customer deposits payable	-	3,694,834	3,694,834	-	-
Unearned revenue	-	25,989,492	25,989,492	-	-
Noncurrent liabilities due within one year					
Capital lease payable	38,443	-	38,443	-	-
Compensated absences payable	5,705,262	491,733	6,196,995	64,071	187,948
Note payable	-	264,832	264,832		
Claims payable	3,774,608	-	3,774,608	-	-
Landfill closure and postclosure	-	110,705	110,705	-	-
Bonds payable	28,710,000	5,085,000	33,795,000	-	-
Noncurrent liabilities due in more than one year					
Capital lease payable	81,312	-	81,312	-	-
Compensated absences payable	1,351,281	125,882	1,477,163	36,040	10,425
Note payable	-	6,434,307	6,434,307	-	-
Claims payable	918,888	-	918,888	-	-
Net OPEB obligation	347,208	-	347,208	-	-
Net pension liability	5,510,821	-	5,510,821	1,135,950	3,130,121
Landfill closure and postclosure	-	1,564,797	1,564,797	-	-
Certificates of participation	7,777,000	-	7,777,000	-	-
Bonds payable	212,850,945	202,748,468	415,599,413	-	-
Total liabilities	289,409,797	254,870,872	544,280,669	1,294,349	3,530,921
DEFERRED INFLOWS OF RESOURCES					
Unearned revenues - property taxes	73,933,043	-	73,933,043	-	-
Accumulated increase in fair value of hedging derivative	2,378,197	-	2,378,197	-	-
Pension related items	-	-	-	277,251	1,091,226
Total deferred inflows of resources	76,311,240	-	76,311,240	277,251	1,091,226
NET POSITION					
Net investment in capital assets	868,625,744	329,049,323	1,197,675,067	15,444	2,204,533
Restricted for:					
Crime victims' assistance	21,559	-	21,559	-	-
Fire protection services	5,478,779	-	5,478,779	-	-
Law enforcement activities	1,819,024	-	1,819,024	-	-
Law library operations	68,749	-	68,749		
Emergency 911 services	1,296,418	-	1,296,418	-	-
Health and welfare	-	-	-	407,242	-
Debt service	15,629,205	3,859,176	19,488,381	-	-
Capital projects	53,501,940	-	53,501,940	-	378,991
Unrestricted	31,944,787	75,500,468	107,445,255	(390,354)	(2,243,225)
Total net position	$ 978,386,205	$ 408,408,967	$ 1,386,795,172	$ 32,332	$ 340,299

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

FORSYTH COUNTY, GEORGIA

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2015

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary government:				
Governmental activities:				
General government	$ 27,514,862	$ 7,029,510	$ 166,456	$ -
Judicial	14,053,034	5,133,581	903,993	-
Public safety	67,784,855	4,765,525	396,549	-
Public works	58,196,649	5,420,284	614,200	23,119,134
Health and welfare	2,756,175	76,199	612,594	-
Cuture and recreation	16,725,424	2,638,794	-	-
Housing and development	5,188,902	5,707,594	-	-
Interest on long-term debt	8,135,746	-	-	-
Total governmental activities	200,355,647	30,771,487	2,693,792	23,119,134
Business-type activities:				
Water and sewer	40,898,451	39,582,134	-	38,806,063
Solid waste	874,757	2,081,283	-	-
Total business-type activities	41,773,208	41,663,417	-	38,806,063
Total primary government	$ 242,128,855	$ 72,434,904	$ 2,693,792	$ 61,925,197
Component units:				
Health Department	$ 1,548,413	$ 833,717	$ 711,655	$ -
Library System	6,137,665	265,183	388,765	131,222
Total component units	$ 7,686,078	$ 1,098,900	$ 1,100,420	$ 131,222

General revenues:
- Property taxes
- Sales and use taxes
- Title ad valorem tax
- Insurance premium taxes
- Business taxes
- Alcoholic beverage taxes
- Unrestricted investment earnings
- Intergovernmental revenue, not restricted for specific programs
- Gain on the sale of capital assets
- Miscellaneous

Transfers

Total general revenues and transfers

Change in net position

Net position, beginning of year, restated

Net position, end of year

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

Net (Expense) Revenue and Changes in Net Position					
Primary Government				Component Units	
Governmental Activities	Business-type Activities	Total		Health Department	Library System
$ (20,318,896)	$ -	$ (20,318,896)		$ -	$ -
(8,015,460)	-	(8,015,460)		-	-
(62,622,781)	-	(62,622,781)		-	-
(29,043,031)	-	(29,043,031)		-	-
(2,067,382)	-	(2,067,382)		-	-
(14,086,630)	-	(14,086,630)		-	-
518,692	-	518,692		-	-
(8,135,746)	-	(8,135,746)		-	-
(143,771,234)	-	(143,771,234)		-	-
-	37,489,746	37,489,746			
-	1,206,526	1,206,526		-	-
-	38,696,272	38,696,272		-	-
$ (143,771,234)	$ 38,696,272	$ (105,074,962)		$ -	$ -
$ -	$ -	$ -		$ (3,041)	$ -
-	-	-		-	(5,352,495)
$ -	$ -	$ -		$ (3,041)	$ (5,352,495)
$ 70,364,714	$ -	$ 70,364,714		$ -	$ -
64,061,350	-	64,061,350		-	-
8,947,836	-	8,947,836		-	-
8,926,052	-	8,926,052		-	-
2,808,212	-	2,808,212		-	-
2,018,009	-	2,018,009		-	-
786,696	179,034	965,730		-	923
-	-	-		-	4,980,364
-	52,850	52,850		-	-
723,144	-	723,144		203,150	-
500,000	(500,000)	-		-	-
159,136,013	(268,116)	158,867,897		203,150	4,981,287
15,364,779	38,428,156	53,792,935		200,109	(371,208)
963,021,426	369,980,811	1,333,002,237		(167,777)	711,507
$ 978,386,205	$ 408,408,967	$ 1,386,795,172		$ 32,332	$ 340,299

FORSYTH COUNTY, GEORGIA

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2015

ASSETS	General	Fire District	SPLOST	Transportation Bond	Debt Service	Nonmajor Governmental Funds	Total
Cash and cash equivalents	$ 57,357,252	$ 19,503,013	$ 30,211,667	$ -	$ 29,225,450	$ 50,917,056	$ 187,214,438
Investments	25,643,789	3,068,943	-	-	-	-	28,712,732
Accounts receivable	1,445,600	31,085	-	-	-	545,162	2,021,847
Taxes receivable	1,840,155	725,311	3,400,816	-	505,203	38,579	6,510,064
Intergovernmental receivables	2,894,230	-	-	-	-	3,185,186	6,079,416
Due from other funds	2,811,152	-	801,458	-	-	912,317	4,524,927
Inventories	405,129	382,787	-	-	-	-	787,916
Prepaid items	42,151	-	-	-	-	-	42,151
Restricted assets:							
Cash	-	-	10,000	64,579,943	-	-	64,589,943
Investments	-	-	-	-	-	22,956,811	22,956,811
Advance to other funds	6,870,952	-	-	-	-	-	6,870,952
Total assets	$ 99,310,410	$ 23,711,139	$ 34,423,941	$ 64,579,943	$ 29,730,653	$ 78,555,111	$ 330,311,197
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
LIABILITIES							
Accounts payable	$ 2,223,996	$ 380,936	$ 6,937,037	$ 714,498	$ 100	$ 6,593,520	$ 16,850,087
Other accrued liabilities	1,314,511	-	-	-	-	-	1,314,511
Due to other funds	341,459	-	430,877	-	-	3,752,591	4,524,927
Advance from other funds	-	-	6,870,952	-	-	-	6,870,952
Total liabilities	3,879,966	380,936	14,238,866	714,498	100	10,346,111	29,560,477
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - property taxes	390,657	110,891	-	-	60,686	-	562,234
Unavailable revenue - intergovernmental	-	-	-	-	-	450,758	450,758
Unearned revenue - property taxes	41,980,271	17,851,424	-	-	14,101,348	-	73,933,043
Total deferred inflows of resources	42,370,928	17,962,315	-	-	14,162,034	450,758	74,946,035
FUND BALANCES							
Fund balances:							
Nonspendable:							
Prepaids	42,151	-	-	-	-	-	42,151
Inventories	405,129	382,787	-	-	-	-	787,916
Long term advances	6,870,952	-	-	-	-	-	6,870,952
Restricted:							
Crime victims' assistance	-	-	-	-	-	21,559	21,559
Fire protection services	-	4,985,101	-	-	-	-	4,985,101
Law enforcement activities	-	-	-	-	-	1,819,024	1,819,024
Law library operations	-	-	-	-	-	68,749	68,749
Emergency 911 services	-	-	-	-	-	1,296,418	1,296,418
Capital projects	-	-	20,185,075	63,865,445	-	41,313,472	125,363,992
Debt service	-	-	-	-	15,568,519	-	15,568,519
Committed:							
Tree replacement	38,299	-	-	-	-	-	38,299
Assigned:							
Use of reserves in subsequent budget	235,932	-	-	-	-	-	235,932
Professional services	509,985	-	-	-	-	-	509,985
Capital projects	1,262,491	-	-	-	-	23,468,701	24,731,192
Supplies and materials	243,328	-	-	-	-	-	243,328
Unassigned	43,451,249	-	-	-	-	(229,681)	43,221,568
Total fund balances	53,059,516	5,367,888	20,185,075	63,865,445	15,568,519	67,758,242	225,804,685
Total liabilities, deferred inflows of resources and fund balances	$ 99,310,410	$ 23,711,139	$ 34,423,941	$ 64,579,943	$ 29,730,653	$ 78,555,111	

Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the funds.	1,001,201,183
Internal service funds are used by the County to charge cost to other funds. The assets and liabilities are included in the governmental activities.	4,655,615
Revenues in the statement of activities that do not provide current financial resources are reported as unavailable revenues in the funds.	1,012,992
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.	(250,541,770)
The net pension liability and deferred outflows of resources related to the County's defined benefit pension plan are not expected to be liquidated with expendable available financial resources and, therefore, are not reported in the funds.	(3,746,500)
Net position of governmental activities	$ 978,386,205

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

FORSYTH COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE YEAR ENDED DECEMBER 31, 2015

	General	Fire Distirct	SPLOST	Transportation Bond	Debt Service	Nonmajor Governmental Funds	Total
Revenues:							
Taxes	$ 87,194,122	$ 18,032,173	$ 34,374,306	$ -	$ 8,196,446	$ 9,390,881	$ 157,187,928
Licenses and permits	6,796,842	-	-	-	-	58,530	6,855,372
Intergovernmental	758,806	25,081	-	-	-	9,033,557	9,817,444
Fines and forfeitures	2,401,738	-	-	-	-	1,260,815	3,662,553
Charges for services	10,820,496	-	-	-	-	9,433,066	20,253,562
Interest income	164,106	21,355	37,538	3,844	23,271	574,120	824,234
Contributions	60,839	163,487	-	-	-	643,651	867,977
Miscellaneous	560,542	30,973	-	-	-	131,629	723,144
Total revenues	108,757,491	18,273,069	34,411,844	3,844	8,219,717	30,526,249	200,192,214
Expenditures:							
Current:							
General government	20,283,663	-	-	-	3,030	3,469,041	23,755,734
Judicial	12,113,235	-	-	-	-	991,199	13,104,434
Public safety	39,925,350	19,070,944	-	-	-	6,263,435	65,259,729
Public works	19,111	-	5,274,992	-	-	10,191,493	15,485,596
Health and welfare	1,448,226	-	-	-	-	1,164,847	2,613,073
Culture and recreation	12,961,562	-	917,315	-	-	-	13,878,877
Housing and development	4,576,702	-	-	-	-	576,227	5,152,929
Intergovernmental expenditures	-	-	791,105	34,470,406	-	-	35,261,511
Capital outlay	-	-	20,458,971	1,673,777	-	22,067,197	44,199,945
Debt service:							
Principal	37,039	-	-	-	32,405,000	-	32,442,039
Interest	5,942	-	-	-	6,009,794	391,658	6,407,394
Bond issue costs	-	-	-	517,077	293,994	-	811,071
Total expenditures	91,370,830	19,070,944	27,442,383	36,661,260	38,711,818	45,115,097	258,372,332
Excess (deficiency) of revenues over expenditures	17,386,661	(797,875)	6,969,461	(36,657,416)	(30,492,101)	(14,588,848)	(58,180,118)
Other financing sources (uses):							
Proceeds from sale of capital assets	246,782	2,820	-	-	-	-	249,602
Proceeds from issuance of bonds	-	-	12,400,000	83,765,000	60,315,000	-	156,480,000
Original issue premium	-	-	-	16,757,861	13,887,119	-	30,644,980
Refunding deposit with escrow agent	-	-	-	-	(73,908,126)	-	(73,908,126)
Transfers in	500,000	-	-	-	27,363,682	16,409,982	44,273,664
Transfers out	(16,525,121)	(52,653)	(27,363,682)	-	-	(122,208)	(44,063,664)
Total other financing sources (uses)	(15,778,339)	(49,833)	(14,963,682)	100,522,861	27,657,675	16,287,774	113,676,456
Net change in fund balances	1,608,322	(847,708)	(7,994,221)	63,865,445	(2,834,426)	1,698,926	55,496,338
Fund balances, beginning of year	51,451,194	6,215,596	28,179,296	-	18,402,945	66,059,316	170,308,347
Fund balances, end of year	$ 53,059,516	$ 5,367,888	$ 20,185,075	$ 63,865,445	$ 15,568,519	$ 67,758,242	$ 225,804,685

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

FORSYTH COUNTY, GEORGIA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED DECEMBER 31, 2015

Amounts reported for governmental activities in the statement of activities are different because:		
Net change in fund balances - total governmental funds	$	55,496,338
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		29,865,198
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net position.		15,163,126
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		(2,497,411)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.		(80,774,815)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		(2,842,265)
Internal service funds are used by management to charge the costs of insurance plans, workers' compensation insurance, administrative costs, and fleet maintenance costs to individual funds. The net expense of the internal service funds is reported with governmental activities.		954,608
Change in net position - governmental activities	$	15,364,779

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

FORSYTH COUNTY, GEORGIA

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2015

ASSETS	Water & Sewerage Authority	Nonmajor Solid Waste Disposal Facility	Total	Governmental Activities Internal Service Funds
Current assets:				
Cash	$ 71,164,783	$ 5,072,670	$ 76,237,453	$ 6,631,478
Investments	31,786,170	-	31,786,170	2,334,208
Receivables (net of allowance for uncollectibles)	3,479,286	486,561	3,965,847	647,493
Inventories	1,063,800	-	1,063,800	204,242
Prepaid items	83,884	-	83,884	294,655
Restricted assets:				
Cash	36,741,993	-	36,741,993	-
Total current assets	144,319,916	5,559,231	149,879,147	10,112,076
Noncurrent assets:				
Note receivable	98,507	-	98,507	-
Capital assets:				
Capital assets, not being depreciated	83,902,654	589,730	84,492,384	-
Capital assets, being depreciated	543,390,765	1,365,946	544,756,711	1,017,831
Less accumulated depreciation	(123,762,173)	(596,037)	(124,358,210)	(651,430)
Total capital assets, net of accumulated depreciation	503,531,246	1,359,639	504,890,885	366,401
Total assets	647,949,669	6,918,870	654,868,539	10,478,477
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charges on refunding	7,597,644	-	7,597,644	-
Total deferred outflows of resources	7,597,644	-	7,597,644	-
LIABILITIES				
Current liabilities:				
Accounts payable	6,070,992	9,383	6,080,375	239,570
Accrued expenses	2,280,447	-	2,280,447	-
Customer deposits payable	3,694,834	-	3,694,834	-
Unearned revenue	25,989,492	-	25,989,492	-
Claims payable, current	-	-	-	3,774,608
Compensated absences, current	457,780	33,953	491,733	60,028
Note payable, current	264,832	-	264,832	-
Landfill postclosure, current	-	110,705	110,705	-
Revenue bonds payable, current	5,085,000	-	5,085,000	-
Total current liabilities	43,843,377	154,041	43,997,418	4,074,206
Long-term liabilities:				
Claims payable	-	-	-	918,888
Compensated absences	117,268	8,614	125,882	16,112
Note payable	6,434,307	-	6,434,307	-
Landfill postclosure	-	1,564,797	1,564,797	-
Revenue bonds payable	202,748,468	-	202,748,468	-
Total long-term liabilities	209,300,043	1,573,411	210,873,454	935,000
Total liabilities	253,143,420	1,727,452	254,870,872	5,009,206
NET POSITION				
Net investment in capital assets	327,689,684	1,359,639	329,049,323	366,401
Restricted for debt service	3,859,176	-	3,859,176	-
Unrestricted	70,855,033	3,831,779	74,686,812	5,102,870
Total net position	$ 402,403,893	$ 5,191,418	407,595,311	$ 5,469,271
Adjustment to reflect the consolidation of internal service fund activities to enterprise funds			813,656	
Net position of business-type activities			$ 408,408,967	

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

FORSYTH COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Water & Sewerage Authority	Nonmajor Solid Waste Disposal Facility	Total	Governmental Activities Internal Service Funds
OPERATING REVENUES				
Charges for services				
Water sales	$ 24,780,466	$ -	$ 24,780,466	$ -
Sewer sales	14,071,451	-	14,071,451	-
Other	595,964	-	595,964	25,074,411
Recycling and transfer fees	-	2,079,944	2,079,944	-
Insurance recoveries	-	-	-	94,550
Other operating income	134,253	1,339	135,592	1,448
Total operating revenues	39,582,134	2,081,283	41,663,417	25,170,409
OPERATING EXPENSES				
Salaries and benefits	6,286,161	522,395	6,808,556	1,274,953
Supplies and maintenance	9,429,815	319,670	9,749,485	148,356
Claims	-	-	-	21,635,391
Insurance premiums	-	-	-	864,490
General and administrative	-	-	-	637,014
Depreciation and amortization expense	11,111,499	35,424	11,146,923	54,229
Water purchases	3,274,719	-	3,274,719	-
Sewer flow costs	4,491,605	-	4,491,605	-
Total operating expenses	34,593,799	877,489	35,471,288	24,614,433
Operating income	4,988,335	1,203,794	6,192,129	555,976
NONOPERATING REVENUE (EXPENSES)				
Investment earnings	173,072	5,962	179,034	11,582
Intergovernmental revenue	49,191	-	49,191	-
Gain (loss) on sale of capital assets	52,850	-	52,850	(7,268)
Interest expense	(5,750,271)	-	(5,750,271)	-
Bond issuance cost	(589,929)	-	(589,929)	-
Total nonoperating revenues (expenses)	(6,065,087)	5,962	(6,059,125)	4,314
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	(1,076,752)	1,209,756	133,004	560,290
Capital contributions	38,756,872	-	38,756,872	247,039
Transfers in	-	-	-	290,000
Transfers out	-	(500,000)	(500,000)	-
Total capital contributions and transfers	38,756,872	(500,000)	38,256,872	537,039
Change in net position	37,680,120	709,756	38,389,876	1,097,329
NET POSITION, beginning of year	364,723,773	4,481,662		4,371,942
NET POSITION, end of year	$ 402,403,893	$ 5,191,418		$ 5,469,271
Adjustment to reflect the consolidation of internal service fund activities to enterprise funds			38,280	
Change in net position of business-type activities			$ 38,428,156	

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

FORSYTH COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Water & Sewerage Authority	Nonmajor Solid Waste Disposal Facility	Total	Governmental Activities Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	$ 38,329,127	$ 2,063,439	$ 40,392,566	$ 25,300,186
Payments to suppliers and service providers	(15,268,329)	(300,863)	(15,569,192)	(23,192,728)
Payments to employees	(6,211,380)	(512,837)	(6,724,217)	(1,266,918)
Net cash provided by operating activities	16,849,418	1,249,739	18,099,157	840,540
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchased investments	(8,730,617)	-	(8,730,617)	(6,269)
Interest received	163,856	5,962	169,818	11,126
Net cash provided by (used in) investing activities	(8,566,761)	5,962	(8,560,799)	4,857
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchases of capital assets	(29,152,081)	-	(29,152,081)	-
Proceeds from the sale of capital assets	52,850	-	52,850	-
Proceeds from long-term borrowings	87,816,982	-	87,816,982	-
Principal payments on notes	(257,015)	-	(257,015)	-
Principal payments on bonds	(4,030,000)	-	(4,030,000)	-
Refunding deposit with escrow agent	(27,357,499)	-	(27,357,499)	-
Interest and fiscal charges paid	(5,336,801)	-	(5,336,801)	-
Intergovernmental grants received	49,191	-	49,191	-
Capital contributions received	15,393,622	-	15,393,622	-
Net cash provided by capital and related financing activities	37,179,249	-	37,179,249	-
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in	-	-	-	290,000
Transfers out	-	(500,000)	(500,000)	-
Net cash provided by (used in) noncapital financing activities	-	(500,000)	(500,000)	290,000
Net increase in cash and cash equivalents	45,461,906	755,701	46,217,607	1,135,397
Cash and cash equivalents:				
Beginning of year	62,444,870	4,316,969	66,761,839	5,496,081
End of year	$ 107,906,776	$ 5,072,670	$ 112,979,446	$ 6,631,478
Classified as:				
Cash	$ 71,164,783	$ 5,072,670	$ 76,237,453	$ 6,631,478
Restricted cash	36,741,993	-	36,741,993	-
Total	$ 107,906,776	$ 5,072,670	$ 112,979,446	$ 6,631,478
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	$ 4,988,335	$ 1,203,794	$ 6,192,129	$ 555,976
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	11,111,499	35,424	11,146,923	54,229
Increase in accounts and notes receivable	(1,452,799)	(17,844)	(1,470,643)	(505,400)
Increase in inventories	(55,078)	-	(55,078)	(9,851)
Decrease in prepaid expenses	38,388	-	38,388	190,078
Increase (decrease) in accounts payable	1,518,020	(22,299)	1,495,721	13,911
Increase in accrued expenses	13,884	-	13,884	-
Increase in customer deposits payable	412,596	-	412,596	-
Increase in unearned revenue	199,792	-	199,792	-
Increase in compensated absences	74,781	9,558	84,339	8,035
Increase in claims payable	-	-	-	533,562
Increase in landfill postclosure care costs	-	41,106	41,106	-
Net cash provided by operating activities	$ 16,849,418	$ 1,249,739	$ 18,099,157	$ 840,540
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital contributions	$ 23,363,250	$ -	$ 23,363,250	$ 247,039

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

FORSYTH COUNTY, GEORGIA

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2015

	Agency Funds	Pension Trust Fund
ASSETS		
Cash and cash equivalents	$ 9,421,340	$ 473,210
Mutual funds	-	13,054,323
Taxes receivable	6,844,551	-
Other receivable	1,236	64
Total assets	16,267,127	13,527,597
LIABILITIES		
Due to others	9,422,576	-
Uncollected taxes	6,844,551	-
Total liabilities	16,267,127	-
NET POSITION		
Net position restricted for pension benefits	$ -	$ 13,527,597

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

FORSYTH COUNTY, GEORGIA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	Pension Trust Fund
ADDITIONS	
Employer contributions	$ 900,000
Investment income	65,682
Less investment expense	(51,850)
Net investment income	13,832
Total additions	913,832
DEDUCTIONS	
Benefit payments	886,675
Total deductions	886,675
Change in net position	27,157
NET POSITION RESTRICTED FOR PENSION BENEFITS:	
Beginning of year	13,500,440
End of year	$ 13,527,597

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

Forsyth County operates under a commissioner-manager form of government under which a five-member Board of Commissioners is elected to serve as the legislative body for the County. The commissioners are by geographical districts in which they reside by voters county-wide, then the Board members elect a chairman. The County provides the following services: public safety, judicial, public works, health and welfare, culture and recreation, housing and development, and general administrative services.

As required by accounting principles generally accepted in the United States of America, the financial statements of the reporting entity include those of the County and its component units. The component units discussed below are included in the County's reporting entity because of the significance of their operational or financial relationship with the County. Blended component units, although legally separate entities are, in substance, part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

Blended Component Unit

The Forsyth County Water and Sewerage Authority (Authority) is authorized to acquire, construct, add to, extend, improve, equip, operate, and maintain water and sewerage systems and any other related facilities for the County. The Authority is made up of the five members of the Board of Commissioners of Forsyth County, Georgia, and the director of the Water and Sewer Department of the County. Thus, the Authority's governing body is substantially the same as the governing Board of Forsyth County. The Authority creates a financial burden for the County, as the debt issued by the Authority is secured through intergovernmental rental agreements with the County, and will be repaid with County resources. The Authority is reported as an enterprise fund. No separate financial statements are issued for this component unit.

Discretely Presented Component Units

The Forsyth County Department of Public Health (the "Health Department") is governed by a seven-member board consisting of the Chairman of the County Board of Commissioners and three members as appointed by the County Board of Commissioners. As such, the County appoints a voting majority of the Health Department's Board. Additionally, the County has the authority to modify and approve the Health Department's budget and the ability to approve environmental health service fees.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

The Health Department has a June 30th year-end and is presented as a governmental type component unit. The Health Department's financial statements can be obtained by writing to the Forsyth County Health Department, P.O. Box 1295, Gainesville, Georgia 30503.

The Forsyth County Public Library (the "Library") serves all citizens of Forsyth County. The Library is governed by a 10-member board of Trustees appointed by the County Board of Commissioners. The County provides the majority of funding for the Library. The Library is presented as a governmental fund type. The Library's fiscal year end is June 30.

The Library's financial statements can be obtained by writing to the Forsyth County Public Library, 585 Dahlonega Road, Cumming, Georgia 30040.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and the fiduciary fund financial statements. Agency funds, however, have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the 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 Water and Sewerage Authority offers sewer reservation agreements, which require outside developers to buy future capacity on the County's system. These funds are reported as unearned revenue until the developer comes to apply for sewer taps or access to the sewer system, at which point the advance payments are then applied to the requested taps and thus recognized as earned revenues.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers property taxes to be available if they are collected within 60 days of the end of the current fiscal period for which they are levied. Other revenues susceptible to accrual are considered available if they are collected within 90 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

The County reports the following major governmental funds:

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 ***Fire District Fund*** accounts for the restricted revenues generated from a restricted millage rate levied for the purpose of providing for the operations of the County Fire Department.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

The ***Special Purpose Local Option Sales Tax Fund (SPLOST)*** is used to account for the revenues and expenditures relating to the County's 1% Special Purpose Local Option Sales Tax issues.

The ***Transportation Bond Fund*** accounts for the financial resources received from the issuance of General Obligation Bonds, Series 2015 and the related expenditures for County-wide transportation projects.

The ***Debt Service Fund*** accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

The County reports the following major proprietary fund:

The ***Water and Sewerage Authority*** accounts for the activities of the County's water and sewerage system.

Additionally, the County reports the following fund types:

The ***special revenue funds*** account for revenue sources that are restricted or committed to expenditure for specific purposes.

The ***agency funds*** are used to account for the collection and disbursement of monies by the County on behalf of other governments and individuals, such as cash bonds, traffic fines, support payments and ad valorem and property taxes.

The ***internal service funds*** account for operations that provide services to other departments or agencies of the government on a cost reimbursement basis. The County uses internal service funds to account for risk management, workers' compensation, information technology, telecommunications, and fleet maintenance. See the internal service fund divider page for a detailed description of the County's internal service funds.

The ***pension trust fund*** is accounted for in essentially the same manner as the proprietary funds, using the same measurement focus and basis of accounting. The pension trust fund accounts for the assets of the government's employee pension plan.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. However, interfund services provided and used have not been eliminated in this process.

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

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of the enterprise fund are charges to customers for sales and services provided. Operating expenses for the enterprise fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. Deposits and Investments

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

Investments are recorded at fair value based on quoted market prices as of the balance sheet date. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Increases or decreases in the fair value during the year are recognized as a component of interest income.

E. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year as well as all other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Receivables and Payables (Continued)

Advances between funds, as reported in the fund financial statements, represent long-term borrowing arrangements with established repayment schedules, and are offset by non-spendable fund balance in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

F. Inventories and Prepaid Items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

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

G. Capital Assets

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

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend useful lives are expensed as incurred.

Interest incurred during the construction phase of capital assets of enterprise funds is included as part of the capitalized value of the assets constructed. The amount of interest capitalized depends on the specific circumstances.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Capital Assets (Continued)

Capital assets of the primary government are depreciated or amortized using the straight line method over the following useful lives:

Asset Category	Years
Buildings and improvements	20 - 50
Machinery and equipment	5 - 20
Vehicles	3 - 10
Intangible assets	7 - 11
Infrastructure	20 - 50

The County purchases future sewer capacity rights from other local governments and entities which are recorded as intangible assets. The County uses the rights to enable its sewer system to handle and process the demands of its customers. The assets are recognized as new customers access the system and consume available capacity. However, it should be noted that a significant majority of the County's sewer rights were purchased with indefinite lives and, therefore, are not subject to amortization of the cost. Those rights will be carried on the financial statements at original cost, similar to a non-depreciable asset.

H. Deferred Outflows / Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense / expenditure) until then. One item that qualifies for reporting in this category is the deferred charge on refunding reported in the government-wide and proprietary fund statements of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded debt or the refunding debt.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Deferred Outflows / Inflows of Resources (Continued)

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has multiple types of deferred inflows. One item arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and grants and these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available. Another element relates to the offset of the fair market value of the County's derivative. As the derivative qualifies as an effective hedge and the change in fair market value occurs each year, the asset and deferred inflow are adjusted. Lastly, the County also reports unearned property tax revenues which are levied in August for the next fiscal year and thus will be recognized as revenue in the period for which they were levied.

The County also has deferred inflows and outflows related to the recording of changes in its net pension liability. Certain changes in the net pension liability are recognized as pension expense over time instead of all being recognized in the year of occurrence. Experience gains or losses result from periodic studies by the County's actuary which adjust the net pension liability for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience gains or losses are recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension expense over the expected remaining service lives of plan members. Changes in actuarial assumptions which adjust the net pension liability are also recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension expense over the expected remaining service lives of plan members. The difference between projected investment return on pension investments and actual return on those investments is also deferred and amortized against pension expense over a five year period. Additionally, as discussed further in Note 9, the measurement period for the pension plans in which the Health Department and Library System participate are different from the respective fiscal year end of these entities. As such, any contributions made by these entities to their pension plans before year end but subsequent to the measurement date of the respective net pension liabilities are reported as deferred outflows of resources. These contributions will reduce the net pension liability in the subsequent period.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation and sick pay is accrued when incurred in the government-wide and proprietary fund financial statements as these amounts will be paid to employees upon termination or retirement. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements.

J. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the year of issuance.

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

K. Fund Equity

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

Fund Balance – Generally, fund balance represents the difference between the assets and liabilities and deferred inflows of resources under the current financial resources management focus of accounting. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purpose for which amounts in those funds can be spent.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Fund Equity (Continued)

Fund balances are classified as follows:

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

Restricted – Fund balances are reported as restricted when they include amounts that can be spent only for the specific purposes stipulated by the constitution, external resource providers, or through enabling legislation.

Committed – Fund balances are reported as committed when they include amounts that can be used only for the specific purposes determined by a formal action of the County Board of Commissioners by passage of a resolution and the commitment can only be removed by a resolution of the Board.

Assigned – Fund balances are reported as assigned when they include amounts intended to be used by the County for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. The Board of Commissioners has delegated, through resolution, the Finance Director the authority to assign amounts to be used for specific purposes.

Unassigned – Fund balances are reported as unassigned as the residual classification for the County's general fund and includes all spendable amounts not contained in the other classifications.

Flow Assumptions – When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the County's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the County's policy to use fund balance in the following order: (1) Committed, (2) Assigned, (3) Unassigned.

For the year ending December 31, 2015, the County has reported $2,015,804 of encumbrances as assignments of fund balance in the General Fund.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Fund Equity (Continued)

Net Position – Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources in reporting which utilizes the economic resources measurement focus. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e., the amount that the County has spent) for the acquisition, construction or improvement of those assets. Net position is reported as restricted using the same definition as used for restricted fund balance as described in the section above. All other net position is reported as unrestricted.

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

L. Management Estimates

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

M. Pensions

The Forsyth County Defined Benefit Pension Plan uses a single fiduciary fund to maintain its financial records. The fiduciary fund is accounted for on a flow of economic resources measurement focus. Revenues are recognized when earned and expenses are recognized at the time they are incurred. Employer contributions are recognized when legally due. Benefit payments are recognized when due and payable in accordance with the terms of the Plan. Investments are reported at fair value.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to the Health Department's pension, and pension expense, information about the fiduciary net position of the Employees' Retirement System of Georgia (ERS) and additions to/deductions from ERS's fiduciary net position have been determined on the same basis as they are reported by ERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Pensions (Continued)

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to the Library System's pension, and pension expense, information about the fiduciary net position of the Teachers Retirement System of Georgia (TRS) and additions to/deductions from TRS's fiduciary net position have been determined on the same basis as they are reported by TRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS

A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position

The governmental fund balance sheet includes reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that "long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds." The details of this $250,541,770 difference are as follows:

Bonds payable	$	(209,815,000)
Unamortized premiums		(31,745,945)
Deferred charges on refundings		10,183,402
Certificates of participation		(7,777,000)
Capital lease payable		(119,755)
Accrued interest		(3,939,861)
Net OPEB obligation		(347,208)
Compensated absences		(6,980,403)
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net position - governmental activities*	$	(250,541,770)

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS (CONTINUED)

A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position (Continued)

Another element of that reconciliation explains that "the net pension liability and deferred outflows of resources related to the County's defined benefit pension plan are not expected to be liquidated with expendable available financial resources and, therefore, are not reported in the funds." The details of this $3,746,500 difference are as follows:

Net pension liability	$	(5,510,821)
Deferred outflows of resources - pension items		1,764,321
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net position - governmental activities*	$	(3,746,500)

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between *net changes in fund balances – total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this $29,865,198 difference are as follows:

Capital outlay	$	52,464,157
Depreciation expense		(22,598,959)
Net adjustment to increase *net changes in fund balances - total governmental funds* to arrive at *changes in net position - governmental activities*	$	29,865,198

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS (CONTINUED)

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities (Continued)

Another element of the reconciliation states that "The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net position." The details of this $15,163,126 difference are as follows:

Disposal of capital assets	$ (2,362,497)
Donations of capital assets	17,525,623
Net adjustment to increase *net changes in fund balances - total governmental funds* to arrive at *changes in net position - governmental activities*	$ 15,163,126

Another element of that reconciliation states that "the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has an effect on net position." The details of this $80,774,815 difference are as follows:

Issuance of debt	$ (156,480,000)
Original issue premium	(30,644,980)
Principal reduction	32,442,039
Payment to escrow agent	73,908,126
Net adjustment to decrease *net changes in fund balances - total governmental funds* to arrive at *changes in net position - governmental activities*	$ (80,774,815)

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS (CONTINUED)

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities (Continued)

Another element of that reconciliation states that "some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds." The details of this $2,842,265 difference are as follows:

Compensated absences	$	(1,068,641)
Net OPEB obligation		(104,318)
Change in pension expense		59,046
Amortization		554,888
Accrued interest		(2,283,240)
Net adjustment to decrease *net changes in fund balances - total governmental funds* to arrive at *changes in net position - governmental activities*	$	(2,842,265)

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NOTE 3. LEGAL COMPLIANCE – BUDGETS

Budgets and Budgetary Accounting

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

1. Prior to January 1, the County Manager submits to the Board of Commissioners a proposed operating budget for each department for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.

2. A public hearing is conducted to obtain taxpayer comments, giving notice thereof at least seven days in advance by publication in the official organ of the County.

3. The budget is then adopted by the Board of Commissioners at a public meeting.

4. Budget amounts can be transferred between line items within any department; however, any revisions of the budget at the department level must be amended by formal action of the Board of Commissioners in a regular meeting.

5. The budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). Annual budgets are adopted for the General Fund, Debt Service Fund, and special revenue funds. Project length budgets are adopted for the capital projects funds.

6. Formal budgetary integration is employed as a measurement control device during the year for the General Fund, Debt Service Fund, and the special revenue funds. An annual operating budget is prepared for the proprietary and internal service funds for planning, control, cost allocation and evaluation purposes. All appropriations lapse at year end.

NOTE 3. LEGAL COMPLIANCE – BUDGETS (CONTINUED)

Deficit Fund Balance

The County's Grant Fund ended the year with a deficit fund balance of $229,681. This deficit is created due to the availability of grant revenues; at December 31, 2015 the fund was reporting $450,758 of unavailable receivables on reimbursement based grants for which the expenditures have already been incurred. The deficit will be alleviated as these receivable amounts become available and thus can be recognized as revenue in future periods.

NOTE 4. DEPOSITS AND INVESTMENTS

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

Operating funds are currently invested in the Georgia Fund 1 Liquidity Pool; U.S. Government agencies; or maintained in demand deposit, savings, and public funds money market accounts with financial institutions.

The local government investment pool, "Georgia Fund 1," created by OCGA 36-83-8, is a stable asset value investment pool, which follows Standard and Poor's criteria for AAAf rated money market funds and is regulated by the Georgia Office of the State Treasurer. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal ($1 per share value). The asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participants' shares sold and redeemed based on $1 per share. The regulatory oversight agency for Georgia Fund 1 is the Office of the State Treasurer of the State of Georgia. As of December 31, 2015, the County considers amounts held in Georgia Fund 1 (and other money market funds) as cash equivalents for financial statement presentation. The County's investment in Georgia Fund 1 is reported at fair market value.

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

Custodial credit risk. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes and County policy require all deposits to be collateralized 110% by depository insurance, obligations of the U.S. Government, or bonds of public authorities, counties, or municipalities. As of December 31, 2015, the County's deposit balances were collateralized as defined by State statutes and GASB.

At December 31, 2015, the County had the following investments that are included in the custodial credit risk discussion above related to deposits:

	Maturity				
Investment	Less than 1 year	1-5 years	Greater than 5 years	Credit Rating	Fair Value
Fidelity Institutional Treasury MM	$ 96,014,133	$ -	$ -	(a)	$ 96,014,133
United States Treasuries	7,175,490	44,361,705	-	AAA	51,537,195
Georgia Fund 1	107,961,367	-	-	AAAf	107,961,367
Federal Home Loan Mortgage Corporation	-	1,218,365	-	AAA	1,218,365
Federal Home Loan Bank	-	326,021	-	AAA	326,021
Federal National Mortgage Association	1,850,093	7,640,519	-	AAA	9,490,612
Wells Fargo Adv Tr Pl Mm Ins	317,201	-	-	(a)	317,201
Guaranteed Investment Contract	-	-	7,282,109	(b)	7,282,109
Morgan Stanley Institutional Liquidity	15,787,355	-	-	AAAm	15,787,355
	$ 229,105,639	$ 53,546,610	$ 7,282,109		$ 289,934,358

(a) These are money market accounts which are not rated.
(b) This is a guaranteed contract with the Georgia Municipal Association (GMA) and is not rated.

Interest rate risk. The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

Pension Plan

The Plan's policy in regard to investments, including the allocation of invested assets, is established and may be amended by the Board of Commissioners by a majority vote of its members. The Plan is authorized to invest in obligations of the United States Treasury or its agencies and instrumentalities, collateralized mortgage obligations, asset and mortgage backed securities, taxable bonds that are obligations of any state and its agencies, instrumentalities, and political subdivisions, and in certificates of deposit of national or state banks that are fully insured or collateralized by United States obligations. Additionally, the Plan is authorized to invest in common stocks, money market instruments, and corporate bonds and debentures, which are not in default as to principal and interest.

The Plan investment policy adopts the following asset allocation mix to achieve the lowest level of risk for the Plan: Equity Securities between 55% and 65% at market value, Fixed Income investments between 32% and 42%, and cash equivalents up to 5% of total asset mix.

At December 31, 2015 the Plan had $13,054,323 invested in the following types of investments:

	Maturity		
Investment	Less than 1 year	Credit Rating	Fair Value
Collective Funds - Pension	$ 10,912,516	(a)	$ 10,912,516
Mutual Funds - Pension	2,141,807	(b)	2,141,807
	$ 13,054,323		$ 13,054,323

(a) These are collective funds at a financial institution and are not rated.
(b) The mutual funds are rated 3 - 5 stars by Morningstar

Credit Risk. It is the Plan's policy to limit investments to either mutual fund equities or fixed income bonds. Domestic bonds are limited to those with ratings that meet or exceed investment grade as defined by Moody's, S&P, or Fitch. U.S. Government Treasuries and Agency bonds are not classified by credit quality. Mutual funds invested in equities are also not classified by credit quality.

Concentration. On December 31, 2015, the Plan did not have debt or equity investments in any one organization, other than those issued by the U.S. Government, which represented greater than 5% of plan fiduciary net position.

NOTE 4. DEPOSITS AND INVESTMENTS (CONTINUED)

Rate of return. For the year ended December 31, 2015, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 0.10 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Custodial Credit Risk - Deposits. Custodial credit risk for deposits is the risk that in the event of a bank failure, the Plan may not be able to recover its deposits.

NOTE 5. RECEIVABLES

Receivables at December 31, 2015, for the County's individual major funds and nonmajor funds in the aggregate are as follows:

	General Fund	Fire District Fund	SPLOST Fund	Debt Service Fund
Receivables:				
Taxes	$ 1,840,155	$ 725,311	$ 3,400,816	$ 505,203
Other governments	2,894,230	-	-	-
Accounts	1,445,600	31,085	-	-
Gross receivables	6,179,985	756,396	3,400,816	505,203
Less allowance for uncollectibles	-	-	-	-
Net receivables	$ 6,179,985	$ 756,396	$ 3,400,816	$ 505,203

	Nonmajor Governmental Funds	Water & Sewerage Authority	Nonmajor Proprietary Fund
Receivables:			
Taxes	$ 38,579	$ -	$ -
Other governments	3,185,186	-	-
Accounts	545,162	3,943,789	486,561
Gross receivables	3,768,927	3,943,789	486,561
Less allowance for uncollectibles	-	(464,503)	-
Net receivables	$ 3,768,927	$ 3,479,286	$ 486,561

NOTE 5. RECEIVABLES (Continued)

Property taxes for the 2015 fiscal year were levied on August 17, 2014, with property values assessed as of January 1, 2014. Bills are payable on or before November 15, 2014 after which the applicable property is subject to lien and penalties and interest as assessed. Property taxes attached as an enforceable lien on property as of December 16, 2014. Property taxes levied during 2015 are for fiscal year 2016. Amounts recorded as a receivable and amounts collected as of December 31, 2015 related to these taxes are recorded as deferred inflows of resources – unearned revenue in both the fund-level and government-wide financial statements.

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NOTE 6. CAPITAL ASSETS

A. Primary Government

Capital asset activity for the year ended December 31, 2015 was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental Activities:					
Capital assets, not being depreciated:					
Land and improvements	$ 413,610,453	$ 13,420,412	$ (608,307)	$ -	$ 426,422,558
Infrastructure land improvements	161,526,796	2,274,018	-	-	163,800,814
Construction in progress	94,803,145	40,171,365	-	(98,448,656)	36,525,854
Total capital assets, not being depreciated	669,940,394	55,865,795	(608,307)	(98,448,656)	626,749,226
Capital assets, being depreciated:					
Buildings and improvements	141,182,801	1,288,448	(4,218,092)	91,382,278	229,635,435
Machinery and equipment	50,122,589	1,665,737	(6,309,179)	5,397,338	50,876,485
Vehicles	29,243,497	2,877,897	(2,203,747)	63,404	29,981,051
Infrastructure	311,984,320	8,434,500	-	1,605,636	322,024,456
Total capital assets, being depreciated	532,533,207	14,266,582	(12,731,018)	98,448,656	632,517,427
Less accumulated depreciation for:					
Buildings and improvements	30,827,119	4,498,651	(2,718,422)	-	32,607,348
Machinery and equipment	34,944,580	4,218,194	(6,055,568)	-	33,107,206
Vehicles	20,442,185	1,946,486	(2,195,570)	-	20,193,101
Infrastructure	159,801,557	11,989,857	-	-	171,791,414
Total accumulated depreciation	246,015,441	22,653,188	(10,969,560)	-	257,699,069
Total capital assets, being depreciated, net	286,517,766	(8,386,606)	(1,761,458)	98,448,656	374,818,358
Governmental activities capital assets, net	$ 956,458,160	$ 47,479,189	$ (2,369,765)	$ -	$ 1,001,567,584

NOTE 6. CAPITAL ASSETS (CONTINUED)

A. Primary Government (Continued)

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Business-type Activities:					
Capital assets, not being depreciated:					
Land	$ 28,757,058	$ -	$ -	$ -	$ 28,757,058
Sewer capacity rights	7,629,105	12,084	-	-	7,641,189
Construction in progress	20,551,994	28,217,502	(15,360)	(659,999)	48,094,137
Total capital assets, not being depreciated	56,938,157	28,229,586	(15,360)	(659,999)	84,492,384
Capital assets, being depreciated:					
Land improvements	365,253	-	-	-	365,253
Buildings and improvements	17,858,372	-	-	-	17,858,372
Machinery and equipment	6,814,545	435,620	-	-	7,250,165
Vehicles	2,492,190	725,572	(343,225)	-	2,874,537
Sewer capacity rights	14,609,550	-	-	-	14,609,550
Infrastructure	477,322,913	23,815,922	-	659,999	501,798,834
Total capital assets, being depreciated	519,462,823	24,977,114	(343,225)	659,999	544,756,711
Less accumulated depreciation for:					
Land improvements	164,083	13,250	-	-	177,333
Buildings and improvements	2,721,477	365,560	-	-	3,087,037
Machinery and equipment	3,498,306	266,860	-	-	3,765,166
Vehicles	1,871,995	164,626	(343,225)	-	1,693,396
Sewer capacity rights	4,770,506	1,411,195	-	-	6,181,701
Infrastructure	99,761,561	9,692,016	-		109,453,577
Total accumulated depreciation	112,787,928	11,913,507	(343,225)	-	124,358,210
Total capital assets, being depreciated, net	406,674,895	13,063,607	-	659,999	420,398,501
Business-type activities capital assets, net	$ 463,613,052	$ 41,293,193	$ (15,360)	$ -	$ 504,890,885

The County has reclassified certain assets amongst the categories within capital assets, being depreciated. These reclassifications changed the beginning balances of the respective categories but did not change the overall beginning balance of capital assets, being depreciated.

NOTE 6. CAPITAL ASSETS (CONTINUED)

A. Primary Government (Continued)

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

Governmental activities:	
General government	$ 1,311,362
Judicial	1,054,008
Public safety	4,624,505
Public works	12,533,440
Health and welfare	122,885
Culture and recreation	2,903,988
Housing and development	103,000
Total depreciation expense - governmental activities	$ 22,653,188
Business-type activities:	
Water and Sewerage Authority	$ 11,878,083
Solid Waste Disposal Facility	35,424
Total depreciation expense - business-type activities	$ 11,913,507

B. Discretely Presented Component Unit – Health Department

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, being depreciated:				
Machinery and equipment	$ 62,182	$ -	$ -	$ 62,182
Total	62,182	-	-	62,182
Less accumulated depreciation for:				
Machinery and equipment	(43,315)	(3,423)	-	(46,738)
Total	(43,315)	(3,423)	-	(46,738)
Total capital assets, being depreciated, net	$ 18,867	$ (3,423)	$ -	$ 15,444

NOTE 6. CAPITAL ASSETS (CONTINUED)

C. Discretely Presented Component Unit – Library System

	Beginning Balance Restated	Increases	Decreases	Transfers	Ending Balance
Capital assets, not being depreciated:					
CIP	$ 18,090	$ -	$ -	$ -	$ 18,090
Total	18,090	-	-	-	18,090
Capital assets, being depreciated:					
Machinery and equipment	3,179,084	105,765	(203,886)	-	3,080,963
Books and collections	5,778,444	557,538	(692,518)	-	5,643,464
Total	8,957,528	663,303	(896,404)	-	8,724,427
Less accumulated depreciation for:					
Machinery and equipment	(1,719,527)	(278,001)	203,886	-	(1,793,642)
Books and collections	(4,590,340)	(846,520)	692,518	-	(4,744,342)
Total	(6,309,867)	(1,124,521)	896,404	-	(6,537,984)
Total capital assets, being depreciated, net	2,647,661	(461,218)	-	-	2,186,443
Total capital assets, net	$ 2,665,751	$ (461,218)	$ -	$ -	$ 2,204,533

NOTE 7. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances as of December 31, 2015, was as follows:

Due to/from other funds:

Receivable fund	Payable fund	Amount
General Fund	Nonmajor governmental funds	$ 2,811,152
Nonmajor governmental funds	SPLOST Fund	430,877
SPLOST Fund	Nonmajor governmental funds	801,458
Nonmajor governmental funds	Nonmajor governmental funds	139,981
Nonmajor governmental funds	General Fund	341,459
		$ 4,524,927

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, and (2) transactions are recorded in the accounting system. Additionally, the amount owed to the SPLOST Fund relates to a voter approved SPLOST project for which Impact Fee funding was also available and the interfund balance arose as the County had not moved the cash by year-end.

NOTE 7. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS (CONTINUED)

Interfund transfers for the year ended December 31, 2015 were as follows:

Transfers In	Transfers Out	Amount
General Fund	Nonmajor enterprise funds	$ 500,000
Internal service funds	General Fund	$ 290,000
Debt Service Fund	SPLOST Fund	$ 27,363,682
Nonmajor governmental funds	General Fund	$ 16,235,121
Nonmajor governmental funds	Fire Fund	52,653
Nonmajor governmental funds	Nonmajor governmental funds	122,208
		$ 16,409,982

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that the statute or budget requires to expend them, (2) to move funds available from sales tax collections to cover allowable SPLOST bond debt service requirement, and (3) to move funds in order to eliminate internal service funds.

Advances to/from other funds are as follows:

Receivable entity	Payable entity	Amount
General Fund	SPLOST Fund	$ 6,870,952

The advance from the General Fund to the SPLOST funds relates to eligible animal shelter improvements and road projects which were advance funded by the General Fund and are being reimbursed with SPLOST funds as they are available. Amounts are being repaid on a schedule spanning more than one year.

NOTE 8. LONG-TERM DEBT

A. Primary Government

The following is a summary of long-term debt activity for the year ended December 31, 2015:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Bonds payable	$ 149,805,000	$ 156,480,000	$ (96,470,000)	$ 209,815,000	$ 28,710,000
Plus: Premiums	2,950,882	30,644,980	(1,849,917)	31,745,945	-
Total bonds payable	152,755,882	187,124,980	(98,319,917)	241,560,945	28,710,000
Capital leases payable	156,794	-	(37,039)	119,755	38,443
Certificates of participation	7,777,000	-	-	7,777,000	-
Net OPEB obligation	242,890	1,049,000	(944,682)	347,208	-
Net pension liability	3,805,546	2,619,107	(913,832)	5,510,821	-
Compensated absences	5,979,867	18,597,885	(17,521,209)	7,056,543	5,705,262
Claims payable	4,159,934	19,355,005	(18,821,443)	4,693,496	3,774,608
Governmental activities long-term liabilities	$ 174,877,913	$ 228,745,977	$ (136,558,122)	$ 267,065,768	$ 38,228,313
Business-type Activities:					
Bonds payable	$ 140,855,000	$ 75,665,000	$ (28,700,000)	$ 187,820,000	$ 5,085,000
Less: Discounts	(6,535)	-	6,535	-	-
Plus: Premiums	10,288,515	11,786,083	(2,061,130)	20,013,468	-
Total bonds payable	151,136,980	87,451,083	(30,754,595)	207,833,468	5,085,000
Note payable	6,826,154	130,000	(257,015)	6,699,139	264,832
Landfill postclosure costs	1,634,396	151,700	(110,594)	1,675,502	110,705
Compensated absences	533,276	2,346,365	(2,262,026)	617,615	491,733
Business-type activities long-term liabilities	$ 160,130,806	$ 90,079,148	$ (33,384,230)	$ 216,825,724	$ 5,952,270

For governmental activities, compensated absences and claims and judgments are being liquidated primarily by the General Fund. The OPEB obligations and net pension liability are primarily liquidated by the General Fund and the Fire District Fund. For business-type activities, compensated absences are liquidated by the Water and Sewerage Authority and the Solid Waste Disposal Fund.

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

General Obligation Bonds. During 2008, the County issued $83,000,000 of Series 2008A general obligation bonds. The 2008A Bonds were issued for the purpose of providing funds to finance the costs of acquiring, constructing, renovating, and equipping parks and recreational areas, programs, and facilities in the County. They bear interest rates from 2.5%-5.0% and are payable on March 1 and September 1 of each year. During 2015, the County issued $60,315,000 of Series 2015B general obligation bonds for the purpose of refunding $64,065,000 of the Series 2008A bonds maturing March 1, 2020 through March 1, 2028. The Series 2015B Bonds bear interest at rates from 3.0% to 5.0% and are payable on March 1 and September 1 of each year, maturing on March 1, 2028. The refunding transaction undertaken by the County resulted in aggregate debt service savings of $5,838,136 and an economic gain (net present value of the aggregate debt service savings) of $4,967,439.

As part of the refunding mentioned above, the County defeased certain outstanding general obligation bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. As of December 31, 2015, the outstanding amount of Series 2008A general obligation bonds considered legally defeased is $64,065,000.

During 2012, the County issued $20,960,000 of Series 2012 general obligation bonds. The 2012 bonds were issued to refund $19,155,000 of the $23,715,000 in aggregate principal amount of the Series 2004 Bonds maturing March 1, 2004 through 2020. The bonds, which bear interest at rates from 0.4% to 2.1%, mature March 1, 2020.

During 2013, the County issued $14,130,000 of Series 2013 general obligation bonds. The 2013 bonds were issued to finance costs of acquiring, constructing, renovating, and equipping parks and recreational areas, programs, and facilities in the County. The bonds, which bear interest at rates from 3.0% to 5.0%, mature March 1, 2028.

During 2015, the County issued $83,765,000 of Series 2015A general obligation bonds. The 2015A bonds were issued to finance the costs of constructing and installing various transportation improvement projects throughout the County. The bonds, which bear interest at rates from 3.0% to 5.0%, mature March 1, 2035.

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

General Obligation Bonds (Continued). The County's debt service requirements to maturity on the general obligation bonds are as follows:

Year ending December 31,	Principal	Interest	Total
2016	$ 6,410,000	$ 8,478,915	$ 14,888,915
2017	7,055,000	8,308,731	15,363,731
2018	11,810,000	7,958,947	19,768,947
2019	11,900,000	7,541,208	19,441,208
2020	10,315,000	7,138,522	17,453,522
2021 - 2025	46,295,000	29,440,775	75,735,775
2026 - 2030	58,085,000	14,854,375	72,939,375
2031 - 2035	35,645,000	4,633,625	40,278,625
Total	$ 187,515,000	$ 88,355,098	$ 275,870,098

Sales Tax Bonds. On December 21, 2012, the County issued Series 2012 A, B, C, and D sales tax bonds. The bonds were all issued to a local financial institution for a total of $50,000,000 for construction of the new courthouse, jail, and parking deck. The bonds operate as a line of credit. The County will draw funds as needed and pay interest only on the drawn amounts. During the year ended December 31, 2015 the County drew $12,400,000 of funds on Series D. The bonds' maturity and outstanding amounts are as follows:

Series	Maturity	Original Amount	Outstanding at 12/31/15	Principal Payment
2012 A		$ 8,000,000	$ -	
2012 B		14,600,000	-	
2012 C	April 1, 2016	15,000,000	9,900,000	Monthly starting May 1, 2015
2012 D	April 1, 2016	12,400,000	12,400,000	Monthly starting May 1, 2015
		$ 50,000,000	$ 22,300,000	

The bonds have variable interest rates at LIBOR plus 1.33% and will be adjusted automatically on and as of the effective date of any change in the Euro Dollar Reserve Percentage, which was 1.574% at December 31, 2015. The rate cannot exceed 8%.

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Sales Tax Bonds (Continued). The County's debt service requirements to maturity on the Series 2012 sales tax bonds are as follows:

Year ending December 31,	Principal	Interest	Total
2016	$ 22,300,000	$ 85,690	$ 22,385,690

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 $7,777,000. The lease pool agreement with the Association provides that the County owns their portion of the assets invested by the pool and is responsible for the payment of their portion of the principal and interest of the Certificates of Participation. The principal of $7,777,000 is due in a lump sum payment on June 1, 2028. Interest is payable at a rate of 4.75% each year. The County draws from the investment to lease equipment from the Association. The lease pool agreement requires the County to make lease payments back into its investment account to fund the principal and interest requirements of the 1998 GMA Certificates of Participation.

As part of the issuance of the certificates of participation, the County entered into an interest rate swap agreement. Under the Swap Agreement, the County is require to pay (1) a semi-annual (monthly beginning July 1, 2003) floating rate of interest based on the Securities Industry and Financial Markets Association (SIFMA) Municipal Swap Index (plus 31 basis points spread) to, or on behalf of, the Swap Counterparty (the "Swap Payment"); and the Swap Counterparty will pay to, or on behalf of, the County a semi-annual payment based on a rate equal to the fixed rate on the certificates of participation (4.75%) times a notional amount specified in the Swap Agreement, but generally equal to the outstanding unpaid principal portion of such Contract, less the amount originally deposited in the Reserve Fund relating to the Contract, and (2) a one-time Swap Premium to be paid on the effective date of the Swap Agreement. The semi-annual payments from the Swap Counterparty with respect to the County are structured, and expected, to be sufficient to make all interest payments due under the Contract, and related distributions of interest on the Certificates.

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Certificates of Participation (Continued). Monthly interest payments between the County, the holders of the Certificates of Participation, and the Swap Counterparty can be made in net settlement form as part of this agreement. Under the Swap Agreement, the County's obligation to pay floating payments to the Swap Counterparty in any calendar year may not exceed an amount equal to the SIFMA Municipal Swap Index plus 5% to be determined on the first business day of December in the preceding year. This agreement matures on June 1, 2028, at the same time of the certificates of participation. This derivative qualifies as a fair market hedge. In the unlikely event that the Swap Counterparty becomes insolvent, or fails to make payments as specified in the Swap Agreement, the County would be exposed to credit risk in the amount of the Swap's fair value. To minimize this risk, the County executed this agreement with counterparties of appropriate credit strength, with the counterparty being rated Aa1 by Moody's. At December 31, 2015, the floating rate being paid by the County is 0.32% and the market value of this agreement is $2,378,197, an increase of $182,069 from the prior year. The market value of the hedge was determined using settlement prices at the end of the day on December 31, 2015 based on the derivative contract.

This market value is reported as an asset in the statement of net position. As this derivative is an effective hedge, qualifying for hedge accounting, the inflow from the hedge (any change in fair value from inception until fiscal year end) is deferred and reported as a deferred inflow of resources in the Statement of Net Position.

The County's total certificates of participation debt service requirements to maturity are as follows:

Fiscal Year Ending December 31,	Principal	Interest	Total
2016	$ -	$ 369,408	$ 369,408
2017	-	369,408	369,408
2018	-	369,408	369,408
2019	-	369,408	369,408
2020	-	369,408	369,408
2021-2025	-	1,847,040	1,847,040
2026-2028	7,777,000	923,520	8,700,520
Total	$ 7,777,000	$ 4,617,600	$ 12,394,600

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Capital Leases – Equipment. The County has entered into a lease agreement as lessee to finance the acquisition of telecommunications equipment for use in general governmental activities. The lease agreement qualifies as a capital lease for accounting purposes (title transfers at the end of the lease terms) and, therefore, has been recorded as the present value of the future minimum lease payments as of the date of their inceptions. The lease is for a period of five years, at an interest rate of 3.79%. As of December 31, 2015, the County had $259,992 of machinery and equipment with accumulated amortization of $207,994 financed with the capital lease. The leased assets' annual amortization expense is reported with depreciation expense.

At December 31, 2015, future lease payments for the capital lease payable are as follows:

	Governmental Activities
Year Ending December 31,	
2016	$ 42,981
2017	42,982
2018	42,982
Total minimum lease payments	128,945
Less amount representing interest	9,190
Present value of future minimum lease payments	$ 119,755

Revenue Bonds. Series 2007 Water and Sewer Revenue Bonds – In September 2007, the County Water and Sewerage Authority issued $48,935,000 in revenue bonds to be used for expansion of the County's water and sewerage system. The Authority and the County have entered into a Lease Contract. The County's obligations under the Lease are absolute and unconditional and are secured by a pledge of the net revenues of the System and by a pledge of the County's full faith and credit. In the event revenues from the system are not available, the County has agreed to levy a tax on all taxable property located within the territorial limits of the Special Tax District, at such rates, without limitation, as may be necessary to make the Lease Payments. The bonds bear interest at rates from 3.75% to 5.0%, and will mature between April 1, 2008 and April 1, 2017.

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Revenue Bonds (Continued). Series 2011 Water and Sewer Revenue Bonds – In March 2011, the County Water and Sewerage Authority issued $28,480,000 in revenue bonds to refund the remaining $1,420,000 in aggregate principal amount of the Series 1998 Bonds maturing April 1, 2009 through 2015, and to refund the remaining $28,360,000 in aggregate principal amount of the Series 2001 Bonds, maturing April 1, 2009 through 2025. The Authority and the County have entered into a Lease Contract. The County's obligations under the Lease are absolute and unconditional and are secured by a pledge of the net revenues of the System and by a pledge of the County's full faith and credit. In the event revenues from the system are not available, the County has agreed to levy a tax on all taxable property located within the territorial limits of the Special Tax District, at such rates, without limitation, as may be necessary to make the Lease Payments. The bonds, which bear interest at rates from 2.0% to 5.00%, mature April 1, 2025.

Series 2011 Variable Series Water and Sewer Revenue Bonds – In March 2011, the County Water and Sewerage Authority issued $30,465,000 in revenue bonds to refund the remaining $30,320,000 in aggregate principal amount of the Series 2005B Bonds maturing April 1, 2009 through 2035. The Authority and the County have entered into a Lease Contract. The County's obligations under the Lease are absolute and unconditional and are secured by a pledge of the net revenues of the System and by a pledge of the County's full faith and credit. In the event revenues from the system are not available, the County has agreed to levy a tax on all taxable property located within the territorial limits of the Special Tax District, at such rates, without limitation, as may be necessary to make the Lease Payments. Interest paid on the bonds is variable and the interest rate is determined by 75% of the one-month LIBOR plus a 58.5 basis point spread and the rate is reset monthly for an initial term of three years. The County has the option to renew the terms in August 2017 with a new negotiated spread. The variable rate in effect as of the year-end is 0.47% and the bonds mature April 1, 2035. The current outstanding amount of debt considered legally defeased equals $30,320,000 as of December 31, 2015.

Series 2012 Water and Sewer Revenue Bonds – In March 2012, the County Water and Sewerage Authority issued $27,195,000 in revenue bonds to refund the remaining $30,000,000 in aggregate principal amount of the Series 2002 Bonds maturing April 1, 2004 through 2032. The Authority and the County have entered into a Lease Contract. The County's obligations under the Lease are absolute and unconditional and are secured by a pledge of the net revenues of the System and by a pledge of the County's full faith and credit. In the event revenues from the system are not available, the County has agreed to levy a tax on all taxable property located within the territorial limits of the Special Tax District, at such rates, without limitation, as may be necessary to make the Lease Payments. The bonds, which bear interest at rates from 2.0% to 5.0%, mature April 1, 2032

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Revenue Bonds (Continued). Series 2013 Water and Sewer Revenue Bonds – In April 2013, the County Water and Sewerage Authority issued $27,435,000 in revenue bonds to refund $13,070,000 of the Series 2005A and $15,690,000 of the Series 2007 Bonds. The County has determined the refunding will reduce the Authority's debt service payments by $2,309,622 on an aggregate basis and a net present savings of $1,988,223. The Authority and the County have entered into a Lease Contract. The County's obligations under the Lease are absolute and unconditional and are secured by a pledge of the net revenues of the System and by a pledge of the County's full faith and credit. In the event revenues from the system are not available, the County has agreed to levy a tax on all taxable property located within the territorial limits of the Special Tax District, at such rates, without limitation, as may be necessary to make the Lease Payments. The bonds, which bear interest at rates from 2.0% to 5.0%, mature April 1, 2032.

Series 2015 Water and Sewer Revenue Bonds – In March 2015, the County Water and Sewerage Authority issued $75,665,000 in revenue bonds to refund $935,000 of the Series 2005A Bonds, $23,735,000 of the Series 2007 Bonds, and to finance expansion of the County's water and sewerage system. The County has determined the refunding will reduce the Authority's debt service payments by $4,083,177 on an aggregate basis and a net present savings of $3,073,758. The Authority and the County have entered into a Lease Contract. The County's obligations under the Lease are absolute and unconditional and are secured by a pledge of the net revenues of the System and by a pledge of the County's full faith and credit. In the event revenues from the system are not available, the County has agreed to levy a tax on all taxable property located within the territorial limits of the Special Tax District, at such rates, without limitation, as may be necessary to make the Lease Payments. The bonds, which bear interest at rates from 3.0% to 5.0%, mature April 1, 2044. At December 31, 2015 $39,425,000 of the defeased 2007 Bonds remain outstanding.

The County's debt service requirements to maturity on its outstanding revenue bonds are found in the table on the following page.

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Revenue Bonds (Continued).

Year ending December 31,	Principal	Interest	Total
2016	$ 5,085,000	$ 7,152,077	$ 12,237,077
2017	5,240,000	6,962,202	12,202,202
2018	5,460,000	6,751,652	12,211,652
2019	5,700,000	6,527,952	12,227,952
2020	5,920,000	6,295,552	12,215,552
2021-2025	33,815,000	27,251,486	61,066,486
2026-2030	42,380,000	18,552,889	60,932,889
2031-2035	55,030,000	10,048,354	65,078,354
2036-2040	17,390,000	4,741,400	22,131,400
2041-2044	11,800,000	1,217,000	13,017,000
Total	$ 187,820,000	$ 95,500,564	$ 283,320,564

Notes Payable. In 2011, the County entered into agreements with the Georgia Environmental Finance Authority to finance the construction of various water and sewer projects. The agreements were originally executed for $6,703,496, with interest rates of 3.0%. The agreements are paid each month beginning November 1, 2012 through April 1, 2034. The debt service requirements to maturity are as follows:

Year ending December 31,	Principal	Interest	Total
2016	$ 264,832	$ 184,503	$ 449,335
2017	272,887	176,448	449,335
2018	281,188	168,147	449,335
2019	289,740	159,595	449,335
2020	298,553	150,782	449,335
2021-2025	1,609,641	471,786	2,081,427
2026-2030	1,854,198	354,819	2,209,017
2031-2034	1,399,775	72,903	1,472,678
Total	$ 6,270,814	$ 1,738,983	$ 8,009,797

In 2014, the County entered into an agreement with the Georgia Environmental Finance Authority to finance the construction of various water and sewer projects. As of December 31, 2015, the loan has a balance of $428,325 and is still in the draw down phase, therefore, a future payment schedule has not been established.

NOTE 8. LONG-TERM DEBT (CONTINUED)

A. Primary Government (Continued)

Landfill post-closure costs. Effective July 14, 1999, the Forsyth County Landfill was closed and no additional waste has been accepted. According to state and federal laws and regulations, the County must perform certain maintenance and monitoring functions at the site for a minimum of 30 years. As of December 31, 2015, the County has 15 years of monitoring remaining. Engineering studies estimate post-closure costs of approximately $1,675,502 over the 15-year period. These costs are based on what it would cost to perform all post-closure care in 2001, adjusted annually for inflation. Actual costs may be higher due to changes in inflation, changes in technology, or changes in regulations. Should any problems occur during this post-closure period, the costs and time period required for the maintenance and monitoring functions may substantially increase.

B. Discretely Presented Component Unit – Health Department

Debt activity for the year ended June 30, 2015 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Compensated absences	$ 112,401	$ 73,708	$ (85,998)	$ 100,111	$ 64,071

C. Discretely Presented Component Unit – Library System

The Library's long-term debt activity for the year ended June 30, 2015, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Compensated absences	$ 209,092	$ 187,385	$ (198,104)	$ 198,373	$ 187,948

The liabilities will be funded by the Library's major funding source, the County, with annual appropriations on a calendar basis.

NOTE 9. DEFINED BENEFIT PENSION PLANS

A. Primary Government

Plan Description. The County contributes to the Forsyth County Defined Benefit Pension Plan, which is a single employer public employee retirement system. The plan does not issue a stand-alone report.

The Plan was established by resolution of the Board of Commissioners which grants the authority to establish and amend the Plan to the Administrative Committee, subject to approval and action by the Board of Commissioners. The Administrative Committee is comprised five (5) members who serve without compensation by the Plan. The members of the Administrative Committee consist of the County's Chief Financial Officer (by position), the Human Resources Director (by position), and three (3) at-large nominations from the Board of Commissioners.

The County created this plan simultaneously with changes to its Defined Contribution Plan (a 401(k) plan). There were a number of senior County employees who would not have been able to accrue adequate benefits for retirement as members of the Defined Contribution Plan. Therefore, the County provided the Defined Benefit Plan for a specific group of employees. This group, to be eligible, was required to have 10 years of continuous service as of December 31, 2000. The Plan is closed to new entrants. Participants become eligible to retire when they are 65 and have 10 years of continuous service or achieve a combination of years of service and age equal to 75 or greater. Upon eligibility to retire, participants are entitled to an annual benefit in the amount of 1.5% of Average Annual Compensation for each year of service. The Plan also provides benefits in the event of death or disability.

As of January 1, 2016, the most recent actuarial valuation date, the plan membership included the following categories of participants:

Retirees and beneficiaries receiving benefits	49
Terminated vested participants not yet receiving benefits	6
Active participants	27
	82

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

A. Primary Government (Continued)

The Plan's financial statements are prepared on an accrual basis, which include unrealized gains or losses on marketable securities owned by the Plan. Investments in securities are valued at current market prices. The trust fund is invested in various fixed income and equity mutual funds, along with money market funds. All of these investments are handled through Evergreen Investments, which is the asset management division of Wells Fargo & Company.

Contributions. A resolution by the Board of Commissioners grants the authority to establish and amend the contributions requirements of the County and active plan members to the Plan's Administrative Committee, subject to Board of Commissioners approval. The Board establishes rates based on an actuarially determined amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. For the year ended December 31, 2015, the County's contribution rate was 41.1 percent of annual payroll. The Plan participants are not required to contribute to the plan.

Net Pension Liability of the County. Effective January 1, 2015, the County implemented the provisions of Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, which significantly changed the County's accounting for pension amounts. The information disclosed below is presented in accordance with this new standard.

The County's net pension liability was measured as of December 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2015. An expected total pension liability as of December 31, 2015 was determined using standard roll-forward techniques.

Actuarial Assumptions. The total pension liability in the January 1, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary increases, including inflation	4.0%
Investment rate of return	6.9%, including inflation, net of investment expense

Mortality rates were based upon the sex-distinct rates set forth in the RP-2000 Mortality Table for annuitants, projected to 2015 by Scale AA. Future generational improvements in mortality have not been reflected.

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

A. Primary Government (Continued)

Actuarial Assumptions (Continued). The Plan's actuaries have not performed an experience study as the plan was closed to new entrants as of December 31, 2000.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of December 31, 2015 are summarized in the following table:

Asset class	Target allocation	Long-term expected real rate of return
Domestic large cap	42.4%	6.50%
Mid cap blend	11.2%	7.50
Small cap blend	6.4%	8.25
Fixed income	37.0%	0.75
Cash	3.0%	—
Total	100%	

Discount rate. The discount rate used to measure the total pension liability was 6.90%. This discount rate has been reduced from the previous period which utilized a discount rate of 7.45%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that County contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all of the projected benefit payments to determine the total pension liability.

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

A. Primary Government (Continued)

Changes in the Net Pension Liability of the County. The changes in the components of the net pension liability of the County for the year ended December 31, 2015 were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 12/31/2014	$ 17,305,986	$ 13,500,440	$ 3,805,546
Changes for the year:			
Service cost	210,781	-	210,781
Interest	1,177,655	-	1,177,655
Differences between expected and actual experience	159,510	-	159,510
Assumption Changes	1,071,161	-	1,071,161
Contributions—employer	-	900,000	(900,000)
Contributions—employee	-	-	-
Net investment income	-	13,832	(13,832)
Benefit payments, including refunds of employee contributions	(886,675)	(886,675)	-
Net changes	1,732,432	27,157	1,705,275
Balances at 12/31/2015	$ 19,038,418	$ 13,527,597	$ 5,510,821

As of December 31, 2015, the Plan's fiduciary net position as a percentage of the total pension liability is 71.1%.

The required schedule of changes in the County's net pension liability and related ratios immediately following the notes to the financial statements presents multiyear trend information about whether the value of plan assets is increasing or decreasing over time relative to the total pension liability.

Sensitivity of the net pension liability to changes in the discount rate. The following table presents the net pension liability of the County, calculated using the discount rate of 6.90%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.90%) or 1-percentage-point higher (7.90%) than the current rate:

1% Decrease (5.90%)	Discount Rate (6.90%)	1% Increase (7.90%)
$ 7,725,357	$ 5,510,821	$ 3,630,872

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

A. Primary Government (Continued)

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of December 31, 2015 and the current sharing pattern of costs between employer and employee.

Pension Expense and Deferred Outflows of Resources Related to Pensions. For the year ended December 31, 2015, the County recognized pension expense of $840,953. At December 31, 2015, the County reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources
Differences between expected and actual experience	$ 139,034
Changes in assumptions	933,656
Net difference between projected and actual earnings on pension plan investments	691,631
Total	$ 1,764,321

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

Year ending December 31:	
2016	$ 330,889
2017	330,889
2018	330,889
2019	330,889
2020	157,981
Thereafter	282,784
Total	$ 1,764,321

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Component Unit – Health Department

Plan Description. The Employees' Retirement System of Georgia (ERS) is a cost-sharing multiple-employer defined benefit plan established by the Georgia General Assembly during the 1949 Legislative Session for the purpose of providing retirement allowances for employees of the State of Georgia and its political subdivisions. ERS is directed by a Board of Trustees. Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. ERS issues a publicly available financial report that can be obtained at www.ers.ga.gov/formspubs/formspubs.

Benefits provided. The ERS Plan supports three benefit tiers: Old Plan, New Plan, and Georgia State Employees' Pension and Savings Plan (GSEPS). Employees under the old plan started membership prior to July 1, 1982 and are subject to plan provisions in effect prior to July 1, 1982. Members hired on or after July 1, 1982 but prior to January 1, 2009 are new plan members subject to modified plan provisions. Effective January 1, 2009, new state employees and rehired state employees who did not retain membership rights under the Old or New Plans are members of GSEPS. ERS members hired prior to January 1, 2009 also have the option to irrevocably change their membership to GSEPS.

Under the old plan, the new plan, and GSEPS, a member may retire and receive normal retirement benefits after completion of 10 years of creditable service and attainment of age 60 or 30 years of creditable service regardless of age. Additionally, there are some provisions allowing for early retirement after 25 years of creditable service for members under age 60.

Retirement benefits paid to members are based upon the monthly average of the member's highest 24 consecutive calendar months, multiplied by the number of years of creditable service, multiplied by the applicable benefit factor. Annually, post-retirement cost-of-living adjustments may also be made to members' benefits, provided the members were hired prior to July 1, 2009. The normal retirement pension is payable monthly for life; however, options are available for distribution of the member's monthly pension, at reduced rates, to a designated beneficiary upon the member's death. Death and disability benefits are also available through ERS.

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Component Unit – Health Department (Continued)

Contributions. Member contributions under the old plan are 4% of annual compensation, up to $4,200, plus 6% of annual compensation in excess of $4,200. Under the old plan, the state pays member contributions in excess of 1.25% of annual compensation. Under the old plan, these state contributions are included in the members' accounts for refund purposes and are used in the computation of the members' earnable compensation for the purpose of computing retirement benefits. Member contributions under the new plan and GSEPS are 1.25% of annual compensation. The Health Department's contractually required contribution rate, actuarially determined annually, for the year ended June 30, 2015 was 21.96% of annual covered payroll for old and new plan members and 18.87% for GSEPS members. The Health Department's contributions to ERS totaled $170,126 for the year ended June 30, 2015. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. Effective July 1, 2014, the Health Department implemented the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*. These new standards significantly changed the Health Department's accounting for pension amounts and the information disclosed below is presented in accordance with these new standards.

At June 30, 2015, the Health Department reported a liability for its proportionate share of the net pension liability in the amount of $1,135,950. The net pension liability was measured as of June 30, 2014. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2013. An expected total pension liability as of June 30, 2014 was determined using standard roll-forward techniques. The Health Department's proportion of the net pension liability was based on contributions to ERS during the fiscal year ended June 30, 2014. At June 30, 2014, the Health Department's proportion was 0.030287%, which was an increase of 0.000333% from its proportion measured as of June 30, 2013.

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Component Unit – Health Department (Continued)

For the year ended June 30, 2015, the Health Department recognized pension expense of $75,589. At June 30, 2015, the Health Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in proportion and differences between the Health Department's contributions and proportionate share of contributions	$ 9,444	$ -
Contributions subsequent to the measurement date	170,126	-
Net difference between projected and actual earnings on pension plan investments	-	277,251
Total	$ 179,570	$ 277,251

Health Department contributions subsequent to the measurement date of $170,126 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30:	
2016	$ (63,598)
2017	(65,583)
2018	(69,313)
2019	(69,313)
Total	$ (267,807)

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Component Unit – Health Department (Continued)

Actuarial Assumptions. The total pension liability as of June 30, 2014 was determined by an actuarial valuation as of June 30, 2013 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increases, including inflation	5.45 – 9.25%, including inflation
Investment rate of return	7.50%, including inflation, net of investment expense

Mortality rates were based on the RP-2000 Combined Mortality Table for the periods after service retirement, for dependent beneficiaries, and for deaths in active service, and the RP-2000 Disabled Mortality Table set back eleven years for males for the period after disability retirement.

The actuarial assumptions used in the June 30, 2013 valuation were based on the results of an actuarial experience study for the period July 1, 2004 – June 30, 2009.

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

Asset class	Target allocation	Long-term expected real rate of return*
Fixed income	30.0%	3.00%
Domestic large equities	39.7	6.50
Domestic mid equities	3.7	10.00
Domestic small equities	1.6	13.00
International developed market equities	18.9	6.50
International emerging market equities	6.1	11.00
Total	100%	

* Rates are shown net of a 3% assumed rate of inflation.

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Component Unit – Health Department (Continued)

Discount rate. The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and State of Georgia contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all of the projected benefit payments to determine the total pension liability.

Sensitivity of the Health Department's proportionate share of the net pension liability to changes in the discount rate. The following presents the Health Department's proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what the Health Department's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

1% Decrease (6.50%)	Discount Rate (7.50%)	1% Increase (8.50%)
$ 1,656,440	$ 1,135,950	$ 692,891

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued ERS financial report which is publicly available at www.ers.ga.gov/formspubs/formspubs.

C. Component Unit – Library System

Plan description. All "classified" personnel employed by regional and county libraries are covered by the Teachers Retirement System of Georgia ("TRS"), which is a cost-sharing multiple-employer defined benefit public employee retirement system (PERS), administered by the TRS Board of Trustees. A "classified" staff person is one that works full-time or at least 20 hours a week (part-time). Title 47, Chapter 3 of the Official Code of Georgia Annotated, assigns the authority to establish and amend benefit provisions to the State legislature. TRS issues a publicly available financial report that can be obtained at www.trsga.com/publications.

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Component Unit – Library System (Continued)

Benefits Provided. TRS provides service retirement, disability retirement and survivor's benefits for its members in accordance with state statute. A member is eligible for service retirement after 30 years of service, regardless of age, or after 10 years of service and attainment of age 60. A member is eligible for early retirement after 25 years of creditable service and less than age 60, at a reduced benefit. Retirement benefits paid to members are equal to 2% of the average of the member's two consecutive highest paid years of service multiplied by the number of years of creditable service up to 40 years. The normal retirement pension is payable monthly for life. Options are available for distribution of the member's monthly pension at a reduced rate to a designated beneficiary at the time of the member's death.

Retirement benefits also include disability and death benefits. A disabled member who has at least 9 ½ years service credit is eligible for disability retirement. There is no age requirement. Disability retirement benefits are calculated using a percentage of salary formula. TRS offers survivor benefits to the beneficiary. When a member dies before retirement with 10 or more years of service, the beneficiary will receive either a monthly benefit for life, or a lump sum refund of the contributions plus interest.

Members become fully vested after 10 years of service. If a member terminates with less than 10 years of service, no vesting of employer contributions occurs, but the member's contributions are refunded with interest.

Contributions. Per Title 47 of the O.C.G.A., contribution requirements of active employees and participating employers, as actuarially determined, are established and may be amended by the TRS Board. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Employees were required to contribute 6.00% of their annual pay during fiscal year 2015. The Library System's contractually required contribution rate for the fiscal year ended June 30, 2015 was 13.15% of annual payroll for covered employees. The Library System's contributions to TRS were $347,625 for the fiscal year ended June 30, 2015.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. Effective July 1, 2014, the Library System implemented the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*. These new standards significantly changed the Library System's accounting for pension amounts and the information disclosed below is presented in accordance with these new standards.

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Component Unit – Library System (Continued)

At June 30, 2015, the Library System reported a liability for its proportionate share of the net pension liability of TRS. The net pension liability was measured as of June 30, 2014. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2013. An expected total pension liability as of June 30, 2014 was determined using standard roll-forward techniques. The Library System's proportion of the net pension liability was based on contributions to TRS during the fiscal year ended June 30, 2014. At June 30, 2014, the Library System's proportion was 0.024776%, which was an increase of 0.001540% from its proportion measured as of June 30, 2013.

For the fiscal year ended June 30, 2015, the Library System recognized pension expense of $264,252. At June 30, 2015, the Library System reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	$ -	$ 1,091,226
Changes in proportion and differences between Library contributions and proportionate share of contributions	218,650	-
Library contributions subsequent to the measurement date	347,625	-
Total	$ 566,275	$ 1,091,226

The Library System's contributions subsequent to the measurement date of $347,625 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as shown in the table at the top of the following page.

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Component Unit – Library System (Continued)

Year ending June 30:		
2016	$	(223,113)
2017		(223,113)
2018		(223,113)
2019		(223,113)
2020		19,876
Total	$	(872,576)

Actuarial Assumptions. The total pension liability as of June 30, 2014 was determined by an actuarial valuation as of June 30, 2013 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increases	3.75-7.00%, average, including inflation
Investment rate of return	7.50%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Combined Mortality Table for Males or Females set back two years for males and set back three years for females.

The actuarial assumptions used in the June 30, 2013 valuation were based on the results of an actuarial experience study for the period July 1, 2004 – June 30, 2009.

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

NOTE 9. DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Component Unit – Library System (Continued)

Asset class	Target allocation	Long-term expected real rate of return*
Fixed income	30.00%	3.00%
Domestic large equities	39.70	6.50
Domestic mid equities	3.70	10.00
Domestic small equities	1.60	13.00
International developed market equities	18.90	6.50
International emerging market equities	6.10	11.00
Total	100.00%	

* Rates shown are net of the 3.00% assumed rate of inflation

Discount rate. The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and state of Georgia contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Library System's proportionate share of the net pension liability to changes in the discount rate. The following presents the Library System's proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what the Library System's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current discount rate (7.50%)	1% Increase (8.50%)
Library's proportionate share of the net pension liability	$ 5,768,393	$ 3,130,121	$ 957,559

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued TRS financial report which is publicly available at www.trsga.com/publications.

NOTE 10. DEFINED CONTRIBUTION PLAN

The County has a 401(k) tax qualified defined contribution plan (The Forsyth County Profit Sharing Plan administered by Diversified Investment Advisors) as a retirement program for eligible employees. As of December 31, 2015, there were 1,207 plan members. The plan issues a stand-alone report. This report may be obtained from: Diversified Investment Advisors, 4333 Edgewood Road NE, Cedar Rapids, IA 52499. The plan is voluntary and the County matches 100% of the employee's contribution up to a maximum of 3% of their salary. After 10 years of service, the County will match 50% of an employee's contribution of up to an additional 3%. In addition, after three years of service, the County contributes 3% of an employee's pensionable earnings to the plan regardless of whether the employee contributes. For the year ended December 31, 2015, employee contributions were $2,362,275 and County contributions were $6,046,325. County contributions are vested over a five-year period at 20% per year. The investments are self-directed by the employee. The plan was established by resolution of the Board of Commissioners. It may also be amended by resolution of same.

NOTE 11. OTHER POST-EMPLOYMENT BENEFITS

Plan Description

The County administers a single-employer defined benefit healthcare plan. The plan does not issue a stand-alone report. The plan provides healthcare coverage including medical, dental, vision, and prescription drug benefits for eligible retirees and their spouses through the County's self-funded health insurance plan, which covers both active and retired members. Eligible individuals include all regular, full-time employees of the County and their spouses and dependent children. In order to be eligible for retiree healthcare coverage, employees must have earned at least 75 points (age plus service) with the County or must have attained age 60 with at least five years of service. Coverage continues at the election of the retiree until age 65.

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

Retirees must pay the required monthly premium for either single, single plus spouse, single plus children, or family coverage as applicable under the chosen plan of coverage.

As of January 1, 2016, the most recent actuarial valuation date, the plan membership included the following categories of participants:

Retirees and beneficiaries receiving benefits	34
Active employees fully vested	128
Active employees not vested	1,023
	1,185

NOTE 11. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Funding Policy

Contribution requirements are also approved by resolution of the Board of Commissioners. The County pays claims for eligible retired plan members and their spouses on a pay as you go basis. Plan members receiving benefits contribute $67.60 (non-tobacco) or $80.21 (tobacco user) for single coverage monthly and $202.80 (non-tobacco) or $240.63 (tobacco user) for single plus spousal coverage monthly.

Annual OPEB Cost

The County's annual other post-employment benefit (OPEB) cost and net OPEB obligation for the OPEB plan for the year beginning January 1, 2015 is as follows:

Derivation of Annual OPEB Cost		
Annual Required Contribution	$	1,080,000
Interest on Net OPEB Obligation		26,000
Adjustment to the ARC		(57,000)
Annual OPEB Cost	$	1,049,000

Derivation of Net OPEB Obligation		
Annual OPEB Cost for Current Year	$	1,049,000
Actual Contributions to Plan for Current Year		944,682
Increase in Net OPEB Obligation		104,318
Net OPEB Obligation as of December 31, 2014		242,890
Net OPEB Obligation as of December 31, 2015	$	347,208

Basis of Valuation	
Current Valuation Date	January 1, 2016
Actuarial Cost Method	Projected Unit Credit
Assumed Rate of Return on Investments	4.0%
Healthcare Cost Trend Rate	8.07%
Ultimate Healthcare Trend Rate	5.0%
Year of Ultimate Trend Rate	2021
Amortization Method	Level dollar (open)
Remaining Amortization Period	15
Payroll Inflation Rate	2.50%

NOTE 11. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Annual OPEB Cost (Continued)

The following is a schedule of funding progress:

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(b-a) Unfunded Actuarial Accrued Liability (UAAL)	(a/b) Funded Ratio	(c) Covered Payroll	[(b-a)/c] UAAL as a Percentage of Covered Payroll
1/1/2016	$ -	$ 6,956,000	$ 6,956,000	- %	$ 67,725,000	10.27 %

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

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of January 1, 2016.

Trend Information for The Plan

Fiscal Year Ending	Annual OPEB Cost (AOC)	Actual County Contribution	Percentage of AOC Contributed	Net OPEB Obligation
12/31/15	$ 1,049,000	$ 944,682	90.1 %	$ 347,208
12/31/14	273,000	717,293	262.7	242,890
12/31/13	282,000	325,352	115.4	687,183

NOTE 12. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; natural disasters; injuries to employees; and losses resulting from providing accident and health benefits to employees and their dependents. Settlements have not exceeded insurance coverage in each of the past three years.

Medical Self-Insurance

The County provides health coverage for its employees under a plan of partial self-insurance. Under this plan, the County covers claim settlements and judgments out of its Employee Health Benefits Fund resources. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated.

The County purchases commercial insurance for claims in excess of coverage provided by the County. During the year ended December 31, 2015, excess coverage was obtained for any individual claim in excess of $125,000. The County pays most of the coverage for eligible employees and their dependents. Employee contributions are used to pay claims and expenses of the plan incurred during the year. Liabilities include an amount for claims that have been incurred but not reported (IBNRs).

The following describes the activity for the past two fiscal years.

Fiscal Year	Beginning of Year Claims Liability	Current Year Claims and Changes in Estimates	Claims Paid	End of Year Claims Liability
2015	$ 1,459,934	$ 18,215,524	$ 16,661,962	$ 3,013,496
2014	681,771	16,246,224	15,468,061	1,459,934

Workers' Compensation

The County provides workers' compensation coverage for its employees under a plan of partial self-insurance. Under this plan, the County covers claim settlements and judgments out of its Workers' Compensation Fund resources. Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated.

NOTE 12. RISK MANAGEMENT (CONTINUED)

Workers' Compensation (Continued)

The County has purchased commercial insurance for claims in excess of coverage provided by the County. During the year ended December 31, 2015, excess coverage was obtained for any individual claims in excess of $325,000. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). Settled claims have not exceeded the County's additional coverage in any of the past three (3) periods.

The following describes the activity for the past two fiscal years.

Fiscal Year	Beginning of Year Claims Liability	Current Year Claims and Changes in Estimates	Claims Paid	End of Year Claims Liability
2015	$ 2,050,000	$ 403,877	$ 1,403,877	$ 1,050,000
2014	1,530,000	1,703,966	1,183,966	2,050,000

General Liability

The County participates in the Association of County Commissioners of Georgia Interlocal Risk Management Agency (IRMA), a public entity risk pool currently operating as a common risk management and insurance program for member local governments.

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

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

NOTE 12. RISK MANAGEMENT (CONTINUED)

General Liability (Continued)

The County participates in the large deductible option with a $50,000 deductible. Under this plan, Forsyth County is responsible for all payments up to $50,000 per occurrence on general liability claims. Once an individual claim exceeds the deductible, the plan will pay all costs in excess of the deductible. As of December 31, 2015, an actuary determined that an estimated $630,000 in reported unpaid claims and incurred but not reported claims were outstanding relating to fiscal year 2015 for which Forsyth County will be liable.

The following describes the activity for the past two fiscal years.

Fiscal Year	Beginning of Year Claims Liability	Current Year Claims and Changes in Estimates	Claims Paid	End of Year Claims Liability
2015	$ 650,000	$ 1,137,269	$ 1,157,269	$ 630,000
2014	830,000	1,125,653	1,305,653	650,000

NOTE 13. COMMITMENTS AND CONTINGENCIES

Contractual Commitments

In addition to the liabilities enumerated in the balance sheet, at December 31, 2015, the County has contractual commitments on uncompleted contracts of approximately $45,768,710.

Litigation

The County is a defendant in certain legal actions in the nature of claims for alleged damages to persons and property and other similar types of actions arising in the course of County operations. Although the outcome of these cases is not presently determinable, in the opinion of management and legal counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the County.

Grant Contingencies

The County has received Federal and State grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to the disallowance of certain expenditures previously reimbursed by those agencies. Based upon prior experience, County management believes such disallowances, if any, will not be significant.

NOTE 14. JOINT VENTURE

Under Georgia law, the County, in conjunction with other cities and counties in the area, is a member of the Georgia Mountain Regional Commission and is required to pay annual dues thereto. During the year ended December 31, 2015, the County paid $210,833 in such dues. Membership in the Commission is required by the Official Code of Georgia Annotated (OCGA) Section 50-8-34 which provides for the organizational structure of the Commission in Georgia.

The Commission Board membership includes the chief elected official of each county and municipality of the area. OCGA 50-8-39.1 provides that the member governments are liable for any debts or obligations of the Commission. Separate financial statements may be obtained from:

Georgia Mountain Regional Commission
P.O. Box 1720
Gainesville, GA 30503

NOTE 15. HOTEL/MOTEL TAX

The County has levied a 5% lodging tax. During the year ended December 31, 2015, the County collected $464,829 in revenues. Of this amount $454,652 or 97.8%, was expended on the promotion of tourism in accordance with the provisions of O.C.G.A. 48-13-51.

NOTE 16. CHANGE IN ACCOUNTING PRINCIPLE

As discussed in Note 9, the County, the Health Department, and the Library System implemented the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*, as of the beginning of the fiscal period for each of the respective entities. As a result of this change in accounting principle, the County, Health Department, and Library System were required to restate beginning net position as shown below:

County's net position, December 31, 2014, as previously reported	$ 970,083,697
County's net pension liability (under GASB 68), beginning balance	(3,805,546)
Remove net pension asset previously reported under GASB 27	(3,256,725)
County's beginning net position, December 31, 2014, as restated	$ 963,021,426

NOTE 16. CHANGE IN ACCOUNTING PRINCIPLE (CONTINUED)

Health Department's net position, June 30, 2014, as previously reported	$ 1,159,891
Health Department's net pension liability (under GASB 68), beginning balance	(1,453,562)
Deferred outflows of resources, pension related items, beginning balance	125,894
Health Department's beginning net position, June 30, 2014, as restated	$ (167,777)

Library System's net position, June 30, 2014, as previously reported	$ 4,449,952
Library System's net pension liability (under GASB 68), beginning balance	(4,048,845)
Deferred outflows of resources, pension related items, beginning balance	310,400
Library System's beginning net position, June 30, 2014, as restated	$ 711,507

REQUIRED SUPPLEMENTARY INFORMATION

FORSYTH COUNTY, GEORGIA

GENERAL FUND
BUDGETARY COMPARISON SCHEDULE - GAAP BASIS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budgeted Amounts			Variance with Final
	Original	Final	Actual	Budget
Revenues:				
Taxes	$ 79,719,411	$ 81,924,962	$ 87,194,122	$ 5,269,160
Licenses and permits	5,840,100	5,925,100	6,796,842	871,742
Intergovernmental	373,800	373,800	758,806	385,006
Fines and forfeitures	2,165,700	2,165,700	2,401,738	236,038
Charges for services	10,163,100	10,163,100	10,820,496	657,396
Interest income	100,200	100,200	164,106	63,906
Contributions	3,500	3,500	60,839	57,339
Miscellaneous	3,038,800	3,033,800	560,542	(2,473,258)
Total revenues	101,404,611	103,690,162	108,757,491	5,067,329
Expenditures:				
Current:				
General government:				
Board of commissioners	802,900	802,900	683,980	118,920
Administration	1,015,600	1,163,199	350,322	812,877
Voter registration	583,200	624,087	601,465	22,622
Finance	1,446,100	2,042,098	1,568,500	473,598
Payroll	246,500	251,729	249,923	1,806
Procurement	466,700	534,545	533,922	623
Information System and Technology	3,512,100	3,346,777	2,282,489	1,064,288
Telecommunications	826,600	829,294	712,806	116,488
GIS	1,107,800	1,125,585	869,876	255,709
Personnel Services	789,800	803,088	781,820	21,268
Tax commissioner	3,331,600	3,384,643	3,364,064	20,579
Tax assessor	2,448,200	2,448,200	2,418,654	29,546
Records Management	596,500	609,978	493,859	116,119
Public Facilities	5,308,600	5,317,857	4,206,335	1,111,522
Planning and community development	16,400	13,138	-	13,138
Other	2,137,578	1,421,685	1,165,648	256,037
Total general government	24,636,178	24,718,803	20,283,663	4,435,140
Judicial:				
Judicial administration	983,500	889,900	755,792	134,108
Superior court	535,600	545,553	516,718	28,835
Clerk superior court	2,551,400	2,620,754	2,564,162	56,592
District attorney	792,300	941,293	940,365	928
State court	779,900	824,686	824,608	78
Magistrate court	842,800	888,585	888,285	300
Probate court	819,500	933,531	932,960	571
Juvenile court	1,334,391	1,621,230	1,617,469	3,761
Solicitor-state court	1,522,900	1,553,561	1,449,956	103,605
Indigent defense	1,361,200	1,481,281	1,382,219	99,062
Pretrial services	222,900	240,723	240,701	22
Total judicial	11,746,391	12,541,097	12,113,235	427,862
Public safety:				
Sheriff's office	38,381,500	39,531,757	37,730,374	1,801,383
Ambulance services	1,230,800	1,230,800	1,230,792	8
Dispatchers	26,900	184,789	98,493	86,296
Coroner and medical examiner	152,500	154,386	154,339	47
Animal shelter	852,900	878,112	711,352	166,760
Total public safety	40,644,600	41,979,844	39,925,350	2,054,494
Public works:				
General-public works	-	20	20	-
Fleet maintenance	-	19,100	19,091	9
Total public works	-	19,120	19,111	9

(Continued)

FORSYTH COUNTY, GEORGIA

GENERAL FUND
BUDGETARY COMPARISON SCHEDULE - GAAP BASIS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budgeted Amounts			Variance with Final
	Original	Final	Actual	Budget
Expenditures: (Continued)				
Health and welfare:				
Health department	$ 217,100	$ 161,200	$ 152,919	$ 8,281
Senior citizens center	1,333,942	1,401,863	1,284,678	117,185
Community service	14,900	14,900	10,629	4,271
Total health and welfare	1,565,942	1,577,963	1,448,226	129,737
Culture and recreation:				
Parks and recreation	7,780,900	8,036,039	7,798,003	238,036
Library	5,169,700	5,248,370	5,163,559	84,811
Total culture and recreation	12,950,600	13,284,409	12,961,562	322,847
Housing and development:				
Conservation	97,900	99,904	97,571	2,333
Planning and community development	3,883,200	4,495,771	3,808,517	687,254
Code enforcement	613,900	636,811	572,984	63,827
Economic development	125,000	125,000	97,630	27,370
Total housing and development	4,720,000	5,357,486	4,576,702	780,784
Debt service:				
Principal	-	37,039	37,039	-
Interest	-	5,942	5,942	-
Total debt service	-	42,981	42,981	-
Total expenditures	96,263,711	99,521,703	91,370,830	8,150,873
Excess of revenues over expenditures	5,140,900	4,168,459	17,386,661	13,218,202
Other financing sources (uses):				
Proceeds from sale of capital assets	50,000	50,000	246,782	196,782
Transfers in	800,000	800,000	500,000	(300,000)
Transfers out	(4,737,900)	(17,191,372)	(16,525,121)	666,251
Total other financing sources (uses)	(3,887,900)	(16,341,372)	(15,778,339)	563,033
Net change in fund balances	1,253,000	(12,172,913)	1,608,322	13,781,235
Fund balances, beginning of year	51,451,194	51,451,194	51,451,194	-
Fund balances, end of year	$ 52,704,194	$ 39,278,281	$ 53,059,516	$ 13,781,235

FORSYTH COUNTY, GEORGIA

FIRE DISTRICT FUND
BUDGETARY COMPARISON SCHEDULE - GAAP BASIS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Taxes	$ 17,195,566	$ 17,195,566	$ 18,032,173	$ 836,607
Intergovernmental	-	-	25,081	25,081
Interest income	27,300	27,300	21,355	(5,945)
Contributions	3,100	161,818	163,487	1,669
Miscellaneous	35,300	46,723	30,973	(15,750)
Total revenues	17,261,266	17,431,407	18,273,069	841,662
Expenditures:				
Current:				
Public safety	18,511,800	19,263,378	19,070,944	192,434
Total expenditures	18,511,800	19,263,378	19,070,944	192,434
Deficiency of revenues over expenditures	(1,250,534)	(1,831,971)	(797,875)	1,034,096
Other financing sources (uses):				
Proceeds from sale of capital assets	-	-	2,820	2,820
Transfers out	(52,700)	(52,700)	(52,653)	47
Total other financing sources (uses)	(52,700)	(52,700)	(49,833)	2,867
Net changes in fund balances	(1,303,234)	(1,884,671)	(847,708)	1,036,963
Fund balances, beginning of year	6,215,596	6,215,596	6,215,596	-
Fund balances, end of year	$ 4,912,362	$ 4,330,925	$ 5,367,888	$ 1,036,963

FORSYTH COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS

Other Post-Employment Benefit Plan						
Measurement Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(b-a) Unfunded Actuarial Accrued Liability (UAAL)	(a/b) Funded Ratio	(c) Covered Payroll	[(b-a)/c] UAAL as a Percentage of Covered Payroll
January 1, 2016	$ -	$ 6,956,000	$ 6,956,000	0.0%	$ 67,725,000	10.3%
January 1, 2014	-	2,163,000	2,163,000	0.0%	59,667,000	3.6%
April 1, 2012	-	3,099,000	3,099,000	0.0%	46,580,000	6.7%
January 1, 2009	-	881,000	881,000	0.0%	53,762,000	1.6%

See assumptions used for this schedule in the notes to the financial statements.

FORSYTH COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
RETIREMENT PLAN
SCHEDULE OF CHANGES IN THE COUNTY'S NET PENSION LIABILITY AND RELATED RATIOS

	2015	2014
Total pension liability		
Service cost	$ 210,781	$ 195,813
Interest on total pension liability	1,177,655	1,228,732
Differences between expected and actual experience	159,510	-
Changes in assumptions	1,071,161	-
Benefit payments, including refunds of employee contributions	(886,675)	(802,177)
Net change in total pension liability	1,732,432	622,368
Total pension liability - beginning	17,305,986	16,683,618
Total pension liability - ending (a)	$ 19,038,418	$ 17,305,986
Plan fiduciary net position		
Contributions - employer	$ 900,000	$ 1,000,000
Net investment income	13,832	991,813
Benefit payments, including refunds of member contributions	(886,675)	(802,177)
Net change in plan fiduciary net position	27,157	1,189,636
Plan fiduciary net position - beginning	13,500,440	12,310,804
Plan fiduciary net position - ending (b)	$ 13,527,597	$ 13,500,440
County's net pension liability - ending (a) - (b)	$ 5,510,821	$ 3,805,546
Plan fiduciary net position as a percentage of the total pension liability	71.1%	78.0%
Covered-employee payroll	$ 2,189,987	$ 2,462,389
Net pension liability as a percentage of covered-employee payroll	251.6%	154.5%

Notes to the Schedule:

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

FORSYTH COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
RETIREMENT PLAN
SCHEDULE OF COUNTY CONTRIBUTIONS

	2015	2014	2013	2012	2011
Actuarially determined contribution	$ 900,000	$ 1,000,000	$ 847,220	$ 1,000,000	$ 1,000,000
Contributions in relation to the actuarially determined contribution	900,000	1,000,000	847,220	1,000,000	1,000,000
Contribution excess	$ -	$ -	$ -	$ -	$ -
Covered employee payroll	$ 2,189,987	$ 2,462,389	$ 2,924,601	$ 2,877,352	$ 2,775,052
Contributions as a percentage of covered-employee payroll	41.1%	40.6%	29.0%	34.8%	36.0%

	2010	2009	2008	2007	2006
Actuarially determined contribution	$ 1,200,000	$ 796,399	$ 629,743	$ 501,687	$ 556,081
Contributions in relation to the actuarially determined contribution	1,200,000	796,399	629,743	501,687	556,081
Contribution excess	$ -	$ -	$ -	$ -	$ -
Covered employee payroll	$ 3,087,294	$ 3,569,495	$ 3,398,361	$ 3,358,182	$ 3,149,065
Contributions as a percentage of covered-employee payroll	38.9%	22.3%	18.5%	14.9%	17.7%

Notes to the Schedule:

(1) Actuarial Assumptions

Valuation Date	January 1, 2015
Cost Method	Entry Age Normal
Actuarial Asset Valuation Method	Market value
Assumed Rate of Return on Investments	6.9%
Projected Salary Increases	4.0%, which includes 1.5% due to merit and 2.5% for inflation
Cost-of-living Adjustment	None
Amortization Method	Level dollar for unfunded liability
Remaining Amortization Period	30 years (open)

FORSYTH COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
RETIREMENT PLAN
SCHEDULE OF PENSION INVESTMENT RETURNS

	2015	2014
Annual money-weighted rate of return, net of investment expenses for the County's Pension Plan	0.10%	7.69%

Notes to the Schedule:

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

FORSYTH COUNTY, GEORGIA

FORSYTH COUNTY HEALTH DEPARTMENT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
EMPLOYEES' RETIREMENT SYSTEM OF GEORGIA
FOR THE FISCAL YEAR ENDED JUNE 30

	2015	
Health Department's proportion of the net pension liability	0.030287	%
Health Department's proportionate share of the net pension liability	$ 1,135,950	
Health Department's covered-employee payroll	$ 708,841	
Health Department's proportionate share of the net pension liability as a percentage of its covered-employee payroll	160.25	%
Plan fiduciary net position as a percentage of the total pension liability	77.99	%

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

FORSYTH COUNTY, GEORGIA

FORSYTH COUNTY HEALTH DEPARTMENT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
EMPLOYEES' RETIREMENT SYSTEM OF GEORGIA
FOR THE FISCAL YEAR ENDED JUNE 30

	2015	2014	2013	2012
Contractually determined contribution	$ 170,126	$ 125,894	$ 105,606	$ 75,693
Contributions in relation to the contractually required contribution	170,126	125,894	105,606	75,693
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
Health Department's covered employee payroll	$ 729,137	$ 708,841	$ 719,617	$ 665,432
Contributions as a percentage of covered-employee payroll	23.3%	17.8%	14.7%	11.4%

	2011	2010	2009	2008
Contractually determined contribution	$ 66,836	$ 66,702	$ 67,653	$ 68,154
Contributions in relation to the contractually required contribution	66,836	66,702	67,653	68,154
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
Health Department's covered employee payroll	$ 644,135	$ 639,993	$ 645,855	$ 661,326
Contributions as a percentage of covered-employee payroll	10.4%	10.4%	10.5%	10.3%

Notes to the Schedule:

(1) Changes of Assumptions: There were no changes in assumptions or benefits that affect the measurement of the total pension liability since the prior measurement date.

(2) Method and assumptions used in calculations of actuarially determined contributions: The actuarially determined contribution rates in the schedule of contributions are calculated as of June 30, three years prior to the end of the fiscal year in which contributions are reported. The following actuarial methods and assumptions were used to determine the contractually required contributions for the year ended June 30, 2015 reported in that schedule:

Valuation Date	June 30, 2012
Actuarial cost method	Entry age
Amortization method	Level dollar, open
Remaining amortization period	30 years
Asset valuation method	Seven-year smoothed market
Inflation rate	3.00%
Salary increases	2.725% - 4.625% for FY2012-2013; 5.45% - 9.25% for FY2014+
Investment rate of return	7.50%, net of pension plan investment expenses, including inflation

FORSYTH COUNTY, GEORGIA

FORSYTH COUNTY LIBRARY SYSTEM
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' RETIREMENT SYSTEM OF GEORGIA
FOR THE FISCAL YEAR ENDED JUNE 30

	2015	
Library System's proportion of the net pension liability	0.024776	%
Library System's proportionate share of the net pension liability	$ 3,130,121	
Library System's covered-employee payroll	$ 2,527,687	
Library System's proportionate share of the net pension liability as a percentage of its covered-employee payroll	123.83	%
Plan fiduciary net position as a percentage of the total pension liability	84.03	%

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

FORSYTH COUNTY LIBRARY SYSTEM
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
TEACHERS' RETIREMENT SYSTEM OF GEORGIA
FOR THE FISCAL YEAR ENDED JUNE 30

	2015	2014	2013	2012	2011
Contractually determined contribution	$ 347,625	$ 310,400	$ 266,642	$ 249,037	$ 237,284
Contributions in relation to the contractually required contribution	347,625	310,400	266,642	249,037	237,284
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -
Health Department's covered employee payroll	$ 2,643,536	$ 2,527,687	$ 2,336,915	$ 2,442,539	$ 2,308,210
Contributions as a percentage of covered-employee payroll	13.2%	12.3%	11.4%	10.2%	10.3%

	2010	2009	2008	2007	2006
Contractually determined contribution	$ 233,546	$ 229,126	$ 216,950	$ 195,988	$ 176,174
Contributions in relation to the contractually required contribution	233,546	229,126	216,950	195,988	176,174
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -
Health Department's covered employee payroll	$ 2,397,803	$ 2,469,030	$ 2,337,828	$ 2,111,941	$ 1,906,633
Contributions as a percentage of covered-employee payroll	9.7%	9.3%	9.3%	9.3%	9.2%

Notes to the Schedule:

(1) Changes of Assumptions: In 2010 and later, the expectation of retired life mortality was changed to the RP-2000 Mortality Tables rather than the 1994 Group Annuity Mortality Table, which was used prior to 2010. In 2010, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience. In 2010, assumed rates of salary increases were adjusted to more closely reflect actual and anticipated experience.

(2) Method and assumptions used in calculations of actuarially determined contributions: The actuarially determined contribution rates in the schedule of contributions are calculated as of June 30, three years prior to the end of the fiscal year in which contributions are reported. The following actuarial methods and assumptions were used to determine the contractually required contributions for the year ended June 30, 2015:

Valuation Date	June 30, 2012
Actuarial cost method	Entry age
Amortization method	Level percentage of payroll, open
Remaining amortization period	30 years
Asset valuation method	Seven-year smoothed market
Inflation rate	3.00%
Salary increases	3.75-7.00%, including inflation
Investment rate of return	7.50%, net of pension plan investment expenses, including inflation

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

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

Victims Rights & Assistance Fund - to account for funds collected from fines and forfeitures that are used to assist victims of crime. The allowable expenditures of these fines are restricted under state law.

Drug Abuse Treatment & Education Fund - to account for funds collected from fines and forfeitures to be used to create and maintain a Drug Abuse Treatment and Education Fund. The allowable expenditures of these fines are restricted under state law.

Emergency 911 Telephone System Fund - to account for the monthly 911 charge to help fund the cost of providing emergency 911 services. The E911 charges are restricted in purpose by state law.

Sheriff's Law Enforcement Fund - to account for funds from seizures, which are restricted by state law, to be used for law enforcement activities.

District Attorney Seizure Fund - to account for funds received through seizures, which are restricted by state law, to be used for activities within the District Attorney's office.

Law Library Fund - to account for the revenues and related expenditures of operating the County's Law Library. The allowable expenditures of these fines are restricted under state law.

Juvenile Court Fund - to account for funds from fines and forfeitures to be used for law enforcement activities. The allowable expenditures of these fines are restricted under state law.

Grant Fund - to account for restricted grant monies received from various Federal and State agencies.

Insurance Premium Tax Fund - to account for the insurance premium tax and the expenditures related to the tax. Revenues generated from this tax are restricted for the benefit of providing services primarily provided to unincorporated areas of the County, as restricted by State Law.

County Jail Fund - to account for funds collected from fines and forfeitures that are used to operate the County's Jail facility.

Hotel/Motel Tax Fund - to account for the collection of hotel/motel taxes within the County and for the expenditures made distributing the collections to the appropriate entities. These taxes are restricted by state law on how they can be expended.

Capital Projects Funds

County Jail Construction Fund – to account for financial resources to be used for the acquisition and construction of the new jail.

Capital Projects Fund - to account for financial resources to be used for the acquisition and construction of major capital projects.

The Impact Fees Fund – to account for impact fees restricted for the acquisition or construction of specific capital projects.

FORSYTH COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2015

	Special Revenue Funds					
ASSETS	**Victims Rights & Assistance Fund**	**Drug Abuse Treatment & Education Fund**	**Emergency 911 Telephone System Fund**	**Sheriff's Law Enforcement Fund**	**Distict Attorney Seizure Fund**	**Law Library Fund**
Cash and cash equivalents	$ 21,635	$ 655,772	$ 804,257	$ 825,723	$ 79,621	$ 76,575
Receivables, net of allowance for uncollectibles	-	-	539,068	-	-	-
Taxes receivable	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Intergovernmental receivable	624	782	-	-	-	-
Restricted investments	-	-	-	-	-	-
Total assets	$ 22,259	$ 656,554	$ 1,343,325	$ 825,723	$ 79,621	$ 76,575
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
LIABILITIES						
Accounts payable	$ 700	$ 24,747	$ 46,907	$ -	$ -	$ -
Due to other funds	-	-	-	-	-	7,826
Total liabilities	700	24,747	46,907	-	-	7,826
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue - grants	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-
FUND BALANCES						
Restricted:						
Crime victims' assistance	21,559	-	-	-	-	-
Law enforcement activities	-	631,807	-	825,723	79,621	-
Law library operations	-	-	-	-	-	68,749
Emergency 911 services	-	-	1,296,418	-	-	-
Capital projects	-	-	-	-	-	-
Assigned:						
Capital projects	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	21,559	631,807	1,296,418	825,723	79,621	68,749
Total liabilities, deferred inflows of resources and fund balances	$ 22,259	$ 656,554	$ 1,343,325	$ 825,723	$ 79,621	$ 76,575

Special Revenue Funds					Capital Projects Funds			
Juvenile Court Fund	Grant Fund	Insurance Premium Tax Fund	County Jail Fund	Hotel/Motel Tax Fund	County Jail Construction Fund	Capital Projects Fund	Impact Fees Fund	Total Nonmajor Governmental Funds
$ 32,870	$ -	$ 5,940,584	$ 223,211	$ 52,469	$ -	$ 24,616,541	$ 17,587,798	$ 50,917,056
470	4,375	-	1,249	-	-	-	-	545,162
-	-	-	-	38,579	-	-	-	38,579
-	-	37,858	-	-	-	874,459	-	912,317
-	3,159,707	-	24,073	-	-	-	-	3,185,186
-	-	-	-	-	-	22,956,811		22,956,811
$ 33,340	$ 3,164,082	$ 5,978,442	$ 248,533	$ 91,048	$ -	$ 48,447,811	$ 17,587,798	$ 78,555,111
$ -	$ 190,910	$ 2,078,421	$ -	$ 91,048	$ -	$ 3,835,215	$ 325,572	$ 6,593,520
-	2,752,095	-	-	-	-	-	992,670	3,752,591
-	2,943,005	2,078,421	-	91,048	-	3,835,215	1,318,242	10,346,111
-	450,758	-	-	-	-	-	-	450,758
-	450,758	-	-	-	-	-	-	450,758
-	-	-	-	-	-	-	-	21,559
33,340	-	-	248,533	-	-	-	-	1,819,024
-	-	-	-	-	-	-	-	68,749
-	-	-	-	-	-	-	-	1,296,418
-	-	3,900,021	-	-	-	21,143,895	16,269,556	41,313,472
-	-	-	-	-	-	23,468,701	-	23,468,701
	(229,681)	-	-	-	-	-	-	(229,681)
33,340	(229,681)	3,900,021	248,533	-	-	44,612,596	16,269,556	67,758,242
$ 33,340	$ 3,164,082	$ 5,978,442	$ 248,533	$ 91,048	$ -	$ 48,447,811	$ 17,587,798	$ 78,555,111

FORSYTH COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE YEAR ENDED DECEMBER 31, 2015

	Special Revenue Funds					
	Victims Rights & Assistance Fund	Drug Abuse Treatment & Education Fund	Emergency 911 Telephone System Fund	Sheriff's Law Enforcement Fund	Distict Attorney Seizure Fund	Law Library Fund
Revenues:						
Taxes	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	-	-	5,050	-	-	-
Fines and forfeitures	123,309	253,601	-	268,729	3,640	102,278
Licenses and permits	-	-	-	-	-	-
Charges for services	-	272,564	4,056,881	-	-	-
Interest income	-	748	1,139	1,061	-	8
Contributions and donations	-	-	-	1,475	-	-
Miscellaneous	-	4,871	863	40,705	-	-
Total revenues	123,309	531,784	4,063,933	311,970	3,640	102,286
Expenditures:						
Current:						
General government	-	-	-	-	-	-
Judicial	217,845	-	-	-	-	103,120
Public safety	-	449,811	4,205,708	210,920	4,493	-
Public works	-	-	-	-	-	-
Housing and development	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Debt service:						
Interest	-	-	-	-	-	-
Total expenditures	217,845	449,811	4,205,708	210,920	4,493	103,120
Excess (deficiency) of revenues over expenditures	(94,536)	81,973	(141,775)	101,050	(853)	(834)
Other financing sources (uses):						
Transfers in	120,000	-	-	-	-	-
Transfers out	(17,800)	-	-	-	-	-
Total other financing sources (uses)	102,200	-	-	-	-	-
Net change in fund balances	7,664	81,973	(141,775)	101,050	(853)	(834)
Fund balances (deficit), beginning of year	13,895	549,834	1,438,193	724,673	80,474	69,583
Fund balances (deficit), end of year	$ 21,559	$ 631,807	$ 1,296,418	$ 825,723	$ 79,621	$ 68,749

Special Revenue Funds					Capital Projects Fund			
Juvenile Court Fund	Grant Fund	Insurance Premium Tax Fund	County Jail Fund	Hotel/Motel Tax Fund	County Jail Construction Fund	Capital Projects Fund	Impact Fees Fund	Total Nonmajor Governmental Funds
$ -	$ -	$ 8,926,052	$ -	$ 464,829	$ -	$	$ -	$ 9,390,881
-	8,877,790	150,717	-	-	-	-	-	9,033,557
18,151	-	235,891	255,216	-	-	-	-	1,260,815
-	-	58,530	-	-	-	-	-	58,530
-	36,883	2,539	-	-	-	-	5,064,199	9,433,066
36	-	3,403	603	-	-	549,910	17,212	574,120
-	45,476	-	-	-	-	596,700	-	643,651
-	-	39,885	-	-	-	45,305	-	131,629
18,187	8,960,149	9,417,017	255,819	464,829	-	1,191,915	5,081,411	30,526,249
-	3,469,041	-	-	-	-	-	-	3,469,041
19,975	650,259	-	-	-	-	-	-	991,199
-	380,809	-	1,011,694	-	-	-	-	6,263,435
-	1,621,958	8,538,427	-	-	-	31,108	-	10,191,493
-	-	-	-	454,652	-	-	121,575	576,227
-	1,164,847	-	-	-	-	-	-	1,164,847
-	-	-	-	-	-	20,398,789	1,668,408	22,067,197
-	-	-	-	-	-	391,658	-	391,658
19,975	7,286,914	8,538,427	1,011,694	454,652	-	20,821,555	1,789,983	45,115,097
(1,788)	1,673,235	878,590	(755,875)	10,177	-	(19,629,640)	3,291,428	(14,588,848)
-	520,002	-	1,004,408	-	-	14,765,572	-	16,409,982
-	-	-	-	-	(104,408)	-	-	(122,208)
-	520,002	-	1,004,408	-	(104,408)	14,765,572	-	16,287,774
(1,788)	2,193,237	878,590	248,533	10,177	(104,408)	(4,864,068)	3,291,428	1,698,926
35,128	(2,422,918)	3,021,431	-	(10,177)	104,408	49,476,664	12,978,128	66,059,316
$ 33,340	$ (229,681)	$ 3,900,021	$ 248,533	$ -	$ -	$ 44,612,596	$ 16,269,556	$ 67,758,242

FORSYTH COUNTY, GEORGIA
VICTIMS RIGHTS & ASSISTANCE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 106,300	$ 106,300	$ 123,309	$ 17,009
Total revenues	106,300	106,300	123,309	17,009
Expenditures:				
Current:				
Judicial	341,400	341,400	217,845	123,555
Total expenditures	341,400	341,400	217,845	123,555
Deficiency of revenues over expenditures	(235,100)	(235,100)	(94,536)	140,564
Other financing sources (uses):				
Transfers in	252,900	252,900	120,000	(132,900)
Transfers out	(17,800)	(17,800)	(17,800)	-
Total other financing sources (uses)	235,100	235,100	102,200	(132,900)
Net changes in fund balances	-	-	7,664	7,664
Fund balances, beginning of year	13,895	13,895	13,895	-
Fund balances, end of year	$ 13,895	$ 13,895	$ 21,559	$ 7,664

FORSYTH COUNTY, GEORGIA
DRUG ABUSE TREATMENT & EDUCATION

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 519,000	$ 152,000	$ 253,601	$ 101,601
Charges for services	-	360,000	272,564	(87,436)
Interest income	-	-	748	748
Miscellaneous	-	16,000	4,871	(11,129)
Total revenues	519,000	528,000	531,784	3,784
Expenditures:				
Current:				
Public safety	584,700	827,722	449,811	377,911
Total expenditures	584,700	827,722	449,811	377,911
Net changes in fund balances	(65,700)	(299,722)	81,973	381,695
Fund balances, beginning of year	549,834	549,834	549,834	-
Fund balances, end of year	$ 484,134	$ 250,112	$ 631,807	$ 381,695

FORSYTH COUNTY, GEORGIA
EMERGENCY 911 TELEPHONE SYSTEM

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Charges for services	$ 3,800,400	$ 3,800,400	$ 4,056,881	$ 256,481
Interest income	-	-	1,139	1,139
Intergovernmental	-	-	5,050	5,050
Miscellaneous	-	-	863	863
Total revenues	3,800,400	3,800,400	4,063,933	263,533
Expenditures:				
Current:				
Public safety	3,882,800	4,329,884	4,205,708	124,176
Total expenditures	3,882,800	4,329,884	4,205,708	124,176
Net changes in fund balances	(82,400)	(529,484)	(141,775)	387,709
Fund balances, beginning of year	1,438,193	1,438,193	1,438,193	-
Fund balances, end of year	$ 1,355,793	$ 908,709	$ 1,296,418	$ 387,709

FORSYTH COUNTY, GEORGIA
SHERIFF'S LAW ENFORCEMENT

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 250,000	$ 250,000	$ 268,729	$ 18,729
Interest income	-	-	1,061	1,061
Contributions	-	-	1,475	1,475
Miscellaneous	-	-	40,705	40,705
Total revenues	250,000	250,000	311,970	61,970
Expenditures:				
Current:				
Public safety	292,100	769,760	210,920	558,840
Total expenditures	292,100	769,760	210,920	558,840
Net changes in fund balances	(42,100)	(519,760)	101,050	620,810
Fund balances, beginning of year	724,673	724,673	724,673	-
Fund balances, end of year	$ 682,573	$ 204,913	$ 825,723	$ 620,810

FORSYTH COUNTY, GEORGIA
DISTRICT ATTORNEY SEIZURE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 6,000	$ 6,000	$ 3,640	$ (2,360)
Total revenues	6,000	6,000	3,640	(2,360)
Expenditures:				
Current:				
Public safety	6,000	6,000	4,493	1,507
Total expenditures	6,000	6,000	4,493	1,507
Net changes in fund balances	-	-	(853)	(853)
Fund balances, beginning of year	80,474	80,474	80,474	-
Fund balances, end of year	$ 80,474	$ 80,474	$ 79,621	$ (853)

FORSYTH COUNTY, GEORGIA
LAW LIBRARY

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 97,000	$ 97,000	$ 102,278	$ 5,278
Interest Income	-	-	8	8
Total revenues	97,000	97,000	102,286	5,286
Expenditures:				
Current:				
Judicial	121,100	121,100	103,120	17,980
Total expenditures	121,100	121,100	103,120	17,980
Net changes in fund balances	(24,100)	(24,100)	(834)	23,266
Fund balances, beginning of year	69,583	69,583	69,583	-
Fund balances, end of year	$ 45,483	$ 45,483	$ 68,749	$ 23,266

FORSYTH COUNTY, GEORGIA
JUVENILE COURT

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 31,000	$ 31,000	$ 18,151	$ (12,849)
Interest income	-	-	36	36
Total revenues	31,000	31,000	18,187	(12,813)
Expenditures:				
Current:				
Judicial	78,000	66,000	19,975	46,025
Total expenditures	78,000	66,000	19,975	46,025
Net changes in fund balances	(47,000)	(35,000)	(1,788)	33,212
Fund balances, beginning of year	35,128	35,128	35,128	-
Fund balances, end of year	$ (11,872)	$ 128	$ 33,340	$ 33,212

FORSYTH COUNTY, GEORGIA
GRANT FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Intergovernmental	$ 2,804,100	$ 7,648,676	$ 8,877,790	$ 1,229,114
Charges for services	38,400	38,400	36,883	(1,517)
Contributions and donations	38,000	38,000	45,476	7,476
Total revenues	2,880,500	7,725,076	8,960,149	1,235,073
Expenditures:				
Current:				
General government	-	3,938,016	3,469,041	468,975
Judicial	516,100	1,062,157	650,259	411,898
Public safety	334,700	410,844	380,809	30,035
Public works	1,561,600	1,845,959	1,621,958	224,001
Health and welfare	1,191,800	1,191,800	1,164,847	26,953
Total expenditures	3,604,200	8,448,776	7,286,914	1,161,862
Excess (deficiency) of revenues over expenditures	(723,700)	(723,700)	1,673,235	2,396,935
Other financing sources:				
Transfers in	723,700	723,700	520,002	(203,698)
Total other financing sources	723,700	723,700	520,002	(203,698)
Net changes in fund balances	-	-	2,193,237	2,193,237
Fund balances (deficit), beginning of year	(2,422,918)	(2,422,918)	(2,422,918)	-
Fund balances (deficit), end of year	$ (2,422,918)	$ (2,422,918)	$ (229,681)	$ 2,193,237

FORSYTH COUNTY, GEORGIA
INSURANCE PREMIUM TAX

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Taxes	$ 8,200,000	$ 8,200,000	$ 8,926,052	$ 726,052
Intergovernmental	-	-	150,717	150,717
Fines and forfeitures	-	227,450	235,891	8,441
Licenses and permits	8,800	8,800	58,530	49,730
Charges for services	-	-	2,539	2,539
Interest Income	-	-	3,403	3,403
Miscellaneous	-	-	39,885	39,885
Total revenues	8,208,800	8,436,250	9,417,017	980,767
Expenditures:				
Current:				
Public works	8,538,500	8,941,170	8,538,427	402,743
Total expenditures	8,538,500	8,941,170	8,538,427	402,743
Excess (deficiency) of revenues over expenditures	(329,700)	(504,920)	878,590	1,383,510
Other financing sources:				
Transfers in	329,700	329,700	-	(329,700)
Total other financing sources	329,700	329,700	-	(329,700)
Net changes in fund balances	-	(175,220)	878,590	1,053,810
Fund balances, beginning of year	3,021,431	3,021,431	3,021,431	-
Fund balances, end of year	$ 3,021,431	$ 2,846,211	$ 3,900,021	$ 1,053,810

FORSYTH COUNTY, GEORGIA
COUNTY JAIL FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Fines and forfeitures	$ 55,823	$ 146,213	$ 255,216	$ 109,003
Interest income	-	-	603	603
Total revenues	55,823	146,213	255,819	109,606
Expenditures:				
Current:				
Public safety	55,823	1,046,213	1,011,694	34,519
Total expenditures	55,823	1,046,213	1,011,694	34,519
Deficiency of revenues over expenditures	-	(900,000)	(755,875)	144,125
Other financing sources:				
Transfers in	-	900,000	1,004,408	104,408
Total other financing sources	-	900,000	1,004,408	104,408
Net changes in fund balances	-	-	248,533	248,533
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	$ -	$ -	$ 248,533	$ 248,533

FORSYTH COUNTY, GEORGIA
HOTEL/MOTEL TAX

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Taxes	$ 440,000	$ 454,660	$ 464,829	$ 10,169
Total revenues	440,000	454,660	464,829	10,169
Expenditures:				
Current:				
Housing and development	440,000	454,660	454,652	8
Total expenditures	440,000	454,660	454,652	8
Net changes in fund balances	-	-	10,177	10,177
Fund balances, beginning of year	(10,177)	(10,177)	(10,177)	-
Fund balances, end of year	$ (10,177)	$ (10,177)	$ -	$ 10,177

FORSYTH COUNTY, GEORGIA
DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2015

	Budget			Variance With
	Original	Final	Actual	Final Budget
Revenues:				
Taxes	$ 7,988,804	$ 7,988,804	$ 8,196,446	$ 207,642
Investment income	34,655	34,655	23,271	(11,384)
Total revenues	8,023,459	8,023,459	8,219,717	196,258
Expenditures:				
Current:				
General government	2,000	4,000	3,030	970
Debt service:				
Principal	5,605,000	32,405,000	32,405,000	-
Interest	4,628,454	6,021,215	6,009,794	11,421
Bond issuance costs	-	293,994	293,994	-
Total expenditures	10,235,454	38,724,209	38,711,818	12,391
Deficiency of revenues over expenditures	(2,211,995)	(30,700,750)	(30,492,101)	208,649
Other financing sources (uses):				
Proceeds from issuance of bonds	-	74,202,120	60,315,000	(13,887,120)
Original issue premium	-	-	13,887,119	13,887,119
Refunding deposit with escrow agent	-	(73,908,126)	(73,908,126)	-
Transfers in	-	26,800,000	27,363,682	563,682
Total other financing sources (uses)	-	27,093,994	27,657,675	563,681
Net changes in fund balances	(2,211,995)	(3,606,756)	(2,834,426)	772,330
Fund balances, beginning of year	18,402,945	18,402,945	18,402,945	-
Fund balances, end of year	$ 16,190,950	$ 14,796,189	$ 15,568,519	$ 772,330

FORSYTH COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS
FOR THE YEAR ENDED DECEMBER 31, 2015

Project	Estimated Cost		Expenditures		
	Original	Current	Prior Years	Current Year	Total
SPLOST VI - 2008 SPLOST					
Road, street, bridges and sidewalks	$ 108,600,000	$ 102,957,263	$ 87,773,501	$ 9,627,576	$ 97,401,077
Public safety facilities	17,800,000	14,685,000	3,187,873	62,793	3,250,666
Park and recreation facilities	13,500,000	11,137,500	7,160,786	2,186,613	9,347,399
Library facilities	7,200,000	5,940,000	5,649,043	45,026	5,694,069
Cultural facilities	6,000,000	5,103,123	4,840,211	262,912	5,103,123
Payments to the City of Cumming	6,900,000	6,075,666	6,075,666	-	6,075,666
Total 2008 SPLOST	$ 160,000,000	$ 145,898,552	$ 114,687,080	$ 12,184,920	$ 126,872,000
SPLOST VII - 2013 SPLOST					
Courthouse and Jail Expansion	$ 100,000,000	$ 100,000,000	$ 84,943,112	$ 7,167,712	$ 92,110,824
Road, street, bridges and sidewalks	76,925,025	76,925,025	1,522,777	7,897,455	9,420,232
Animal Shelter	2,999,975	2,999,975	1,643,866	5,978	1,649,844
Libraries	2,800,000	2,800,000	-	-	-
Public Safety Improvements	3,900,000	3,900,000	-	-	-
Emergency Water Generator	1,000,000	1,000,000	-	-	-
Payments to the City of Cumming	12,375,000	12,375,000	-	750,000	750,000
Total 2013 SPLOST	$ 200,000,000	$ 200,000,000	$ 88,109,755	$ 15,821,145	$ 103,930,900
Transfers to Debt Service Fund for principal repayments on bonds issued to fund SPLOST projects				26,800,000	
				$ 54,806,065	

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

Risk Management Fund – to account for charges to other funds and for the payment of general liability and property insurance and the payment of claims.

Employee Health Benefit Fund – to account for charges to other funds and for the payment of the County's health insurance and claims.

Workers' Compensation Fund – to account for charges to other funds and for the payment of the workers' compensation insurance and claims.

Fleet Maintenance Fund – to account for charges to other funds and to account for the costs of operating the fleet maintenance function.

FORSYTH COUNTY, GEORGIA

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
DECEMBER 31, 2015

	Risk Management Fund	Employee Health Benefits Fund	Workers' Compensation Fund	Fleet Maintenance Fund	Total
ASSETS					
Current assets:					
Cash	$ 2,290,708	$ 3,204,370	$ 1,129,996	$ 6,404	$ 6,631,478
Investments	-	-	2,334,208	-	2,334,208
Receivables	475	642,968	4,015	35	647,493
Inventories	-	-	-	204,242	204,242
Prepaid items	294,655	-	-	-	294,655
Total current assets	2,585,838	3,847,338	3,468,219	210,681	10,112,076
Noncurrent assets:					
Capital assets:					
Capital assets, being depreciated	-	-	-	1,017,831	1,017,831
Less accumulated depreciation	-	-	-	(651,430)	(651,430)
Total capital assets, net of accumulated depreciation	-	-	-	366,401	366,401
Total assets	2,585,838	3,847,338	3,468,219	577,082	10,478,477
LIABILITIES					
Current liabilities:					
Accounts payable	69,697	106,678	53,102	10,093	239,570
Compensated absences, due within one year	2,881	-	-	57,147	60,028
Claims payable, due within one year	207,007	3,013,496	554,105	-	3,774,608
Total current liabilities	279,585	3,120,174	607,207	67,240	4,074,206
Long-term liabilities:					
Compensated absences, due in more than one year	1,129	-	-	14,983	16,112
Claims payable, long term	422,993	-	495,895	-	918,888
Total long-term liabilities	424,122	-	495,895	14,983	935,000
Total liabilities	703,707	3,120,174	1,103,102	82,223	5,009,206
NET POSITION					
Investment in capital assets	-	-	-	366,401	366,401
Unrestricted	1,882,131	727,164	2,365,117	128,458	5,102,870
Total net position	$ 1,882,131	$ 727,164	$ 2,365,117	$ 494,859	$ 5,469,271

FORSYTH COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Risk Management Fund	Employee Health Benefits Fund	Workers' Compensation Fund	Fleet Maintenance Fund	Total
OPERATING REVENUES					
Charges for services	$ 1,319,600	$ 22,157,824	$ 1,038,400	$ 558,587	$ 25,074,411
Insurance recoveries	27,006	-	67,544	-	94,550
Other operating income	-	-	-	1,448	1,448
Total operating revenues	1,346,606	22,157,824	1,105,944	560,035	25,170,409
OPERATING EXPENSES					
Salaries and benefits	244,378	-	-	1,030,575	1,274,953
Supplies and maintenance	-	-	-	148,356	148,356
Claims paid	1,137,269	20,094,245	403,877	-	21,635,391
Insurance premiums	25,768	838,722	-	-	864,490
General and administrative	47,077	589,937	-	-	637,014
Depreciation expense	-	-	-	54,229	54,229
Total operating expenses	1,454,492	21,522,904	403,877	1,233,160	24,614,433
Operating income (loss)	(107,886)	634,920	702,067	(673,125)	555,976
NONOPERATING REVENUES (EXPENSES)					
Investment earnings	2,946	256	8,380	-	11,582
Loss on the disposal of capital assets	-	-	-	(7,268)	(7,268)
Total nonoperating revenues (expenses)	2,946	256	8,380	(7,268)	4,314
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	(104,940)	635,176	710,447	(680,393)	560,290
Capital contributions	-	-	-	247,039	247,039
Transfers in	-	-	-	290,000	290,000
Total capital contributions and transfers	-	-	-	537,039	537,039
Change in net position	(104,940)	635,176	710,447	(143,354)	1,097,329
NET POSITION, beginning of year	1,987,071	91,988	1,654,670	638,213	4,371,942
NET POSITION, end of year	$ 1,882,131	$ 727,164	$ 2,365,117	$ 494,859	$ 5,469,271

FORSYTH COUNTY, GEORGIA

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Risk Management Fund	Employee Health Benefits Fund	Workers Compensation Fund	Fleet Maintenance Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers	$ 1,358,667	$ 22,275,575	$ 1,105,944	$ 560,000	$ 25,300,186
Payments to suppliers and service providers	(1,180,156)	(20,578,859)	(1,280,047)	(153,666)	(23,192,728)
Payments to employees	(243,379)	-	-	(1,023,539)	(1,266,918)
Net cash provided (used) by operating activities	(64,868)	1,696,716	(174,103)	(617,205)	840,540
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchased investments	-	-	(6,269)	-	(6,269)
Interest received	2,946	256	7,924	-	11,126
Net cash provided by investing activities	2,946	256	1,655	-	4,857
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES					
Transfers in from other funds	-	-	-	290,000	290,000
Net cash provided by non-capital financing activities	-	-	-	290,000	290,000
Net increase (decrease) in cash and cash equivalents	(61,922)	1,696,972	(172,448)	(327,205)	1,135,397
Cash and cash equivalents:					
Beginning of year	2,352,630	1,507,398	1,302,444	333,609	5,496,081
End of year	$ 2,290,708	$ 3,204,370	$ 1,129,996	$ 6,404	$ 6,631,478
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:					
Operating income (loss)	$ (107,886)	$ 634,920	$ 702,067	$ (673,125)	$ 555,976
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation	-	-	-	54,229	54,229
Decrease (increase) in accounts receivable	12,061	(517,426)	-	(35)	(505,400)
Increase in inventory	-	-	-	(9,851)	(9,851)
Decrease in prepaids	44,658	-	145,420	-	190,078
Increase (decrease) in accounts payable	5,300	25,660	(21,590)	4,541	13,911
Increase in compensated absences	999	-	-	7,036	8,035
Increase (decrease) in claims payable	(20,000)	1,553,562	(1,000,000)	-	533,562
Net cash provided (used) by operating activities	$ (64,868)	$ 1,696,716	$ (174,103)	$ (617,205)	$ 840,540
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES					
Contributions of capital assets	$ -	$ -	$ -	$ 247,039	$ 247,039

AGENCY FUNDS

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

Tax Commissioner - to account for the collection of all property taxes which are disbursed to other taxing units.

Sheriff - to account for collection of cash bonds, fines, forfeitures and other fees which are disbursed to other parties.

The following agency funds are used to account for fines, fees and other moneys collected by the courts and remitted to other parties in accordance with court orders and state law:

Clerk of Superior Court
Probate Court
Magistrate Court
Juvenile Court

FORSYTH COUNTY, GEORGIA

COMBINING STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
DECEMBER 31, 2015

ASSETS	Tax Commissioner	Sheriff	Clerk of Superior Court	Probate Court	Magistrate Court	Juvenile Court	Total
Cash	$ 4,879,938	$ 219,056	$ 4,244,533	$ 51,617	$ 25,115	$ 1,081	$ 9,421,340
Other receivables	1,236	-	-	-	-	-	1,236
Taxes receivable	6,844,551	-	-	-	-	-	6,844,551
Total assets	$ 11,725,725	$ 219,056	$ 4,244,533	$ 51,617	$ 25,115	$ 1,081	$ 16,267,127
LIABILITIES							
Due to others	$ 4,881,174	$ 219,056	$ 4,244,533	$ 51,617	$ 25,115	$ 1,081	$ 9,422,576
Uncollected taxes	6,844,551	-	-	-	-	-	6,844,551
Total liabilities	$ 11,725,725	$ 219,056	$ 4,244,533	$ 51,617	$ 25,115	$ 1,081	$ 16,267,127

FORSYTH COUNTY, GEORGIA

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Balance January 1, 2015	Increases	Decreases	Balance December 31, 2015
Tax Commissioner				
ASSETS				
Cash	$ 4,789,884	$ 306,912,524	$ (306,822,470)	$ 4,879,938
Other receivables	19,766	1,236	(19,766)	1,236
Taxes receivable	8,021,355	172,552,173	(173,728,977)	6,844,551
Total assets	$ 12,831,005	$ 479,465,933	$ (480,571,213)	$ 11,725,725
LIABILITIES				
Due to others	$ 4,809,650	$ 306,913,760	$ (306,842,236)	$ 4,881,174
Uncollected taxes	8,021,355	172,552,173	(173,728,977)	6,844,551
Total liabilities	$ 12,831,005	$ 479,465,933	$ (480,571,213)	$ 11,725,725
Sheriff				
ASSETS				
Cash	$ 217,367	$ 2,413,434	$ (2,411,745)	$ 219,056
Other receivables	2,744	-	(2,744)	-
Total assets	$ 220,111	$ 2,413,434	$ (2,414,489)	$ 219,056
LIABILITIES				
Due to others	$ 220,111	$ 2,413,434	$ (2,414,489)	$ 219,056
Total liabilities	$ 220,111	$ 2,413,434	$ (2,414,489)	$ 219,056
Clerk of Superior Court				
ASSETS				
Cash	$ 2,680,750	$ 20,922,777	$ (19,358,994)	$ 4,244,533
Total assets	$ 2,680,750	$ 20,922,777	$ (19,358,994)	$ 4,244,533
LIABILITIES				
Due to others	$ 2,680,750	$ 20,922,777	$ (19,358,994)	$ 4,244,533
Total liabilities	$ 2,680,750	$ 20,922,777	$ (19,358,994)	$ 4,244,533

(Continued)

FORSYTH COUNTY, GEORGIA

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Balance January 1, 2015	Increases	Decreases	Balance December 31, 2015
Probate Court				
ASSETS				
Cash	$ 15,783	$ 890,870	$ (855,036)	$ 51,617
Total assets	$ 15,783	$ 890,870	$ (855,036)	$ 51,617
LIABILITIES				
Due to others	$ 15,783	$ 890,870	$ (855,036)	$ 51,617
Total liabilities	$ 15,783	$ 890,870	$ (855,036)	$ 51,617
Magistrate Court				
ASSETS				
Cash	$ 25,029	$ 773,122	$ (773,036)	$ 25,115
Total assets	$ 25,029	$ 773,122	$ (773,036)	$ 25,115
LIABILITIES				
Due to others	$ 25,029	$ 773,122	$ (773,036)	$ 25,115
Total liabilities	$ 25,029	$ 773,122	$ (773,036)	$ 25,115
Juvenile Court				
ASSETS				
Cash	$ 3,673	$ 25,745	$ (28,337)	$ 1,081
Total assets	$ 3,673	$ 25,745	$ (28,337)	$ 1,081
LIABILITIES				
Due to others	$ 3,673	$ 25,745	$ (28,337)	$ 1,081
Total liabilities	$ 3,673	$ 25,745	$ (28,337)	$ 1,081
Total Agency Funds				
ASSETS				
Cash	$ 7,732,486	$ 331,938,472	$ (330,249,618)	$ 9,421,340
Other receivables	22,510	1,236	(22,510)	1,236
Taxes receivable	8,021,355	172,552,173	(173,728,977)	6,844,551
Total assets	$ 15,776,351	$ 504,491,881	$ (504,001,105)	$ 16,267,127
LIABILITIES				
Due to others	$ 7,754,996	$ 331,939,708	$ (330,272,128)	$ 9,422,576
Uncollected taxes	8,021,355	172,552,173	(173,728,977)	6,844,551
Total liabilities	$ 15,776,351	$ 504,491,881	$ (504,001,105)	$ 16,267,127

STATISTICAL SECTION

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

Page

Financial Trends 117-124

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

Revenue Capacity 125-131

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

Debt Capacity 132-136

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.

Demographic and Economic Information ..... 137 and 138

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information 139-142

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.

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

FORSYTH COUNTY, GEORGIA

NET POSITION BY COMPONENT
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
GOVERNMENTAL ACTIVITIES										
Net investment in capital assets	$ 561,438	$ 657,742	$ 699,078	$ 693,335	$ 697,529	$ 756,006	$ 754,041	$ 773,963	$ 824,767	$ 868,626
Restricted:										
Debt service	4,852	6,498	7,446	23,355	28,451	29,941	30,184	20,285	18,462	15,629
Capital projects	18,754	10,921	20,312	31,777	35,147	47,647	41,721	47,890	41,157	53,502
Impact fee programs	-	12,429 (1)	12,343	-	-	-	-	-	-	-
Public safety programs	-	1,391	1,851	-	-	6,796	8,240	8,503	8,783	8,594
Public works	-	-	-	-	-	-	-	1,937	3,021	-
Judicial programs	268	133	46	-	-	251	249	134	119	90
Jail construction	-	-	-	-	-	408	324	233	105	-
Grant projects	-	-	-	-	-	56	12	4	-	-
Unrestricted:	64,310	35,991	23,912	28,316	45,012	36,368	47,822	67,414	73,670	31,945
Total governmental activities net position	$ 649,622	$ 725,105	$ 764,988	$ 776,783	$ 806,139	$ 877,473	$ 882,593	$ 920,363	$ 970,084	$ 978,386
BUSINESS-TYPE ACTIVITIES										
Net investment in capital assets	$ 234,720	$ 236,780	$ 236,145	$ 275,887	$ 281,932	$ 289,344	$ 291,107	$ 291,107	$ 312,319	$ 329,049
Restricted	1,738	2,418	4,075	4,142	4,207	4,259	4,315	4,315	4,326	3,859
Unrestricted	59,703	57,755	45,253	35,317	41,135	43,590	52,846	52,846	53,336	75,501
Total business-type activities net position	$ 296,161	$ 296,953	$ 285,473	$ 315,346	$ 327,274	$ 337,193	$ 348,268	$ 348,268	$ 369,981	$ 408,409
PRIMARY GOVERNMENT										
Net investment in capital assets	$ 796,158	$ 894,522	$ 935,223	$ 969,222	$ 979,461	$ 1,045,350	$ 1,045,148	$ 1,065,070	$ 1,137,086	$ 1,197,675
Restricted	25,612	33,790	46,073	59,274	67,805	89,358	85,045	83,301	75,973	81,675
Unrestricted	124,013	93,746	69,165	63,633	86,147	79,958	100,668	120,260	127,006	107,445
Total primary government net position	$ 945,783	$ 1,022,058	$ 1,050,460	$ 1,092,129	$ 1,133,413	$ 1,214,666	$ 1,230,861	$ 1,268,631	$ 1,340,065	$ 1,386,795

(1) Impact fee programs are included in capital projects in prior years.

From: Statement of Net Position

FORSYTH COUNTY, GEORGIA

CHANGES IN NET POSITION
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
EXPENSES										
Governmental activities:										
General Government	$ 11,914	$ 37,603	$ 29,262	$ 17,246 (1)	$ 14,181	$ 12,658	$ 13,558	$ 20,445	$ 27,209	$ 27,515
Judicial	9,543	10,678	11,679	11,618	11,271	11,276	12,536	11,888	13,360	14,053
Public Safety	43,327	50,289	62,991	61,072	57,674	59,341	63,465	58,783	62,404	67,785
Public Works	27,449	9,289	16,198	15,913	15,791	15,133	21,510	25,269	19,105	58,197
Health and Welfare	2,138	2,409	3,059	2,483	2,529	3,108	3,131	2,686	2,767	2,756
Culture and Recreation	10,684	12,081	13,568	15,689	13,524	12,877	15,332	14,243	16,743	16,725
Housing and Development	5,094	6,759	7,168	5,717	4,460	4,197	4,466	7,305	4,643	5,190
Interest and paying agent fees	1,763	1,828	2,043	6,400 (2)	6,360	6,207	5,860	5,353	5,723	8,136
Total governmental activities expenses	111,912	130,936	145,968	136,138	125,790	124,797	139,858	145,972	151,954	200,357
Business-type activities:										
Water and sewer	48,518	39,617	38,322	32,521	32,283	31,457	34,220	39,159	43,383	40,898
Solid waste	835	557	985	599	671	789	705	672	792	875
Total business-type activities expenses	49,353	40,174	39,307	33,120	32,954	32,246	34,925	39,831	44,175	41,773
Total primary government expenses	$ 161,265	$ 171,110	$ 185,275	$ 169,258	$ 158,744	$ 157,043	$ 174,783	$ 185,803	$ 196,129	$ 242,130
PROGRAM REVENUES										
Governmental activities:										
Charges for services:										
General Government	$ 464	$ 14,886	$ 11,699	$ 6,472	$ 5,896	$ 6,232	$ 6,027	$ 6,000	$ 5,947	$ 7,030
Judicial	3,547	4,375	4,184	4,553	4,367	4,487	4,566	4,719	4,657	5,133
Public Safety	5,390	6,185	6,280	5,194	5,221	4,868	4,699	4,787	5,286	4,766
Public Works	100	20	181	1,132	1,938	2,101	4,167	4,873	4,768	5,420
Health and Welfare	2	8	26	67	69	92	144	151	81	76
Culture and Recreation	5,981	1,534	1,816	1,868	1,849	1,895	2,266	2,543	2,644	2,639
Housing and Development	7,456	364	381	2,588	2,800	2,845	3,764	4,495	5,202	5,708
Total charges for services	22,940	27,372	24,567	21,874	22,140	22,520	25,633	27,568	28,585	30,772
Operating grants and contributions	1,756	1,778	1,784	3,084	1,347	1,283	1,343	1,658	3,736	2,694
Capital grants and contributions	46,266	58,620	43,006	3,967 (3)	6,200	35,503	5,365	12,055	18,186	23,119
Total governmental activities program revenues	70,962	87,770	69,357	28,925	29,687	59,306	32,341	41,281	50,507	56,585
Business-type activities:										
Charges for services:										
Water and sewer	25,721	41,677	20,150	28,408	30,156	32,179	32,521	33,649	34,773	39,582
Solid waste	684	608	929	1,492	1,227	1,803	1,461	1,919	2,027	2,081
Total charges for services	26,405	42,285	21,079	29,900	31,383	33,982	33,982	35,568	36,800	41,663
Operating grants and contributions	8	8	12	-	-	-	-	-	-	-
Capital grants and contributions	50,472	26,100	15,548	5,565	28,019	9,695	13,088	15,699	29,343	38,806
Total business-type activities program revenues	76,885	68,393	36,639	35,465	59,402	43,677	47,070	51,267	66,143	80,469
Total primary government program revenues	$ 147,847	$ 156,163	$ 105,996	$ 64,390	$ 89,089	$ 102,983	$ 79,411	$ 92,548	$ 116,650	$ 137,054

(continued)

FORSYTH COUNTY, GEORGIA

CHANGES IN NET POSITION
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Net (expense)/revenue										
Governmental activities	$ (40,950)	$ (43,166)	$ (76,611)	$ (107,213)	$ (96,103)	$ (65,491)	$ (107,517)	$ (104,691)	$ (101,447)	$ (143,772)
Business-type activities	27,532	28,219	(2,668)	2,345	26,448	11,431	12,145	11,436	21,968	38,696
Total primary government net expense	$ (13,418)	$ (14,947)	$ (79,279)	$ (104,868)	$ (69,655)	$ (54,060)	$ (95,372)	$ (93,255)	$ (79,479)	$ (105,076)
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities:										
Taxes										
Property Taxes	$ 42,940	$ 42,310	$ 49,433	$ 63,209	$ 66,473	$ 70,006	$ 67,763	$ 65,424	$ 65,927	$ 70,365
Sales Taxes	59,202	59,680	54,334	46,539	50,635	54,243	57,422	57,337	62,001	64,061
Insurance premium taxes	4,348	4,572	4,683	4,616	4,489	7,114	7,600	7,899	8,336	8,926
Real estate and recording taxes	4,183	2,885	2,012	-	-	-	-	-	-	-
Other taxes (old)	2,830	2,817	2,971	-	-	-	-	-	-	-
Other taxes	7,013	5,702	4,983	2,810	2,898	3,154	3,489	9,854	12,990	13,774
Total taxes	113,503	112,264	113,433	117,174	124,495	134,517	136,274	140,514	149,254	157,126
Unrestricted grants and contributions	1,493	1,467	1,667	-	-	-	-	-	-	-
Investment earnings	4,937	5,014	2,684	1,069	1,149	980	749	668	775	787
Miscellaneous	98	-	-	2,673	520	1,327	784	673	673	723
Gain on sale of capital assets	119	56	103	-	-	-	-	108	-	-
Transfers	(434)	-	-	-	-	-	500	500	465	500
Total governmental activities	119,716	118,801	117,887	120,916	126,164	136,824	138,307	142,463	151,167	159,136
Business-type activities:										
Investment earnings	2,279	3,509	3,460	594	777	497	231	139	210	179
Miscellaneous	-	-	-	-	2	-	-	-	-	-
Intergovernmental revenue	-	-	-	-	-	-	239	-	-	-
Gain on sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers	434	-	-	-	-	-	(500)	(500)	(465)	(500)
Total business-type activities	2,713	3,509	3,460	594	779	497	(30)	(361)	(255)	(321)
Total primary government	$ 122,429	$ 122,310	$ 121,347	$ 121,510	$ 126,943	$ 137,321	$ 138,277	$ 142,102	$ 150,912	$ 158,815
CHANGE IN NET POSITION										
Governmental activities	$ 78,766	$ 75,635	$ 41,276	$ 13,703 (3)	$ 30,061	$ 71,333	$ 30,790	$ 37,772	$ 49,720	$ 15,364
Business-type activities	30,245	31,728	792	2,939	27,227	11,928	12,115	11,075	21,713	38,375
Total primary government	$ 109,011	$ 107,363	$ 42,068	$ 16,642	$ 57,288	$ 83,261	$ 42,905	$ 48,847	$ 71,433	$ 53,739

(1) In prior year's the County has reported depreciation expense as general governmental costs; in 2009 depreciation was allocated amongst the functions.

(2) 2009 was the first year of interest payments on the new 2008 series bonds.

(3) Due to the current economy, the County received significantly less in donated assets for 2009. Donations were down over $35 million from 2008.

From: Statement of Activities

FORSYTH COUNTY, GEORGIA

FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	2006	2007	2008	2009	2010	2011 (3)	2012	2013	2014	2015
General fund										
Reserved	$ 292	$ 651	$ 173	$ 14,736 (1)	$ 22,925	$ -	$ -	$ -	$ -	$ -
Unreserved	40,857	33,083	27,026	- (1)	4,548	-	-	-	-	-
Nonspendable:										
Prepaids	-	-	-	-	-	5	161	178	55	42
Inventory	-	-	-	-	-	275	374	378	331	405
Long term advances	-	-	-	-	-	-	-	3,531	3,531	6,871
Restricted:										
Grant projects	-	-	-	-	-	48	12	4	-	-
Committed:										
Tree replacement	-	-	-	-	-	23	18	51	63	38
Paving expenditures	-	-	-	-	-	222	526	561	-	-
Assigned:										
Use of fund balance in subsequent budget	-	-	-	-	-	1,046	54	75	77	236
Use of fund balance for City road improvements	-	-	-	-	-	-	3,500	-	-	-
Professional services	-	-	-	-	-	42	136	213	129	510
Capital projects	-	-	-	-	-	747	444	712	229	1,262
Supplies and materials	-	-	-	-	-	5	19	139	342	243
Health insurance administration	-	-	-	-	-	-	69	50	-	-
Unassigned	-	-	-	-	-	35,483	38,980	41,512	46,694	43,451
Total general fund	41,149	33,734	27,199	14,736	27,473	37,896	44,293	47,404	51,451	53,059

Continued

FORSYTH COUNTY, GEORGIA

FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	2006	2007	2008	2009	2010	2011 (3)	2012	2013	2014	2015
All other governmental funds										
Reserved	$ 24,150	$ 30,361	$ 127,499	$ 106,055 (2)	$ 97,532	$ -	$ -	$ -	$ -	$ -
Unreserved, designated	-	-	-	8,300	-	-	-	-	-	-
Unreserved, reported in:										
Special revenue funds	1,526	669	1,883	1,935	4,988	-	-	-	-	-
Debt service funds	-	-	-	-	-	-	-	-	-	-
Capital projects funds	6,984	(8,597)	(7,123)	417	184	-	-	-	-	-
Nonspendable:										
Prepaids	-	-	-	-	-	-	6	6	-	-
Inventory	-	-	-	-	-	387	369	380	362	383
Long-term advances	-	-	-	-	-	97	48	-	-	-
Restricted:										
Judicial services	-	-	-	-	-	251	249	134	119	90
Public safety services	-	-	-	-	-	6,796	8,103	8,372	8,647	8,101
Public works	-	-	-	-	-	-	-	1,937	3,021	-
Grant projects	-	-	-	-	-	8	-	-	-	-
Capital projects	-	-	-	-	-	59,971	60,247	77,029	68,521	125,364
Jail construction and equipping	-	-	-	-	-	408	324	233	104	-
Debt service	-	-	-	-	-	29,941	30,118	20,232	18,403	15,569
Assigned for capital projects	-	-	-	-	-	-	209	20,307	22,113	23,469
Unassigned	-	-	-	-	-	-	1,923	(276)	(2,433)	(230)
Total all other governmental funds	32,660	22,433	122,259	116,707	102,704	97,859	101,596	128,354	118,857	172,745
Total all funds	$ 73,809	$ 56,167	$ 149,458	$ 131,443	$ 130,177	$ 135,755	$ 145,889	$ 175,758	$ 170,308	$ 225,805

(1) The County's policy is to establish a operating reserve equal to 25% of the next fiscal year's budget. This amount was not reported prior to 2009.

(2) The County issued $118 million of bonds in 2008 which continue to be expended thus lowering the reserves.

(3) The County implemented GASB Statement No. 54 for the year ending December 31, 2011.

FORSYTH COUNTY, GEORGIA

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
REVENUES										
Taxes (see table 5)	$ 109,431	$ 112,195	$ 112,641	$ 116,381	$ 124,817	$ 134,633	$ 136,607	$ 140,547	$ 149,249	$ 157,188
Licenses and permits	13,902	11,023	6,818	3,784	4,074	4,365	5,280	5,856	6,286	6,855
Intergovernmental	16,589	6,506	7,495	5,248	2,882	4,231	3,326	9,083	3,672	9,817
Fines and forfeitures	4,049	3,376	4,719	4,089	3,930	3,329	3,349	3,210	4,012	3,663
Charges for services	10,019	12,012	12,996	13,751	14,065	14,756	16,934	18,432	18,287	20,254
Contributions and donations	1,603	9,180	3,324	140	82	69	71	53	77	868
Investment earnings	4,329	3,936	2,459	1,377	1,192	1,004	778	713	824	824
Miscellaneous	450	505	484	2,743	1,074	1,527	854	743	704	723
Total revenues	160,372	158,733	150,935	147,513	152,116	163,914	167,199	178,637	183,111	200,192
EXPENDITURES										
General government	8,065	10,328	13,396	15,216	10,742	11,075	11,294	19,834	20,418	23,755.73
Judicial	9,541	10,183	10,539	11,107	10,942	11,599	12,288	11,685	12,416	13,104
Public safety	43,559	48,417	54,340	56,003	54,706	59,103	59,578	56,524	59,537	65,260
Public works	9,160	7,701	6,610	6,616	5,473	5,989	12,374	14,571	8,999	15,486
Public health and welfare	2,138	2,307	2,678	2,410	2,499	3,051	3,094	2,694	2,653	2,613
Recreation and culture	10,671	11,734	12,022	12,095	11,563	12,245	14,152	15,289	14,262	13,879
Housing and development	4,954	6,389	6,311	5,478	4,356	4,324	4,691	7,357	4,717	5,153
Intergovernmental	10,796	13,145	13,889	-	1,165	1,250	1,322	647	183	35,262
Capital Outlay	52,398	63,472	56,110	54,731	34,578	32,290	23,014	29,400	85,051	44,200
Principal on long-term debt	888	1,098	1,343	1,405	10,070	10,870	11,750	12,655	4,801	32,442
Interest and paying agent fees	1,620	1,576	1,518	5,670	7,198	6,736	6,480	5,231	5,594	6,407
Bond issuance costs	-	-	834	-	-	-	-	-	-	811
Total expenditures	153,790	176,350	179,590	170,731	153,292	158,532	160,037	175,887	218,631	258,372
Excess of revenues over (under) expenditures	6,582	(17,617)	(28,655)	(23,218)	(1,176)	5,382	7,162	2,750	(35,520)	(58,180)

(continued)

FORSYTH COUNTY, GEORGIA

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
OTHER FINANCING SOURCES (USES)										
Sale of County Property	275	56	290	89	32	196	28	276	6	250
Transfers in	20,631	17,268	6,017	12,023	20,668	11,008	20,361	14,747	15,598	44,274
Transfers out	(24,048)	(17,196)	(5,691)	(12,023)	(20,668)	(11,008)	(17,695)	(11,628)	(15,133)	(44,064)
Proceeds from bond refunding	-	-	-	-	-	-	20,960	21,231	29,599	60,315
Proceeds from general obligation bond	-	-	118,000	-	-	-	-	-	-	96,165
Proceeds from installment sale	-	-	-	-	-	-	-	-	-	-
Premium on bonds issued	-	-	3,330	-	-	-	-	2,493	-	30,645
Payments to refunded bond escrow agent	-	-	-	-	-	-	(20,682)	-	-	(73,908)
Total other financing sources (uses)	(3,142)	128	121,946	89	32	196	2,972	27,119	30,070	113,676
Net change in fund balances	$ 3,440	$ (17,489)	$ 93,291	$ (23,129)	$ (1,144)	$ 5,578	$ 10,134	$ 29,869	$ (5,450)	$ 55,496
Debt service as a percentage of noncapital expenditures	2.5%	2.4%	3.0%	6.1%	14.6%	14.3%	13.6%	12.7%	8.0%	19.3%

FORSYTH COUNTY, GEORGIA

GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Taxes	Sales Taxes	Title Ad Valorem Tax	Insurance Premium Tax	Other Taxes	Total
2006	$ 38,868	$ 59,202	$ -	$ 4,348	$ 7,013	$ 109,431
2007	42,240	59,680	-	4,572	5,703	112,195
2008	48,640	54,334	-	4,683	4,984	112,641
2009	62,416	46,539	-	4,616	2,810	116,381
2010	66,578	50,840	-	4,489	2,910	124,817
2011	70,122	54,243	-	7,114	3,154	134,633
2012	68,095	57,422	-	7,600	3,490	136,607
2013	65,457	57,337	5,888	7,899	3,966	140,547
2014	65,922	62,001	8,539	8,336	4,451	149,249
2015	70,425	64,061	8,948	8,926	4,826	157,186

Note: Other taxes include real estate & recording taxes, franchise taxes, alcoholic beverage taxes and hotel/motel taxes.
Sales taxes experienced a decrease during 2008 and 2009 due to the economic downturn.
Title Ad Valorem Tax was created in 2013 and was the first year of collection of this tax type.

FORSYTH COUNTY, GEORGIA

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
(amounts expressed in thousands)

		Real Property				Personal Property				Less Exemptions:					
Fiscal Year	Tax Year	Residential Property	Agricultural Property (1)	Commercial & Industrial	Public Utilities	Inventory & Equipment (4)	Motor Vehicles	Mobile Homes	Other (2)	Real Property	Personal Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value (3)	Assessed Value as a Percentage of Actual Value
2007	2006	$ 5,792,701	$ 306,197	$ 1,136,789	$ 92,168	$ 577,969	$ 460,977	$ 16,299	$ 46,622	$ 961,518	$ 163,164	$ 7,305,040	5.795	$ 18,262,600	40.00%
2008	2007	6,536,781	311,729	1,268,831	93,401	660,886	524,450	15,805	54,976	1,044,084	186,194	8,236,581	6.045	20,591,453	40.00%
2009	2008	7,150,559	305,717	1,378,266	100,903	704,613	565,961	14,103	59,863	1,208,009	181,577	8,890,399	6.795	22,225,998	40.00%
2010	2009	7,176,280	308,467	1,399,588	111,511	685,241	596,888	14,421	50,769	537,513	858,505	8,947,147	6.871	22,367,867	40.00%
2011	2010	6,917,305	316,334	1,365,672	105,671	604,430	525,338	13,757	50,422	503,377	769,556	8,625,996	7.656	21,564,990	40.00%
2012	2011	6,399,292	249,215	1,285,511	106,646	595,639	540,457	13,905	48,625	513,193	508,463	8,217,634	7.656	20,544,085	40.00%
2013	2012	6,090,993	205,235	1,245,072	116,372	617,557	589,202	13,386	49,356	520,316	371,355	8,035,502	7.656	20,088,755	40.00%
2014	2013	6,117,236	185,889	1,066,657	109,510	609,708	639,952	11,405	48,000	504,403	329,407	7,954,547	7.656	19,886,368	40.00%
2015	2014	6,652,676	184,275	1,079,629	105,818	616,552	564,744	11,172	52,100	521,557	378,956	8,366,453	7.656	20,916,133	40.00%
2016	2015	7,772,119	200,429	1,522,559	118,809	811,400	404,071	11,086	158	714,617	550,476	9,575,536	7.656	23,938,840	40.00%

Source: Georgia Department of Revenue and Forsyth County Tax Assessor's Department

(1) Includes conservation use and preferential property.

(2) Includes aircraft, boats, miscellaneous personal property, timber and heavy equipment.

(3) Property that is exempt from taxation has not been included. That is typically property owned by governments and not-for-profit organizations like churches.

(4) Includes furniture and fixtures.

FORSYTH COUNTY, GEORGIA

PROPERTY TAX RATES (DIRECT AND OVERLAPPING GOVERNMENTS)
Last Ten Fiscal Years
(Mills - rate per $1,000 of taxable assessed value)

		Forsyth County				School District			State	Total
Fiscal Year	Tax Year	Operating Millage	Fire Millage	Debt Service Millage	Total County Millage	Operating Millage	Debt Service Millage	Total School Millage	Operating Millage	Direct & Overlapping Rates
2007	2006	3.834	1.515	0.446	5.795	14.708	1.878	16.586	0.250	22.631
2008	2007	3.834	1.765	0.446	6.045	14.395	1.838	16.233	0.250	22.528
2009	2008	3.834	1.765	1.196	6.795	15.395	1.418	16.813	0.250	23.858
2010	2009	3.834	1.841	1.196	6.871	15.395	1.418	16.813	0.250	23.934
2011	2010	4.734	1.975	0.947	7.656	15.395	1.418	16.813	0.250	24.719
2012	2011	4.812	1.975	0.869	7.656	16.300	2.418	18.718	0.250	26.624
2013	2012	4.812	1.975	0.869	7.656	16.300	2.418	18.718	0.200	26.574
2014	2013	4.812	1.975	0.869	7.656	16.300	2.418	18.718	0.150	26.524
2015	2014	4.812	1.975	0.869	7.656	16.300	2.418	18.718	0.100	26.474
2016	2015	4.642	1.975	1.419	8.036	17.300	2.418	19.718	0.050	27.804

Source: State Department of Revenue

Overlapping rates are those of local and county governments that apply to property owners within the County. Not all potential overlapping rates apply to all County property owners (e.g., the rates for special districts apply only proportion of the government's property owners whose property is located within the geographic boundaries of the special district.) Currently, there are no special districts in the county that levy a property tax.

FORSYTH COUNTY, GEORGIA

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
December 31, 2015
(amounts expressed in thousands)

		2015			2006		
Taxpayer	Type of Business	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Sawnee EMC	Electric Power Utility	$ 51,694	1	0.54%	$ 40,574	1	0.56%
Forsyth Owner 1 LP	Shopping Complex	46,908	2	0.49%			
United Parcel Service	Mail Delivery Service	31,478	3	0.33%			
Georgia Transmission Corp	Power Transfer Utility	26,648	4	0.28%	17,272	4	0.24%
DDR Winter Garden LLC	Developer	22,737	5	0.24%			
AT & T Services Inc.	Cell Company	18,049	6	0.19%			
Scientific Games, Inc.	Printed Lottery Tickets	17,431	7	0.18%	15,324	5	0.21%
Mar Windemere LP	Developer	16,140	8	0.17%			
Lennar Georgia Inc.	Developer	15,105	9	0.16%			
Ryland Group Inc.	Developer	15,161	10	0.16%			
Bellsouth Telecommunications	Telephone Utility				23,224	2	0.32%
McCar Homes, Inc.	Developer				18,434	3	0.25%
Orkin Sanford	Developer				17,034	6	0.23%
Tramel Road, LLC	Developer				15,063	7	0.21%
Centex Homes	Developer				14,413	8	0.20%
Hendon/Atlantic Rim John Creek, LLC	Real Estate				12,520	9	0.17%
					11,168	10	0.15%
Totals		$ 261,351		2.73%	$ 185,026		2.38%

Source: Forsyth County Tax Commissioner

FORSYTH COUNTY, GEORGIA

PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	Tax Year	Tax Due Date	Taxes Levied for the Tax Year (Original Levy)	Adjustments	Interest, Costs, & Penalties	Total Adjusted Levy	Collected within Fiscal year of the Levy		Collections in Subsequent Years	Total Collections to Date		Uncollected Balance
							Amount	Percentage of Original Levy		Amount	Percentage of Adjusted Levy	
2007	2006	11/15/06	$ 41,808	$ 1,396	$ 988	$ 44,192	$ 40,538	96.96%	$ 3,636	$ 44,174	99.96%	$ 18
2008	2007	11/15/07	48,722	1,257	1,241	51,220	47,192	96.86%	4,002	51,194	99.95%	26
2009	2008	11/15/08	60,011	1,065	1,394	62,470	54,665	91.09%	7,666	62,331	99.78%	139
2010	2009	11/15/09	62,417	(584)	178	62,011	57,274	91.76%	3,957	61,231	98.74%	780
2011	2010	11/15/10	66,880	(795)	249	66,334	62,299	93.15%	3,769	66,068	99.60%	266
2012	2011	11/15/11	64,220	(683)	145	63,682	60,935	94.88%	2,215	63,150	99.16%	532
2013	2012	11/15/12	62,782	(692)	39	62,129	59,802	95.25%	-	59,802	96.25%	2,327
2014	2013	11/15/13	63,593	(546)	67	63,114	61,239	96.30%	-	61,239	97.03%	1,875
2015	2014	11/15/14	66,304	(102)	32	66,234	64,430	97.17%	-	64,430	97.28%	1,804
2016	2015	11/15/15	77,541	(963)	56	76,634	74,248	95.75%	-	74,248	96.89%	2,386

Source: Forsyth County Tax Commissioner's Office

Note:
Taxes levied during the calendar year 2014 are recorded as revenues in the financial statements in 2015 since they are levied to finance that year's expenditures.
Taxes levied include real and personal property, motor vehicle, mobile home, timber, and heavy equipment taxes.

FORSYTH COUNTY, GEORGIA

TOP 10 WATER CUSTOMERS
December 31, 2015
(amounts expressed in thousands)

Customer Name	Business	Gallons Metered	Total Water Billed	% of Total Billings
FORSYTH COUNTY SCHOOLS	School System	35,897,100	$ 170,720	0.75%
TRUBY INC	Private Water System	26,248,990	100,341	0.44%
ARGOS READY MIX	Construction	15,504,990	63,899	0.28%
A & A WATER	Private Water System	15,482,500	61,856	0.27%
FORSYTH OWNER 1 LP formerly COUSINS PROPERTIES	Commercial Developer	13,232,370	52,315	0.23%
MAR WINDERMERE LP formerly CENTENNILL LLC CARLYLE	Apartments	11,634,140	49,086	0.22%
SUMMIT CROSSING APARTMENTS	Apartments	10,746,600	43,128	0.19%
TS BIG CREEK	Apartments	10,214,400	41,148	0.18%
CITY OF CUMMING	Government	9,357,640	26,246	0.11%
PINE RIDGE ASSOC, LLC	Private Water System	8,918,900	34,313	0.15%
All other customers			22,829,113	100.00%
Total Billing			$ 23,472,167	

FORSYTH COUNTY, GEORGIA

TOP 10 SEWER CUSTOMERS
December 31, 2015

Customer Name	Business	Gallons Metered	Total Sewer Billed	% of Total Billings
FORSYTH COUNTY SCHOOLS	School System	35,897,100	$ 181,226	1.33%
FORSYTH OWNER 1 LP formerly COUSINS PROPERTIES	Commercial Developer	13,232,370	64,525	0.47%
MAR WINDERMERE LP formerly CENTENNILL LLC CARLYLE	Apartments	11,634,140	57,029	0.42%
SUMMIT CROSSING APARTMENTS	Apartments	10,746,600	52,494	0.38%
TS BIG CREEK	Apartments	10,214,400	49,918	0.37%
SCIENTIFIC GAMES	Manufacturing	8,393,300	41,104	0.30%
SOLVAY SPECIALTY POLYMERS USA LLC	Manufacturing	6,601,040	32,669	0.24%
AMELIA BAY	Manufacturing	6,022,100	29,387	0.22%
T.R.I. CORPORATION	Medical Ophthalmic Optices	5,137,890	25,107	0.18%
PARK AT JOHNS CREEK ASSOCIATES,LLC	Manufacturing	4,987,530	24,620	0.18%
All other customers			13,086,644	95.91%
Total Billing			$ 13,644,742	

FORSYTH COUNTY, GEORGIA

WATER SYSTEM RATES, FEES AND CHARGES
December 31, 2015

METER SIZE (1)	TAP FEE EXISTING LINES	TAP FEE UNDER CONSTRUCTION	MINIMUM MONTHLY CHARGES
5/8	$ 1,600	$ 250	$ 12
3/4	1,800	850	12
1	3,300	NA	15
1 1/2	7,500	NA	20
2	10,000	NA	30
3	18,900	NA	90
4	29,400	NA	125
6	68,200	NA	250
8	101,900	NA	450

AVERAGE MONTHLY BILLING FOR A RESIDENTIAL CUSTOMER USING 9000 GALLONS OF WATER ON A 3/4 " DOMESTIC METER PER MONTH

WATER	$	42.62
SEWER	$	53.56
TOTAL	$	96.18

Source: The Water Rate Resolution adopted Janurary 2009.
NA - No taps under construction in these sizes.
(1) Meter sizes are in inches.

FORSYTH COUNTY, GEORGIA

RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years
(amounts expressed in thousands, except per capita amounts)

	Governmental Activities				Business-Type Activities					
Fiscal Year	General Obligation Bonds	Capital Leases (2)	Notes Payable	Total	Revenue Bonds (2)	Notes Payable	Total	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
2006	$ 32,710	$ 837	$ 417	$ 33,964	$ 122,160	$ -	$ 122,160	$ 156,124	2.82%	$ 1,053
2007	31,820	335	208	32,363	169,340	-	169,340	201,703	3.23%	1,274
2008	148,685	7,777	-	156,462	166,660	-	166,660	323,122	4.80%	2,018
2009	147,280	7,777	-	155,057	163,495	-	163,495	318,552	4.92%	1,825
2010	137,210	7,777	-	144,987	160,200	-	160,200	305,187	4.46%	1,705
2011	126,340	7,777	-	134,117	156,285	3,826	160,111	294,228	3.91%	1,618
2012	116,395	8,004	-	124,399	149,855	6,656	156,511	280,910	3.56%	1,495
2013	128,277	7,969	-	136,246	156,008	6,697	162,705	298,951	3.61%	1,530
2014	152,756	7,934	-	160,690	151,137	6,826	157,963	318,653	3.66%	1,560
2015	241,561	7,897	-	249,458	207,833	6,699	214,532	463,990	5.30%	2,184

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

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

(2) Includes Certificates of Participation.

FORSYTH COUNTY, GEORGIA

RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
Last Ten Fiscal Years
(amounts expressed in thousands, except per capita amounts)

Fiscal Year	General Obligation Bonds	Less: Amounts Restricted to Repaying Principal	Total	Percentage of Estimated Actual Taxable Value of Property (1)	Per Capita (2)
2006	$ 32,710	$ 5,396	$ 27,314	0.15%	$ 184
2007	31,820	7,010	24,810	0.12%	157
2008	148,685	8,406	140,279	0.63%	876
2009	147,280	23,355	123,925	0.55%	710
2010	137,210	28,308	108,902	0.50%	608
2011	126,340	29,941	96,399	0.47%	530
2012	116,395	30,118	86,277	0.43%	459
2013	128,277	20,232	108,045	0.54%	553
2014	152,756	18,403	134,353	0.64%	658
2015	241,561	15,569	225,992	0.94%	1,064

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

(1) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

(2) See the Schedule of Demographic and Economic Statistics for population data.

FORSYTH COUNTY, GEORGIA

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
as of December 31, 2015
(amounts expressed in thousands)

Governmental Unit	Debt Outstanding	Percentage Applicable to Government	Amount Applicable to Government
Overlapping			
Forsyth County School District	$ 358,231	100.00%	$ 358,231
Forsyth County direct debt	249,458	100.00%	249,458
Total direct and overlapping debt	$ 607,689		$ 607,689

Assessed value data used to estimate applicable percentages provided by the State Department of Revenue.

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

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

FORSYTH COUNTY, GEORGIA

LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years
(amounts expressed in thousands)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Assessed value of property	$ 8,429,722	$ 9,466,859	$ 10,279,985	$ 10,343,165	$ 9,898,929	$ 9,239,290	$ 8,927,173	$ 8,788,357	$ 9,266,966	$ 10,840,629
Debt limit (10% of total assessed value)	842,972	946,686	1,027,999	1,034,317	989,893	923,929	892,717	878,836	926,697	1,084,063
Amount of Debt applicable to limit:										
General obligation bonds	32,710	31,820	148,685	147,280	137,210	126,340	116,395	128,277	152,756	241,561
Less: Resources restricted to paying principal	(5,396)	(7,010)	(8,406)	(23,355)	(28,308)	(29,941)	(30,118)	(20,232)	(18,403)	(15,569)
Total net debt applicable to limit	27,314	24,810	140,279	123,925	108,902	96,399	86,277	108,045	134,353	225,992
Legal debt margin	$ 815,658	$ 921,876	$ 887,720	$ 910,392	$ 880,991	$ 827,530	$ 806,440	$ 770,791	$ 792,344	$ 858,070
Total net debt applicable to the limit as a percentage of debt limit	3.24%	2.62%	13.65%	11.98%	11.00%	10.43%	9.66%	12.29%	14.50%	20.85%

FORSYTH COUNTY, GEORGIA

PLEDGED-REVENUE COVERAGE
Last Ten Fiscal Years

Fiscal Year	Gross Water and Sewer Revenues	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements (3)			Coverage
				Principal	Interest	Total	
2006	$ 50,395,935	$ 17,928,742	$ 32,467,193	$ 1,690,000	$ 5,357,440	$ 7,047,440	4.61
2007 [1]	41,676,642	24,519,716	17,156,926	1,755,000	5,255,984	7,010,984	2.45
2008 [1]	26,557,039	21,327,882	5,229,157	2,680,000	7,258,004	9,938,004	0.53
2009	28,407,703	20,330,102	8,077,601	3,165,000	6,658,298	9,823,298	0.82
2010	30,155,626	19,753,977	10,401,649	3,295,000	6,278,142	9,573,142	1.09
2011	32,178,927	19,046,354	13,132,573	3,430,000	6,158,043	9,588,043	1.37
2012	32,520,820	20,529,364	11,991,456	3,625,000	5,912,317	9,537,317	1.26
2013	33,648,802	22,183,275	11,465,527	3,775,000	5,384,570	9,159,570	1.25
2014	34,772,661	26,852,671	7,919,990	3,900,000	5,249,526	9,149,526	0.87
2015	39,582,134	23,482,300	16,099,834	4,030,000	4,746,872	8,776,872	1.83

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

(1) Include operating revenues plus a portion of water and sewer connection fees in excess of cost which is shown as contributions in the financial statements

(2) Total operating expenses exclusive of depreciation. Interest expense is not included in operating expenses.

(3) Excludes principal and interest payments required by SPLOST revenues

FORSYTH COUNTY, GEORGIA

DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years

Fiscal Year	Population	Personal Income (amounts expressed in thousands) (1)	Per Capita Personal Income	Median Age	Education Level as a Percent of Population 25 yrs & over		School Enrollment	Unemployment Rate
					High School or Higher	Bachelor's Degree or Higher		
2006	148,196	$ 5,527,945	$ 37,302	n/a	n/a	n/a	25,882	3.20%
2007	158,369	6,238,552	39,393	n/a	n/a	n/a	28,388	3.20%
2008	160,098	6,731,158	42,044	34	90.5%	43.7%	30,763	4.80%
2009	174,520	6,477,283	37,115	n/a	n/a	n/a	32,495	7.90%
2010	179,003	6,847,034	38,251	34	90.6%	43.6%	34,362	8.20%
2011	181,840	7,519,814	41,354	n/a	90.6%	42.8%	35,945	7.30%
2012	187,928	7,895,805	42,015	n/a	n/a	n/a	39,190	6.50%
2013	195,405	8,290,595	42,428	37	91.1%	43.3%	40,691	5.30%
2014	204,302	8,705,125	42,609	37	91.4%	43.8%	42,435	5.30%
2015	212,438	8,758,500	41,228	37	91.6%	44.6%	44,286	4.40%

Data sources:

Bureau of the Census/County Regional Planning Commission, U.S. Census Bureau, U.S. Department of Commerce - Bureau of Economic Analysis (BEA)*, State Department of Labor, State Department of Commerce, and Georgia Department of Education.

Note: Population, median age, and education level information are based on surveys conducted during the last quarter of the calendar year. Personal income information is a total for the year. Unemployment rate information is an adjusted yearly average. School enrollment is based on the census at the start of the school year.

(1) Personal income statistics provided by BEA.

FORSYTH COUNTY, GEORGIA

PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago

	2015			2006		
Employer	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Forsyth County Schools	4,182	1	5.92%			
Northside Hospital - Forsyth	1,500	2	2.12%			
Tyson Foods, Inc.	1,200	3	1.70%			
Forsyth County Government	1,109	4	1.57%			
Koch Foods	1,100	5	1.56%			
Scientific Games International, Inc.	1,098	6	1.55%	980	1	1.95%
Siemens Industry, Inc.	1,000	7	1.41%	557	2	1.11%
Wal-Mart Supercenter	400	8	0.57%			
L3 Communications	286	9	0.40%	330	3	0.66%
American Boa	281	10	0.40%	303	4	0.60%
Arris International				357	5	0.71%
Hansgrohe				326	6	0.65%
FATS, Inc.				277	7	0.55%
Paramont Grading				265	8	0.53%
Solvay Advanced Polymer				220	9	0.44%
Panduit				196	10	0.39%
All other employers	58,533		82.80%	46,348		92.40%
Total	70,689		100.00%	50,159		100.00%

Source: Cumming-Forsyth Chamber of Commerce, Bond Documents and Forsyth County Planning and Development.

FORSYTH COUNTY, GEORGIA

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

	Full-time Equivalent Employees as of December 31									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Function										
General Government (1)	183	204	202	173	168	170	172	171	187	195
Judicial	93	103	106	108	108	119	124	116	110	115
Public Health and Welfare	21	22	25	23	25	27	28	29	29	22
Public Safety										
Police	313	349	381	367	366	367	373	331	328	358
Officers	313	349	381	367	289	285	295	273	268	302
Civilians	42	43	54	57	77	82	78	58	60	56
Fire	140	154	153	140	148	148	145	151	172	166
Firefighters and officers	140	154	153	140	140	140	138	145	166	160
Civilians	7	8	9	9	8	8	7	6	6	6
E-911 and Coroners Office	35	37	42	41	38	37	38	38	41	39
Public Works	84	83	87	80	77	77	79	78	76	77
Recreation and Culture	59	65	64	60	59	60	64	63	65	67
Housing and Development	55	67	65	38	34	35	37	39	47	42
Solid Waste	8	10	9	9	9	9	9	7	6	8
Water & Sewer	74	84	83	74	73	71	74	74	78	78
Total	1,065	1,178	1,217	1,113	1,105	1,120	1,143	1,097	1,139	1,167

Source: Forsyth County's Personnel Services Department

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

(1) Includes Internal Service departments that fall under the general government category.

FORSYTH COUNTY, GEORGIA

OPERATING INDICATORS BY FUNCTION
Last Ten Fiscal Years

Function	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Sheriff										
Physical arrests	5,961	6,202	6,251	6,163	5,337	5,032	4,523	4,528	4,920	(3)
Traffic violations	19,363	30,608	36,412	37,305	39,791	30,024	17,140 (1)	11,357 (1)	12,985	(3)
Fire										
Number of calls answered	9,761	10,530	11,075	10,934	11,530	11,566	12,361	12,738	12,799	13,283
Inspections	5,429	4,959	3,948	2,707	3,556	3,897	3,056	2,280	3,422	5,918
Highways and streets										
Street resurfacing (miles)	52	57	64	69	80	60	73	46	49	57
Potholes repaired	383	357	420	503	502	305	322	397	558	235
Sanitation										
Refuse collected (tons/day)	7	6	6	6	6	6	6	6	5	6
Recyclables collected (tons/day)	4	4	6	6	5	6	6	6	5	8
Water										
New connections	3,059	2,570	630	591	894	1,043	1,603	2,064	2,120	2,556
Water mains breaks	63	66	66	54	52	72	61	48	60	60
Average daily consumption (thousands of gallons)	10,883	10,755	9,197	9,998	11,650	12,160	11,900	10,750	11,998	12,830
Wastewater										
Average daily sewage treatment (thousands of gallons)	3,422	3,461	3,982	3,805	4,124	3,900	3,700	2,740	2,553	2,894

Sources: Various county departments including Fire, Sheriff's Office, Engineering, Water and Sewer, and Solid Waste.

(1) Based on discussions with management the traffic citations decreased at the direction of the Sheriff.

(2) The County experienced signficant repairs and improvements in 2009 and 2010, which were unusually high.

(3) Information is not available for 2015.

FORSYTH COUNTY, GEORGIA

CAPITAL ASSET STATISTICS BY FUNCTION
Last Ten Fiscal Years

Function	2006	2007	2008	2009	2010	2011	2012	2013	2014	2014
Public safety										
Sheriff:										
Precincts	2	2	2	2	2	2	2	2	2	2
Number of vehicles	210	247	292	318	317	338	338	324	316	374
Fire:										
Stations	15	15	15	13	13	13	13	12	12	12
Number of vehicles	62	64	66	66	67	63	65	66	90	76
Highways and streets										
Streets (miles)	1,882	1,104	1,143	1,145	1,095	1,099	1,109	1,114	1,128	1,157
Streetlights	-	-	-	-	-	-	22	22	33	66
Traffic signals	6	49	54	61	65	71	70	70	71	71
Culture and recreation										
Parks acreage	1,603	1,642	1,642	2,500	2,600	3,250	3,250	3,250	3,250	3,250
Parks	46	16	16	17	18	18	23	23	23	23
Baseball/softball fields	47	47	47	48	52	52	52	52	52	52
Tennis courts	26	24	24	24	36	36	36	36	36	36
Soccer/Football fields	17	17	17	17	23	24	24	24	24	24
Playgrounds	12	12	12	12	14	14	20	20	20	21
Community centers	6	6	6	6	6	6	5	5	5	5
Water										
Water mains (miles)	877	912	924	932	939	949	941	948	963	986
Fire hydrants	5,754	6,100	6,215	6,230	6,413	6,450	6,562	6,718	6,681	9,473
Sewer										
Sanitary sewers (miles)	402	454	475	481	483	509	478	497	509	538

Sources: Various county departments.

Note: No capital asset indicators are available for the general government function.

FORSYTH COUNTY, GEORGIA

WATER SYSTEM STATISTICS
Last Ten Fiscal Years

Fiscal Year	Average Daily Demand (1)	Maximum Daily Demand (1)	Water System Accounts (2)	Sewer System Accounts (2)
2006	10.88	17.05	39,895	13,356
2007	10.76	15.81	42,655	14,818
2008	9.92	29.54	43,286	15,234
2009	10.35	19.60	43,908	15,029
2010	11.70	19.20	44,631	16,974
2011	12.16	21.05	47,111	19,686
2012	11.90	22.05	48,745	21,076
2013	10.75	17.94	50,352	22,983
2014	12.00	17.24	52,309	24,830
2015	**12.83**	**21.09**	**54,951**	**27,201**

(1) Millions of gallons per day (MGD).

(2) Number at year end.

COMPLIANCE SECTION

MAULDIN & JENKINS

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

Board of Commissioners
of Forsyth County, Georgia
Cumming, Georgia

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Forsyth County, Georgia (the "County") as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 15, 2016. Our report includes a reference to other auditors who audited the financial statements of the Forsyth County Health Department, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. Our report also includes a reference to the change in accounting principle resulting from the implementation of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27,* and Statement No. 71*, Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB statement No. 68*.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2015-001 that we consider to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Forsyth County, Georgia's Response to Finding

The County's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

Mauldin & Jenkins, LLC

Atlanta, Georgia
June 15, 2016

MAULDIN & JENKINS

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Board of Commissioners
of Forsyth County, Georgia
Cumming, Georgia

Report on Compliance for Each Major Federal Program

We have audited Forsyth County, Georgia's (the "County's") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2015. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2015.

Report on Internal Control Over Compliance

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

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

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

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

Mauldin & Jenkins, LLC

Atlanta, Georgia
June 15, 2016

FORSYTH COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2015

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Contract or Project Number	Total Expenditures
U.S. DEPARTMENT OF JUSTICE			
Edward Byrne Memorial Justice Assistance Grant	16.738	2014-DJ-BX-0835	$ 22,301
Edward Byrne Memorial Justice Assistance Grant	16.738	2015-DJ-BX-0368	12,166
			34,467
State Criminal Alien Assistance Program	16.606	2015-AP-BX-0561	7,358
Passed through the Criminal Justice Coordinating Council:			
VOCA Victims Assistance Grant (Sheriff)	16.575	C12-8-209	28,093
VOCA Victims Assistance Grant (District Attorney)	16.575	C14-8-108	54,683
VOCA Victims Assistance Grant (Sheriff)	16.575	C15-8-066	16,897
VOCA Victims Assistance Grant (District Attorney)	16.575	C15-8-153	23,215
			122,888
Equitable Sharing Program	16.922	GA-0580000	139,723
Total U.S. Department of Justice			304,436
U.S.DEPARTMENT OF TRANSPORTATION			
Passed through the Georgia Department of Transportation:			
Formula Grants for Other than Urbanized Areas	20.509	T005055	152,668
Formula Grants for Other than Urbanized Areas	20.509	T005558	100,692
			253,360
Passed through the Georgia Department of Transportation:			
Highway Planning and Construction Grant	20.205	CSSTP-0009-00(316)	2,471,668
Passed through the Governor's Office of Highway Safety:			
Highway Enforcement Aggressive Traffic (H.E.A.T.)	20.600	GA-2015-58-00293	29,327
Highway Enforcement Aggressive Traffic (H.E.A.T.)	20.600	GA-2016-58-00346	10,161
			39,488
Total U.S. Department of Transportation			2,764,516
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Passed through the Legacy Link, Inc:			
Special Programs for the Aging: Title III, Part B	93.044	427-93-07070254-99	31,545
Special Programs for the Aging: Title III, Part C	93.045	427-93-07070254-99	199,949
Nutrition Services Incentive	93.053	427-93-07070254-99	36,933
Total Aging Cluster			268,427
Passed through the Legacy Link, Inc:			
Social Services Block Grant	93.667	427-93-07070254-99	24,820
Passed through Deanna, Inc:			
Congregate Meal Transportation	93.558	42700-362-23666	105,077
Total U.S. Department of Health and Human Services			398,324

(Continued)

FORSYTH COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2015

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Contract or Project Number	Total Expenditures
U.S. DEPARTMENT OF DEFENSE			
Payments in Lieu of Taxes - Flood Lands	12.112	2015	$ 320,381
Total U.S. Department of Defense			320,381
U.S. DEPARTMENT OF THE INTERIOR			
Payments in Lieu of Taxes	15.226	2015	47,631
Total U.S. Department of the Interior			47,631
U.S. DEPARTMENT OF HOMELAND SECURITY			
Passed through Georgia Emergency Management Agency:			
Emergency Management Performance Grant	97.042	OEM14-060	26,326
Emergency Management Performance Grant	97.042	OEM15-060	26,326
			52,652
Hazard Mitigation Grant Program	97.039	PDMC-PL-04-GA-2014-003	22,500
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	FEMA-4215-DR-GA	198,667
Total U.S. Department of Homeland Security			273,819
Total Expenditures of Federal Awards			$ 4,109,107

See accompanying note to schedule of expenditures of federal awards.

FORSYTH COUNTY, GEORGIA

NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2015

(1) Summary of Significant Accounting Policies

Basis of Presentation and Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting. Under the modified accrual basis of accounting, expenditures are recognized when the related liability is incurred.

In instances where the grant agreement requires the County to match grant awards with local funds, such matching funds are excluded in the accompanying Schedule of Expenditures of Federal Awards.

Federal grant programs which are administered through State agencies (pass-through awards) have been included in this report. These programs are operated according to Federal regulations promulgated by the Federal agency providing the funding.

The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the financial statements.

FORSYTH COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2015

SECTION I
SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	__X__ yes ____ no
Significant deficiencies identified?	____ yes __X__ none reported
Noncompliance material to financial statements noted?	____ yes __X__ no

Federal Awards

Internal control over major programs:	
Material weaknesses identified?	____ yes __X__ no
Significant deficiencies identified?	____ yes __X__ none reported
Type of auditor's report issued on compliance for major federal programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	____ yes __X__ no

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
20.205	Highway Planning and Construction Grant

Dollar threshold used to distinguish between Type A and Type B programs:	$750,000
Auditee qualified as low-risk auditee?	____ yes __X__ no

FORSYTH COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2015

SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES

2015-001 Reporting of Beginning Equity Balances

Criteria: Internal controls should be in place to ensure the financial statements properly present the financial position of the County's funds in accordance with generally accepted accounting principles (GAAP).

Condition: Internal controls were not sufficient to detect misstatements in the reporting of the equity balances of the County's funds as of the beginning of the period under audit.

Context/Cause: During our testing, audit adjustments were required to adjust beginning fund balance / net position of several of the County's funds to agree with the ending equity balances as reported in the prior year financial statements. These adjustments were required as a result of general ledger activity that occurred during the year that improperly adjusted the fund balance / net position of the funds noted below:

- In the General Fund, an adjustment of approximately $894,000;
- In the Insurance Premium Tax Fund, an adjustment of approximately $883,000;
- In the Grant Fund, an adjustment of approximately $16,000;
- In the Water & Sewerage Authority, an adjustment of approximately $44,000;
- In the Solid Waste Fund, an adjustment of approximately $1,360,000;
- In the Fleet Maintenance Fund, an adjustment of approximately $247,000.

Effects: Total misstatements related to the reporting of beginning fund balance / net position for the year ended December 31, 2015 was $3,444,000.

Recommendation: We recommend the County carefully review its general ledger activity throughout the year to ensure that any adjustments to fund balance / net position are proper and in accordance with GAAP.

Auditee's Response: We concur with the finding. We will implement policies and procedures to monitor general ledger activity to ensure any adjustments to equity balances are proper and in accordance with GAAP.

FORSYTH COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2015

SECTION III
FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None reported

FORSYTH COUNTY, GEORGIA

SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2015

2014-001 Reporting of Capital Assets

Condition: Internal controls were not sufficient to detect misstatements in the County's financial statements as of and for the year ended December 31, 2014 with regard to capital assets.

Status: During the current period under audit, no such misstatements were noted in the reporting of the County's capital asset balances.

2014-002 Revenue Recognition

Condition: Internal controls were not sufficient to detect misstatements in the reporting of the County's revenues and related balance sheet accounts.

Status: During the current period under audit, no such misstatements were noted in the reporting of the County's revenues and related balance sheet accounts.

2014-003 Expenditures and Related Liabilities

Condition: Material misstatements were detected in the reporting of the County's expenditures and the related liabilities.

Status: During the current period under audit, no such misstatements were noted in the reporting of the County's expenditures and related liabilities.

FORSYTH COUNTY, GEORGIA

MANAGEMENT'S CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED DECEMBER 31, 2015

2015-001 Reporting of Beginning Equity Balances

Name of the Contact Person Responsible for the Corrective Action Plan: Dave Gruen, Chief Financial Officer.

Corrective Action Plan: The Finance Director monitors and approves all entries made by staff therefore, no entries will be posted to the beginning equity balances.

Anticipated Completion Date: In place