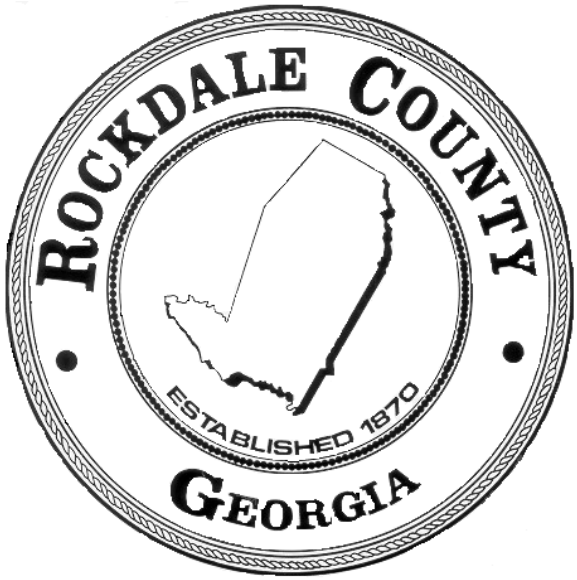


ROCKDALE COUNTY, GEORGIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2016

Prepared by:
Rockdale County Department of Finance
Rockdale County Administration & Services Building
958 Milstead Avenue, Room 300
Conyers, Georgia 30012

ROCKDALE COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2016

Prepared by:
Department of Finance

ROCKDALE COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2016

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ROCKDALE COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
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ROCKDALE COUNTY, GEORGIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
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INTRODUCTORY SECTION

November 27, 2017

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

The Comprehensive Annual Financial Report of Rockdale County, Georgia for the fiscal year ended December 31, 2016, is hereby submitted as mandated by both local ordinance and state statutes. These ordinances and statutes require that Rockdale County, Georgia issue an annual report on its financial position and activity and that this report be audited by an independent firm of certified public accountants. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of various funds, account groups, and component units of Rockdale County, Georgia. All disclosures necessary to enable the reader to gain an understanding of the County financial activities have been included.

The management of Rockdale County, Georgia is responsible for establishing and maintaining an effective internal control structure. In developing and evaluating Rockdale County, Georgia's accounting system, consideration is given to the adequacy of its system of internal control. We believe Rockdale County, Georgia's internal accounting controls adequately safeguard assets and provide reasonable assurance for proper recording of financial transactions.

This report has been prepared in accordance with State statutes set forth in an Act providing uniform standards for audits of municipalities and counties within the State of Georgia. The firm of Mauldin & Jenkins was selected to perform an annual audit, and a copy of the auditor's report is included in the financial section of this report.

As a recipient of federal and state financial assistance, Rockdale County, Georgia is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. The internal control structure is subject to periodic evaluation by the management of the County. Information related to a Single Audit, including a schedule of expenditures of federal awards, the independent auditor's reports on internal controls and compliance with applicable laws and regulations, and a schedule of findings and questioned costs are included in the single audit report.

Accounting principles generally accepted in the United States of America (U.S. GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Rockdale County, Georgia MD&A can be found immediately following the report of the independent auditors.

Profile of the County

Rockdale County was created from parts of Henry and Newton counties in 1870. Its name was inspired by the granite strata underlying the surface soil in the area. From its population in 2000 of 70,576 to its current population estimate of 90,900, the county has experienced a growth change of 20,324. Rockdale County has one municipality, the City of Conyers.

BOARD OF COMMISSIONERS
OZ NESBITT SR., CHAIRMAN
Sherri L. Washington., Commissioner Post I
Dr. Doreen Williams, Commissioner Post II

DEPARTMENT OF FINANCE
ROSELYN MILLER, DIRECTOR
TELEPHONE: 770-278-7555
FACSIMILE: 770- 278-8910

Rockdale County is governed by a three member Board of Commissioners, which includes a full-time chairman and two part-time commissioners. Commission members are elected in partisan, at-large elections to serve staggered terms of four years each.

The Chairman of the board is the Chief Executive Officer of the county government and generally directs and controls administration and business operations of the county. Consistent with resolutions of the Board of Commissioners, the Chairman establishes rules and regulates purchasing services for all county departments, offices and agencies.

An organizational chart depicting the current structure associated with the management of the County is included in this introductory section.

The financial statements, schedules, and statistical tables included in this report pertain to all functions and funds directly under the control of Rockdale County Board of Commissioners. Also included are trust and agency funds administered and controlled by various elected or appointed officials which are not reported upon by any other entity. The Conyers-Rockdale Big Haynes Impoundment Authority and the Rockdale County Water and Sewerage Authority are reported as blended component units, and while legally separate from the county, are reported as if they were part of the primary government. The Conyers-Rockdale Library System and the Rockdale County Health Department are included in the financial statements as discretely presented component units.

Local Economy
Rockdale County's top five specialized industries, by employment, 11% Manufacturing, 10.6% Healthcare & Social assistance, 8.6% Construction, 4.9% Real estate, and 3% Information. The industry mix was relatively unchanged between 2015 and 2016. Between 2000 and 2016, Rockdale's population grew 30%, this created significant manufacturing opportunities.

Fortunately, construction shows signs of improvement as building permits increased for the fifth consecutive year. While the county's peak was 874 issued in 2005, and dropped to a low of 56 in 2009, the number has increased steadily each year, topping out at 200 in 2016. We believe this is a sign of economic recovery and we will again experience positive growth and a return of construction jobs. In addition, new development in the county provided construction jobs in the short term, which generate new operational jobs and more visitors in the long term.

At December 2016, Rockdale County's unemployment rate was 5.7%; the statewide unemployment rate was 5.4%. This is an improvement for both Rockdale and the state of Georgia; Rockdale County was 6.4% in 2015 and state-wide the rate was 6.0%.

Between 2005 and 2008, our Tax Digest increase by 31%. However, like most counties, Rockdale County was negatively impacted by the downturn in the economy beginning in 2009, and by 2013 our Tax Digest had decreased 35% as compared to the 2007 peak. Fortunately, between 2015 and 2016 our Tax Digest increased 4.2%. We anticipate the 2017 Digest will increase approximately 5% in total.

Long-Term Financial Planning
An unassigned fund balance in the general fund (52.6% of total general fund revenues) falls within the policy guidelines set by the Board of Commissioners for budgetary and planning purposes.

The County continued its partnership with the city of Conyers, Rockdale County Public Schools, Rockdale Water and Sewerage Authority, the Conyers-Rockdale Economic Development Council, the Development Authority of Rockdale County, and the Conyers-Rockdale Chamber of Commerce to draw up guidelines that provide uniform oversight and administration of incentives for new business development.

BOARD OF COMMISSIONERS
OZ NESBITT SR., CHAIRMAN
Sherri L. Washington., Commissioner Post I
Dr. Doreen Williams, Commissioner Post II

DEPARTMENT OF FINANCE
ROSELYN MILLER, DIRECTOR
TELEPHONE: 770-278-7555
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Rockdale County continues to use a capital project based 1% sales tax to finance approximately $14.4 million of capital assets annually. The Special Purpose Local Option Sales Tax (SPLOST) referendum was voter approved in July 2010. Through SPLOST funds the county has been committed to the completion of many projects. The funds have been used to make numerous improvements to the county's roads, intersections and bridges. Rockdale County citizens voted to extend the current SPLOST for another six years beginning April 1, 2017.

In July 2001, Rockdale County implemented the Homestead Option Sales Tax (HOST) after being approved by 70% of voters in a March 2001 referendum. In 2016, 82% of this sales tax was used to reduce County property taxes in the form of a homestead exemption credit collected for County operations from homestead properties. In 2016, $1.5 million was committed for capital outlay projects.

Rockdale County's financial condition is demonstrated by the Aa2, Aa2, and Aa3 rating from the national rating agency Moody's for its general obligation bonds, revenue bonds, and certificates of participation, respectively. The County's ratings were reaffirmed in February 2013.

Relevant Financial Policies
Rockdale County operates under a set of fiscal policies which establishes operational objectives and promotes continuity in fiscal decision-making, and long-term financial stability of the County. These policies cover financial areas in operating budget, reserve fund balances, accounting, auditing and financial reporting, and purchasing.

The County strives to maintain a minimum unassigned fund balance in its General Fund, which is 35% of the subsequent year's budgeted expenditures. This minimum fund balance is to protect against cash flow shortfalls related to timing of projected revenue receipts and to maintain a budget stabilization commitment. Conservative budgeting has enabled the County to adhere to this policy.

The County has established a financial and budgetary policy which is reviewed and updated as necessary by approval of the Board of Commissioners. Budgetary control is maintained at the department level. No increase in the overall budget can be made without the approval of the Board of Commissioners and amendment to the budget. Unencumbered appropriations in the annual operating budget lapse at fiscal year-end.

Major Initiatives
Rockdale launched a new software system that allows Parks & Recreation visitors to make online reservations and payments for all County facilities and recreation programs, thereby saving time, staff oversight and paper production. Members also can now have an ID card to scan at the desk for quick and easy check in to program activities and the community center.

Rockdale County made significant improvements by resurfacing 33.9 miles of 98 roads through the SPLOST Pavement Resurfacing Program and completed maintenance on 138 roads for a total of 33.7 miles through the Pavement Maintenance Program countywide.

In 2016, the water treatment staff managed to achieve its 9th Platinum Award from Georgia Association of Water Professionals. This award is only granted to facilities meeting and/or exceeding permit requirement of the Sage Drinking Water Act for 100% compliance, as one violation throughout the year will disqualify the water system from consideration.

BOARD OF COMMISSIONERS
OZ NESBITT SR., CHAIRMAN
Sherri L. Washington., Commissioner Post I
Dr. Doreen Williams, Commissioner Post II

DEPARTMENT OF FINANCE
ROSELYN MILLER, DIRECTOR
TELEPHONE: 770-278-7555
FACSIMILE: 770- 278-8910

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Rockdale County, Georgia for its comprehensive annual financial report for the fiscal year ended December 31, 2015.

This was the eighth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

The preparation, design and publication of this Comprehensive Annual Financial Report could not have been accomplished without the efficient and dedicated service of the entire finance office staff. We would also like to express our gratitude and appreciation to the firm of Mauldin & Jenkins, LLC for their technical guidance and assistance to make this a quality report.

Sincere appreciation also goes to the various elected officials, and county department directors for their assistance and positive attitude throughout the year in matters pertaining to the financial affairs of the County.

Finally, credit also must be given to the County Commissioners for their unfailing support for maintaining the highest standards of professionalism in the management of the County's finances.

Respectfully submitted,



Roselyn Miller
Finance Director

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Rockdale County

Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2015

Executive Director/CEO

Rockdale County Government
Organizational Chart
2016

BOARD OF COMMISSIONERS

Commissioners elected at-large

-- **Chairman**, Oz Nesbitt, Sr.
-- Commissioner Post I, Sherri Washington, Esq.
-- Commissioner Post II, Doreen Williams

Report to the full Board of Commissioners

--- Corey Hambrick, Chief of Staff
--- Finance Department Director, Roselyn Miller
--- County Attorney
M. Qadar A. Baig & Associates, LLC

County Departments and/or Appointed Officials that Statutorily Report to Commission Chairman

--- Board of Assessors: Lamar Sims, Director/Chief
--- Executive Assistant to the Chairman: Claire Harris
--- Legislative Affairs/Clerk: Jennifer Rutledge, Director
--- Fire and Rescue: Dan Morgan, Director/Chief
--- Planning and Development: Marshall Walker, Director
--- Human Resources: Toni Holmes, Director
--- Mgnt. Info. Services (MIS): Jim Howell, Director
--- Public Relations: Jorge Lopez, Director
--- Recreation & Maintenance: Sue Sanders, Director
--- Water Resources: Dwight Wicks, Director
--- Transportation: Miguel Valentin, Director

COUNTY ELECTED POSITIONS

Elected by the Voters of Conyers/Rockdale County

--- Commissioner, Chairman: Oz Nesbitt, Sr.
--- Commissioner, Post I: Sherri Washington, Esq.
--- Commissioner, Post II: Doreen Williams
--- Clerk of Courts: Ruth A. Wilson
--- Coroner: George Levett
--- District Attorney: Richard R. Read
--- Magistrate Court Chief Judge: Phinia Aten
All other Magistrates Appointed by Chief Magistrate
--- Probate Court Judge: Clarence Cuthpert
--- Sheriff: Eric Levett
--- State Court Judge: Nancy Bills
--- Superior Court Judge(s)
Chief Superior Court Judge: David B. Irwin
Superior Court Judge: Robert Mumford
--- Tax Commissioner: Tisa Smart-Washington

Appointed by Chief Superior Court Judge

--- Juvenile Court, Judge: Maureen Wood
--- Public Defender: Steven Purvis

COUNTY PARTNERSHIPS

--- Board of Elections & Voter Registration
Board of Elections *(Members appointed by political parties)*
Cynthia Welch, Supervisor of Elections

--- Cooperative Extension
Board of Regents/University of Georgia
Steve Pettis, County Agent

--- Environmental Health
State Office: East Metro Health District
Don Loggins, Director

--- Health Department
State Office: Department of Health & Human Services
Cathy Staples, Director

--- Nancy Guinn Memorial Library
State Office: Georgia Public Library Service
Stacy Brown, Director

--- Veterans Services
State Office: Department of Veterans Services
Janice Mohr, Director

March 2017

ROCKDALE COUNTY, GEORGIA

PRINCIPAL COUNTY OFFICIALS
DECEMBER 31, 2016

BOARD OF COMMISSIONERS

Oz Nesbitt, Sr.	Chairman / CEO
Sherri L Washington	Commissioner Post 1
Doreen Williams	Commissioner Post 2

OTHER ELECTED OFFICIALS

Chief Superior Court Judge	David Irwin
Superior Court Judge	Robert Mumford
State Court Judge	Nancy Bills
District Attorney	Richard Read
Chief Magistrate Judge	Phinia Aten
Clerk of Superior Court	Ruth Wilson
Coroner	George Levett
Probate Judge	Clarence Cuthpert, Jr.
Sheriff	Eric Levett
Tax Commissioner	Tisa Smart-Washington

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FINANCIAL SECTION

MAULDIN & JENKINS

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
of Rockdale County, Georgia
Conyers, 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 **Rockdale County, Georgia** (the "County"), as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Conyers-Rockdale County Library System and the Rockdale County Health Department, which represents 100% 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 Conyers-Rockdale County Library System and the Rockdale 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 of 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 Rockdale County, Georgia as of December 31, 2016, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparisons for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 4 through 11), the Schedule of Funding Progress on page 77, the Schedule of Changes in the County's Net Pension Liability and Related Ratios, the Schedule of County Contributions, the Schedule of Proportionate Share of the Net Pension Liability – Rockdale County Health Department, the Schedule of Contributions – Rockdale County Health Department, the Schedule of Proportionate Share of the Net Pension Liability – Conyers-Rockdale Library System, and the Schedule of Contributions – Conyers-Rockdale Library System (on pages 78 – 83) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Rockdale County, Georgia's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of special purpose local option sales tax proceeds is presented for purposes of additional analysis as required by the Official Code of Georgia Annotated 48-8-121, and is not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance, and is also not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 27, 2017, on our consideration of Rockdale County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Rockdale County, Georgia's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Macon, Georgia
November 27, 2017

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As management of the Rockdale County, Georgia (the County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of Rockdale County, Georgia for the year ended December 31, 2016. We encourage readers to read the information presented here in conjunction with the additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

FINANCIAL HIGHLIGHTS

- The assets of the County exceeded its liabilities at the close of the most recent year by $439,719,099 (*net position*). Of this amount, $37.14 million (*unrestricted net position*) may be used to meet the County's ongoing obligations to citizens and creditors.
- The County's total net position decreased by $3,899,703 in the year ended December 31, 2016.
- As of the close of the current year, the County's governmental funds reported a combined ending fund balance of $66,288,158 an increase of $1,325,202 in comparison with the prior year.
- At the end of the current year, fund balance for the General Fund was $39,548,765, or 66.2% of total General Fund expenditures.
- The County's governmental activities long term liabilities increased by $7,905,697 during the current year. This included a decrease of debt by $2,003,701 which was due to scheduled principal payments; offset by an increase in the Other Post Employment Benefit costs of $10,948,233.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all the County's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *statement of activities* presents information showing how the County's net position changed during the most recent year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of the related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, judicial, public safety, public works, parks and recreation, and housing and development. The business-type activities of the County include water/wastewater and stormwater operations.

The government-wide financial statements can be found on pages 12 and 13 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. 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 financial 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 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 government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

The County maintains 25 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, the Homestead Option Sales Tax Capital Projects Fund, and the 2010 Sales Tax Capital Projects Fund, because they are considered to be major funds. Data from the other 22 governmental funds (14 special revenue funds, six capital projects funds, and two debt service funds) are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor 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. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget. The basic governmental fund financial statements can be found on pages 14 – 19 of this report.

Proprietary funds. The County maintains two proprietary 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/Wastewater Fund and Stormwater Utility Fund.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water/Wastewater Fund which is a major enterprise fund, and the Stormwater Fund which is considered to be a nonmajor fund of the County.

The basic proprietary fund financial statements can be found on pages 20 – 23 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 statement because the resources of those funds are *not* available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statement can be found on page 24 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 25 – 76 of this report.

Required supplementary information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's pension and OPEB plans. Required supplementary information can be found on page 77 of this report.

Other information. The combining statements referred to earlier in connection with nonmajor governmental funds and enterprise funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 84– 108 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by $439,719,099 at the close of the most recent year.

By far the largest portion of the County's net position (83.56%) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that are still outstanding. 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 cannot be used to liquidate these liabilities.

Rockdale County's Net Position
As of December 31, 2016 and 2015

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Current and other assets	$ 73,192,442	$ 73,897,839	$ 54,470,562	$ 49,156,147	$ 127,663,004	$ 123,053,986
Capital assets	279,506,069	288,068,276	177,740,136	182,793,591	457,246,205	470,861,867
Total assets	352,698,511	361,966,115	232,210,698	231,949,738	584,909,209	593,915,853
Deferred outflows of resources	9,663,925	2,318,414	9,639,466	9,142,120	19,303,391	11,460,534
Other liabilities	5,121,329	5,705,937	6,789,584	7,598,931	11,910,913	13,304,868
Long-term liabilities outstanding	55,169,525	47,263,828	96,396,230	99,996,274	151,565,755	147,260,102
Total liabilities	60,290,854	52,969,765	103,185,814	107,595,205	163,476,668	160,564,970
Deferred inflows of resources	1,016,833	1,192,615	-	-	1,016,833	1,192,615
Net position:						
Net investment in capital assets	269,002,285	275,407,123	98,413,548	99,012,328	367,415,833	374,419,451
Restricted	28,881,548	25,399,672	6,279,345	6,077,606	35,160,893	31,477,278
Unrestricted	3,170,916	9,315,354	33,971,457	28,406,719	37,142,373	37,722,073
Total net position	$ 301,054,749	$ 310,122,149	$ 138,664,350	$ 133,496,653	$ 439,719,099	$ 443,618,802

An additional portion of the County's net position (8%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position ($37,142,373) may be used to meet the County's ongoing obligations to citizens and creditors.

At the end of the current year, the County is able to report positive balances in all three categories of net position, both for the County as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior year.

Rockdale County's Changes in Net Position
For the Years Ended December 31, 2016 and 2015

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Revenues:						
Program revenues						
Charges for services	$ 9,555,585	$ 9,386,969	$ 35,700,296	$ 34,690,006	$ 45,255,881	$ 44,076,975
Operating grants and contributions	3,431,925	5,443,834	-	-	3,431,925	5,443,834
Capital grants and contributions	1,245,069	378,235	-	-	1,245,069	378,235
General revenues:						
Property taxes	29,683,121	31,038,163	-	-	29,683,121	31,038,163
Sales taxes	28,823,965	28,512,210	-	-	28,823,965	28,512,210
Insurance premium tax	3,910,686	3,858,651	-	-	3,910,686	3,858,651
Other taxes	2,263,563	1,816,790	-	-	2,263,563	1,816,790
Unrestricted investment earnings	290,621	250,717	11,838	5,269	302,459	255,986
Total revenues	79,204,535	80,685,569	35,712,134	34,695,275	114,916,669	115,380,844
Expenses:						
General government	12,347,137	12,868,703	-	-	12,347,137	12,868,703
Judicial	8,954,588	7,721,525	-	-	8,954,588	7,721,525
Public safety	38,255,144	35,687,953	-	-	38,255,144	35,687,953
Public works	21,034,046	23,420,488	-	-	21,034,046	23,420,488
Culture and recreation	3,641,966	3,243,432	-	-	3,641,966	3,243,432
Health and welfare	1,742,169	3,166,759	-	-	1,742,169	3,166,759
Housing and development	1,178,148	1,001,927	-	-	1,178,148	1,001,927
Interest on long-term debt	651,793	580,480	-	-	651,793	580,480
Water and wastewater	-	-	28,535,175	28,410,197	28,535,175	28,410,197
Stormwater	-	-	2,476,206	1,525,112	2,476,206	1,525,112
Total expenses	87,804,991	87,691,267	31,011,381	29,935,309	118,816,372	117,626,576
Change in net position before transfers	(8,600,456)	(7,005,698)	4,700,753	4,759,966	(3,899,703)	(2,245,732)
Transfers	(466,944)	997,750	466,944	(997,750)	-	-
Change in net position	(9,067,400)	(6,007,948)	5,167,697	3,762,216	(3,899,703)	(2,245,732)
Net position, beginning, as restated	310,122,149	316,130,097	133,496,653	129,734,437	443,618,802	445,864,534
Net position, ending	$ 301,054,749	$ 310,122,149	$ 138,664,350	$ 133,496,653	$ 439,719,099	$ 443,618,802

Governmental activities:

Total governmental revenues decreased $1,481,034 in comparison with the prior year. Operating grants decreased during the year mainly due to a decrease in Housing and Development activity. There were no significant differences between the original and final budgets for the General Fund. Total expenses of $87,804,991 increased by $113,724 from calendar year 2015.

Business-type activities. The business-type activities are comprised of the County's water and sewer and stormwater utility operations. Charges for services accounted for 99% of business-type activities revenues and increased $1,016,859 in comparison with 2015. The addition of 665 new water and sewer customers during 2016 plus dryer than normal weather conditions that persisted during the spring and summer of 2016 accounts for most of this increase. Total expenses increased by $1,076,072. This is mainly due to planned Stormwater projects started in 2016.

Financial Analysis of the County's Funds

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

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

At the end of 2016 and 2015, the combined ending fund balances of the County's governmental funds were $66,288,158 and $64,962,956, respectively. This increase is mainly due to completion of public works SPLOST projects in 2016. Approximately 52.6% of ending fund balance or $34,841,464 constitutes unassigned fund balance, which is available as working capital for current spending in accordance with the purposes of the specific funds. A portion of the fund balance at December 31, 2016, $2,189,310, is termed non-spendable to indicate that it is not available for new spending because it is reserve for prepaid items or advances to other funds. An additional $28,881,548 is restricted for public safety needs, debt service payments, and other capital projects. The remaining $375,836 is committed for the subsequent years budget.

The County has only three major governmental funds which include the General Fund, the HOST Fund, and the 2010 SPLOST Fund. The General Fund is the primary operating fund of the County. It accounts for many of the County's core services such as law enforcement, fire protection, planning, roads and streets, and administration. At the end of 2016, the General Fund had a positive fund balance of $39,548,765. This is an increase of $144,329 from the beginning fund balance.

In accordance with the Homestead Option Sales Tax (HOST) Legislation, the County may allocate up to 20% of the previous year's receipts to capital outlay projects. The County capital factor has varied over the years from zero to 20%, the maximum allowed under the law. The County has traditionally used its annual capital amounts from HOST for land, buildings and systems, improvements, machinery and equipment, vehicles, roads, highways, and bridges.

The 2010 Sales Tax Fund accounts for the financial resources provided from the 2010 one percent special purpose local option sales tax. Such funds were approved by voter referendum for transportation projects, public safety, parks and recreation, and Water and Sewer projects. At the end of 2016, the 2010 Sales Tax Capital Fund ended with a fund balance of $13,899,868. This represents an increase of $3,167,787 from calendar year 2015 which was due to less capital outlay in calendar year 2016.

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

The net position of the County's enterprise funds increased by $5,167,697 in 2016 because of operations in the enterprise funds.

Capital Asset and Debt Administration

Capital Assets. As of the year ended December 31, 2016, governmental activities and business-type activities had capital assets of $457,246,205 (net of accumulated depreciation) invested in land, buildings, system improvements, infrastructure, and machinery and equipment. The total decrease in the County's investment in capital assets for the current year was $13,615,662. This is not unusual; typically every year the capital assets decrease because the annual depreciation expense is greater than new purchases and construction.

Rockdale County's Capital Assets
(net of depreciation)
As of December 31, 2016 and 2015

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Land	$ 59,279,118	$ 59,188,416	$ 13,927,987	$ 13,927,987	$ 73,207,105	$ 73,116,403
Buildings and improvements	58,220,046	59,691,443	2,560,966	3,042,698	60,781,012	62,734,141
Infrastructure	128,572,676	134,650,353	154,610,457	159,417,459	283,183,133	294,067,812
Improvements other than buildings	4,068,422	4,549,039	-	-	4,068,422	4,549,039
Machinery and equipment	10,480,427	11,327,146	5,311,490	4,783,519	15,791,917	16,110,665
Construction in progress	18,885,380	18,661,879	1,329,236	1,621,928	20,214,616	20,283,807
Total	$ 279,506,069	$ 288,068,276	$ 177,740,136	$ 182,793,591	$ 457,246,205	$ 470,861,867

Additional information on the County's capital assets can be found in Note 7 on pages 45 - 47 of this report.

Debt Administration. At the end of December 31, 2016, the County had total bonded debt outstanding of $99,986,138. Of this amount, $3,566,138 was backed solely by the full faith and credit of the County and $96,420,000 was secured by specified revenue sources. This is a decrease of $6,348,922 and is due mostly to scheduled principal payments on long term debt.

Rockdale County maintains an "Aa2", "Aa2", and "Aa3" rating from the national rating agency Moody's for its general obligation bonds, revenue bonds, and certificates of participation, respectively.

State statutes limit the amount of general obligation debt a governmental entity may issue to ten percent of its total assessed valuation. The statutory limit at year end for the County was $241,185,500.

Additional information on the County's debt can be found in Note 8 on pages 47 - 55 of this report.

Status of Rockdale County's Economy:

According to the latest information available, the County's 2016 unemployment rate is 5.70%, which is higher than the state's average of 5.40%. The County's employment for 2016 is estimated at 41,038 and will continue to grow as more businesses come to the area.

Beginning in late 2008, the construction industry has suffered from the economic recession. This has impacted building permits in most counties. However over the past years Rockdale County has experienced steady recovery in the issuance of building permits which we believe is a sign of an improving economy. In 2007, there were 508 building permits issued, this dropped to 56 in 2009, but has rebounded significantly to 200 in 2016.

Rockdale County is in a period posing both significant challenges and opportunities. Management is committed to working with all stakeholders to craft solutions that will most effectively use the available resources to continue to provide excellent services to the residents of the County.

Requests for information:

This financial report is designed to provide a general overview of Rockdale County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Department of Finance, 958 Milstead Avenue, Suite 300, Conyers, Georgia 30012.

ROCKDALE COUNTY, GEORGIA

STATEMENT OF NET POSITION
DECEMBER 31, 2016

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Conyers-Rockdale Library System	Rockdale County Health Department
ASSETS					
Cash and cash equivalents	$ 54,415,105	$ 42,307,263	$ 96,722,368	$ 930,461	$ 2,088,883
Investments	3,796,119	-	3,796,119	154,811	231,106
Taxes receivable	1,946,560	-	1,946,560	-	-
Accounts receivable, net of allowances	486,475	3,826,359	4,312,834	45,189	72,748
Due from other governments	8,980,938	-	8,980,938	-	-
Internal balances	2,484,525	(2,484,525)	-	-	-
Prepaid expenses	65,887	11,506	77,393	-	-
Restricted assets:					
Cash and cash equivalents	-	10,809,959	10,809,959	-	-
Other noncurrent asset - interest rate swap	1,016,833	-	1,016,833	-	-
Capital assets:					
Nondepreciable	78,164,498	15,257,223	93,421,721	335,000	-
Depreciable, net	201,341,571	162,482,913	363,824,484	8,032,200	16,890
Total assets	352,698,511	232,210,698	584,909,209	9,497,661	2,409,627
DEFERRED OUTFLOWS OF RESOURCES					
Pension	9,596,281	1,502,205	11,098,486	148,156	197,364
Deferred charge on refunding	67,644	8,137,261	8,204,905	-	-
Total deferred outflows of resources	9,663,925	9,639,466	19,303,391	148,156	197,364
LIABILITIES					
Accounts payable	3,646,710	688,513	4,335,223	8,030	101,742
Accrued liabilities	1,225,580	1,436,393	2,661,973	-	-
Unearned revenues	249,039	-	249,039	-	-
Customer deposits payable	-	4,664,678	4,664,678	-	-
Noncurrent liabilities:					
Due within one year	4,343,579	5,805,976	10,149,555	22,118	45,395
Due in more than one year	50,825,946	90,590,254	141,416,200	670,160	1,280,080
Total liabilities	60,290,854	103,185,814	163,476,668	700,308	1,427,217
DEFERRED INFLOWS OF RESOURCES					
Pension	-	-	-	143,719	123,894
Deferred revenue - effective hedge	1,016,833	-	1,016,833	-	-
Total deferred inflows of resources	1,016,833	-	1,016,833	143,719	123,894
NET POSITION					
Net investment in capital assets	269,002,285	98,413,548	367,415,833	8,367,200	16,890
Restricted for debt service	737,729	6,279,345	7,017,074	-	-
Restricted for judicial programs	534,807	-	534,807	-	-
Restricted for public safety programs	3,415,111	-	3,415,111	-	-
Restricted for other capital projects	24,193,901	-	24,193,901	297,886	-
Restricted for health and welfare	-	-	-	-	660,720
Unrestricted	3,170,916	33,971,457	37,142,373	136,704	378,270
Total net position	$ 301,054,749	$ 138,664,350	$ 439,719,099	$ 8,801,790	$ 1,055,880

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

ROCKDALE COUNTY, GEORGIA

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2016

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenues and Changes in Net Position: Governmental Activities	Net (Expenses) Revenues and Changes in Net Position: Business-type Activities	Net (Expenses) Revenues and Changes in Net Position: Total	Net (Expenses) Revenues and Changes in Net Position: Conyers-Rockdale Library System	Net (Expenses) Revenues and Changes in Net Position: Rockdale County Health Department
Primary government:									
Governmental activities:									
General government	$ 12,347,137	$ 3,370,379	$ 36,557	$ -	$ (8,940,201)	$ -	$ (8,940,201)	$ -	$ -
Judicial	8,954,588	2,694,350	1,685,482	-	(4,574,756)	-	(4,574,756)	-	-
Public safety	38,255,144	2,337,995	565,250	-	(35,351,899)	-	(35,351,899)	-	-
Public works	21,034,046	126,831	-	1,243,821	(19,663,394)	-	(19,663,394)	-	-
Culture and recreation	3,641,966	403,655	-	1,248	(3,237,063)	-	(3,237,063)	-	-
Health and welfare	1,742,169	622,375	600,232	-	(519,562)	-	(519,562)	-	-
Housing and development	1,178,148	-	544,404	-	(633,744)	-	(633,744)	-	-
Interest on long-term debt	651,793	-	-	-	(651,793)	-	(651,793)	-	-
Total governmental activities	87,804,991	9,555,585	3,431,925	1,245,069	(73,572,412)	-	(73,572,412)	-	-
Business-type activities:									
Water and wastewater	28,535,175	33,786,377	-	-	-	5,251,202	5,251,202	-	-
Stormwater	2,476,206	1,913,919	-	-	-	(562,287)	(562,287)	-	-
Total business-type activities	31,011,381	35,700,296	-	-	-	4,688,915	4,688,915	-	-
Total primary government	$ 118,816,372	$ 45,255,881	$ 3,431,925	$ 1,245,069	(73,572,412)	4,688,915	(68,883,497)	-	-
Component units:									
Conyers-Rockdale Library System	$ 1,580,569	$ 147,870	$ 168,303	$ 34,854	-	-	-	(1,229,542)	-
Rockdale County Health Department	1,679,892	810,723	572,608	-	-	-	-	-	(296,561)
Total component units	$ 3,260,461	$ 958,593	$ 740,911	$ 34,854	-	-	-	(1,229,542)	(296,561)
General revenues:									
Property taxes					29,683,121	-	29,683,121	-	-
Sales taxes					28,823,965	-	28,823,965	-	-
Insurance premium tax					3,910,686	-	3,910,686	-	-
Alcoholic beverage taxes					628,179	-	628,179	-	-
Business occupational taxes					566,667	-	566,667	-	-
Franchise taxes					904,202	-	904,202	-	-
Other taxes					164,515	-	164,515	-	-
Unrestricted investment earnings					290,621	11,838	302,459	1,244	-
Grants and contributions not restricted to specific purpose					-	-	-	941,172	603,732
Transfers					(466,944)	466,944	-	-	-
Total general revenues and transfers					64,505,012	478,782	64,983,794	942,416	603,732
Change in net position					(9,067,400)	5,167,697	(3,899,703)	(287,126)	307,171
Net position, beginning of year					310,122,149	133,496,653	443,618,802	9,088,916	748,709
Net position, end of year					$ 301,054,749	$ 138,664,350	$ 439,719,099	$ 8,801,790	$ 1,055,880

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

ROCKDALE COUNTY, GEORGIA

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2016

	General	Homestead Option Sales Tax Capital Projects	2010 Sales Tax Capital Projects	Nonmajor Governmental Funds	Totals Governmental Funds
ASSETS					
Cash and cash equivalents	$ 23,129,967	$ 2,859,585	$ 11,784,130	$ 16,641,423	$ 54,415,105
Investments	3,796,119	-	-	-	3,796,119
Taxes receivable, net	1,911,778	-	-	34,782	1,946,560
Accounts receivable, net	265,167	-	-	221,308	486,475
Due from other governments	3,282,947	1,436,615	1,436,757	2,824,619	8,980,938
Due from other funds	11,516,650	-	1,708,401	1,020,005	14,245,056
Prepaid expenditures	65,887	-	-	-	65,887
Advances to other funds	2,123,423	-	-	-	2,123,423
Total assets	$ 46,091,938	$ 4,296,200	$ 14,929,288	$ 20,742,137	$ 86,059,563
LIABILITIES					
Accounts payable	$ 2,444,611	$ -	$ 1,029,420	$ 172,679	$ 3,646,710
Accrued liabilities	1,225,355	-	-	-	1,225,355
Unearned revenue	249,039	-	-	-	249,039
Due to other funds	1,860,530	6,188,337	-	3,711,664	11,760,531
Advances from other funds	-	-	-	2,123,423	2,123,423
Total liabilities	5,779,535	6,188,337	1,029,420	6,007,766	19,005,058
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	763,638	-	-	2,709	766,347
Total deferred inflows of resources	763,638	-	-	2,709	766,347
FUND BALANCES (DEFICIT)					
Nonspendable:					
Prepaid expenditures	65,887	-	-	-	65,887
Advances to other funds	2,123,423	-	-	-	2,123,423
Restricted for:					
Judicial programs	-	-	-	534,807	534,807
Public safety programs	-	-	-	3,415,111	3,415,111
Debt service	-	-	-	737,729	737,729
Other capital projects	-	-	13,899,868	10,294,033	24,193,901
Committed - subsequent years budget	375,836	-	-	-	375,836
Unassigned	36,983,619	(1,892,137)	-	(250,018)	34,841,464
Total fund balances (deficit)	39,548,765	(1,892,137)	13,899,868	14,731,662	66,288,158
Total liabilities, deferred inflows of resources, and fund balances (deficit)	$ 46,091,938	$ 4,296,200	$ 14,929,288	$ 20,742,137	$ 86,059,563

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

ROCKDALE COUNTY, GEORGIA

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION DECEMBER 31, 2016

Total fund balances for governmental funds:		$ 66,288,158
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		279,506,069
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.		766,347
The deferred outflows of resources related to the pension is not a financial asset and, therefore, is not reported in governmental funds.		9,596,281
Certain long term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. All liabilities, both current and long-term, are reported in the statement of net position net of issuance premiums and discounts, and refunding deferral amounts.		
Certificates of participation	$ (9,235,000)	
Unamortized premium on certificates of participation	(6,138)	
Unamortized refunding deferral amount on certificates of participation	67,644	
Fair value of interest rate swap	1,016,833	
Deferred fair value of interest rate swap	(1,016,833)	
Notes payable	(97,708)	
Contractual obligation - revenue bonds payable	(5,000,000)	
Unamortized premium on contractual obligations	(28,701)	
Compensated absences payable	(2,734,494)	
Landfill postclosure	(490,000)	
General liability claims	(277,192)	
Net pension liability	(15,743,969)	
Net OPEB liability	(21,556,323)	
Total long-term liabilities		(55,101,881)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.		(225)
Net position of governmental activities		$ 301,054,749

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

ROCKDALE COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE YEAR ENDED DECEMBER 31, 2016

	General	Homestead Option Sales Tax Capital Projects	2010 Sales Tax Capital Projects	Nonmajor Governmental Funds	Totals Governmental Funds
REVENUES					
Property taxes	$ 30,894,985	$ -	$ -	$ 58,584	$ 30,953,569
Sales taxes	-	14,411,830	14,412,135	-	28,823,965
Other taxes	6,127,663	-	-	46,586	6,174,249
Charges for services	3,881,504	-	-	1,987,154	5,868,658
Licenses and permits	479,022	-	-	436,049	915,071
Intergovernmental	556,204	-	-	3,916,718	4,472,922
Fines and forfeitures	2,046,470	-	-	400,544	2,447,014
Interest revenue	208,792	4,548	29,785	251,568	494,693
Contributions and donations	14,372	-	-	-	14,372
Other revenues	243,843	-	-	66,627	310,470
Total revenues	44,452,855	14,416,378	14,441,920	7,163,830	80,474,983
EXPENDITURES					
Current:					
General government	9,670,454	-	-	73,720	9,744,174
Judicial	6,269,125	-	-	2,371,713	8,640,838
Public safety	31,214,777	-	-	2,416,747	33,631,524
Public works	5,850,473	-	-	137	5,850,610
Culture and recreation	2,292,981	-	-	-	2,292,981
Health and welfare	1,461,317	-	-	139,572	1,600,889
Housing and development	319,856	-	-	851,535	1,171,391
Intergovernmental	-	-	2,002,420	-	2,002,420
Capital outlay	-	2,217,213	7,830,269	1,084,802	11,132,284
Debt service:					
Principal	1,990,505	-	-	-	1,990,505
Interest	684,197	-	-	-	684,197
Total expenditures	59,753,685	2,217,213	9,832,689	6,938,226	78,741,813
Excess (deficiency) of revenues over (under) expenditures	(15,300,830)	12,199,165	4,609,231	225,604	1,733,170
OTHER FINANCING SOURCES (USES)					
Transfers in	15,386,330	-	-	147	15,386,477
Transfers out	(147)	(14,411,830)	(1,441,444)	-	(15,853,421)
Proceeds from the sale of capital assets	58,976	-	-	-	58,976
Total other financing sources (uses)	15,445,159	(14,411,830)	(1,441,444)	147	(407,968)
Net change in fund balances	144,329	(2,212,665)	3,167,787	225,751	1,325,202
Fund balances, beginning of year	39,404,436	320,528	10,732,081	14,505,911	64,962,956
Fund balances (deficit), end of year	$ 39,548,765	$ (1,892,137)	$ 13,899,868	$ 14,731,662	$ 66,288,158

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

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ROCKDALE 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, 2016

Net change in fund balances - total governmental funds		$ 1,325,202
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay	$ 4,179,623	
Depreciation expense	(11,651,161)	(7,471,538)
The net effect of various miscellaneous transactions (i.e., sales and donations) is to decrease net assets.		(1,090,669)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		(1,270,448)
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. Governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Also, the refunding deferral amount, which is the difference in the amount that is sent to the paying agent to be escrowed for payment of refunded debt and the principal amount of debt refunded, is amortized as an adjustment of interest expense in the statement of activities. The effects of these items are as follows:		
Repayment of the principal of long-term debt	$ 1,990,505	
Amortization of premium on long-term debt	13,195	
Amortization of the refunding deferral amount on the refunding certificates of participation	18,970	2,022,670
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. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. The following amounts represent the net liability changes using the full accrual method of accounting:		
General liability claims	$ (84,584)	
Compensated absences	(106,277)	
Landfill postclosure liability	70,000	
Accrued interest on long-term debt	239	
Net pension liability	231,053	
OPEB liability	(2,693,048)	(2,582,617)
		$ (9,067,400)

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

ROCKDALE COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (BUDGET BASIS) AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
REVENUES:				
Property taxes	$ 27,067,801	$ 30,894,985	$ 30,894,985	$ -
Other taxes	5,372,788	6,127,663	6,127,663	-
Charges for services	3,890,381	3,881,504	3,881,504	-
Licenses and permits	382,598	479,022	479,022	-
Intergovernmental	435,123	556,204	556,204	-
Fines and forfeitures	2,152,327	2,046,470	2,046,470	-
Interest revenue	91,064	208,792	208,792	-
Contributions and donations	83,077	14,372	14,372	-
Other revenues	166,916	243,843	243,843	-
Total revenues	39,642,075	44,452,855	44,452,855	-
EXPENDITURES:				
Current:				
General government:				
Board of Commissioners	581,590	602,931	602,931	-
Finance	1,798,231	1,185,488	1,185,488	-
Personnel	771,880	828,372	828,372	-
Information systems	1,276,267	1,494,263	1,494,263	-
Public affairs	285,434	257,433	257,433	-
Legal	419,600	534,066	534,066	-
Tax Assessor	722,333	702,774	702,774	-
Tax Commissioner	950,019	831,280	831,280	-
Public buildings	1,791,388	1,792,450	1,792,450	-
Election and registrars	580,804	566,182	566,182	-
General appropriations	852,584	875,215	875,215	-
Total general government	10,030,130	9,670,454	9,670,454	-
Judicial:				
Clerk of Superior Court	1,292,819	1,191,787	1,191,787	-
Clerk of State Court	553,389	559,858	559,858	-
Superior Court	344,474	335,761	335,761	-
State Court	406,142	374,403	374,403	-
Juvenile Court	703,555	811,283	811,283	-
Probate Court	530,934	503,024	503,024	-
District attorney	1,484,435	1,355,251	1,355,251	-
Magistrate Court	551,386	551,001	551,001	-
Public defender	573,962	586,756	586,756	-
Total judicial	6,441,096	6,269,124	6,269,124	-
Public safety:				
Sheriff	12,158,946	12,122,297	12,122,297	-
Jail	8,524,603	8,590,495	8,590,495	-
Fire department	10,356,496	9,991,404	9,991,404	-
Coroner	142,452	179,302	179,302	-
Communications	1,797,546	413,409	413,409	-
Animal control	320,231	293,708	293,708	-
Total public safety	33,300,274	31,590,615	31,590,615	-
Public works	6,037,090	5,850,473	5,850,473	-
Culture and recreation:				
Recreation	1,351,980	1,362,297	1,362,297	-
Library	930,684	930,684	930,684	-
Total culture and recreation	2,282,664	2,292,981	2,292,981	-

(Continued)

ROCKDALE COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET (BUDGET BASIS) AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	Budgeted Amounts			Variance with Final
	Original	Final	Actual	Budget
EXPENDITURES: (CONTINUED)				
Current:				
Health and welfare:				
Community services - aging program	$ 925,531	$ 984,580	$ 984,580	$ -
General health	362,700	364,387	364,387	-
General welfare	112,000	112,350	112,350	-
Total health and welfare	1,400,231	1,461,317	1,461,317	-
Housing and development:				
Conservation	4,853	7,353	7,353	-
Cooperative extension service	224,543	209,012	209,012	-
Economic development	150,000	103,491	103,491	-
Total housing and development	379,396	319,856	319,856	-
Debt service	2,672,554	2,674,701	2,674,701	-
Total expenditures	62,543,435	60,129,521	60,129,521	-
Deficiency of revenues under expenditures	(22,901,360)	(15,676,666)	(15,676,666)	-
OTHER FINANCING SOURCES (USES)				
Transfers in	22,887,174	15,386,330	15,386,330	-
Transfers out	-	(147)	(147)	-
Proceeds from the sale of capital assets	14,186	58,976	58,976	-
Total other financing sources (uses)	22,901,360	15,445,159	15,445,159	-
Net change in fund balances	-	(231,507)	(231,507)	-
Fund balances, beginning of year	39,404,436	39,404,436	39,404,436	-
Fund balances, end of year	$ 39,404,436	$ 39,172,929	$ 39,172,929	$ -

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

ROCKDALE COUNTY, GEORGIA

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2016

	Water and Sewer	Nonmajor Stormwater	Totals
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	$ 36,618,746	$ 5,688,517	$ 42,307,263
Restricted assets, cash and cash equivalents	10,809,959	-	10,809,959
Accounts receivable, net of allowances	3,789,168	37,191	3,826,359
Due from other funds	258,433	31,591	290,024
Prepaid expenses	-	11,506	11,506
Total current assets	51,476,306	5,768,805	57,245,111
NONCURRENT ASSETS			
Capital assets:			
Nondepreciable	14,507,696	749,527	15,257,223
Depreciable, net of accumulated depreciation	161,566,837	916,076	162,482,913
Total noncurrent assets	176,074,533	1,665,603	177,740,136
Total assets	227,550,839	7,434,408	234,985,247
DEFERRED OUTFLOWS OF RESOURCES			
Pension	1,306,027	196,178	1,502,205
Deferred charge on refunding	8,137,261	-	8,137,261
Total deferred outflows of resources	9,443,288	196,178	9,639,466
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable	618,407	70,106	688,513
Accrued liabilities	164,091	22,839	186,930
Current portion - compensated absences	266,999	18,977	285,976
Customer deposits payable	4,640,109	24,569	4,664,678
Due to other funds	1,835,049	939,500	2,774,549
Payable from restricted assets:			
Accrued interest	1,249,463	-	1,249,463
Revenue bonds payable, current portion	5,520,000	-	5,520,000
Total current liabilities	14,294,118	1,075,991	15,370,109
NONCURRENT LIABILITIES			
Compensated absences, net of current portion	89,000	6,326	95,326
Revenue bonds payable, net of current portion	85,225,000	-	85,225,000
Net pension liability	2,071,128	263,289	2,334,417
Net OPEB liability	2,669,109	266,402	2,935,511
Total noncurrent liabilities	90,054,237	536,017	90,590,254
Total liabilities	104,348,355	1,612,008	105,960,363
NET POSITION			
Net investment in capital assets	96,747,945	1,665,603	98,413,548
Restricted for debt service	6,279,345	-	6,279,345
Unrestricted	29,618,482	4,352,975	33,971,457
Total net position	$ 132,645,772	$ 6,018,578	$ 138,664,350

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

ROCKDALE COUNTY, GEORGIA

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	Water and Sewer	Nonmajor Stormwater	Totals
OPERATING REVENUES			
Charges for services:			
Water and sewer sales (security for water revenue bonds)	$ 31,949,095	$ -	$ 31,949,095
Stormwater charges	-	1,912,937	1,912,937
Connection charges (security for water revenue bonds)	891,180	-	891,180
Late charges (security for water revenue bonds)	780,543	-	780,543
Miscellaneous	165,559	982	166,541
Total operating revenues	33,786,377	1,913,919	35,700,296
OPERATING EXPENSES			
Personal services	6,159,731	728,201	6,887,932
Purchased or contracted services	6,679,687	252,607	6,932,294
Supplies and other expenses	4,042,321	103,486	4,145,807
Repair and maintenance	821,984	1,261,893	2,083,877
Depreciation	7,660,660	130,019	7,790,679
Total operating expenses	25,364,383	2,476,206	27,840,589
Operating income (loss)	8,421,994	(562,287)	7,859,707
NONOPERATING INCOME (EXPENSES)			
Interest income	-	11,838	11,838
Interest expense	(3,170,792)	-	(3,170,792)
Total nonoperating income (expenses)	(3,170,792)	11,838	(3,158,954)
Income (loss) before transfers	5,251,202	(550,449)	4,700,753
TRANSFERS			
Transfers in	1,441,444	-	1,441,444
Transfers out	(974,500)	-	(974,500)
Total transfers	466,944	-	466,944
Change in net position	5,718,146	(550,449)	5,167,697
Net position, beginning of year	126,927,626	6,569,027	133,496,653
Net position, end of year	$ 132,645,772	$ 6,018,578	$ 138,664,350

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

ROCKDALE COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	Water and Sewer	Nonmajor Stormwater	Totals
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	$ 34,721,837	$ 2,691,070	$ 37,412,907
Payments to suppliers	(12,340,144)	(1,542,451)	(13,882,595)
Payments to employees	(5,816,627)	(682,237)	(6,498,864)
Net cash provided by operating activities	16,565,066	466,382	17,031,448
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers out	(974,500)	-	(974,500)
Net cash used in noncapital financing activities	(974,500)	-	(974,500)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and construction of capital assets	(2,704,452)	(32,772)	(2,737,224)
Transfer in - SPLOST fund	1,441,444	-	1,441,444
Principal paid on bonds	(5,150,000)	-	(5,150,000)
Interest paid	(2,500,937)	-	(2,500,937)
Net cash used in capital and related financing activities	(8,913,945)	(32,772)	(8,946,717)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends received	-	11,838	11,838
Net cash provided by investing activities	-	11,838	11,838
Net increase in cash and cash equivalents	6,676,621	445,448	7,122,069
Cash and cash equivalents:			
Beginning of year	40,752,084	5,243,069	45,995,153
End of year	$ 47,428,705	$ 5,688,517	$ 53,117,222
Classified as:			
Cash and cash equivalents	$ 36,618,746	$ 5,688,517	$ 42,307,263
Restricted assets, cash	10,809,959	-	10,809,959
	$ 47,428,705	$ 5,688,517	$ 53,117,222

(Continued)

ROCKDALE COUNTY, GEORGIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	Water and Sewer	Nonmajor Stormwater	Totals
Reconciliation of operating income (loss) to net cash provided by operating activities:			
Operating income (loss)	$ 8,421,994	$ (562,287)	$ 7,859,707
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation	7,660,660	130,019	7,790,679
Changes in assets and liabilities:			
(Increase) decrease in accounts receivable	(85,834)	36,401	(49,433)
Increase in due from other funds	-	(15,940)	(15,940)
Decrease in prepaids and other assets	27,423	27,781	55,204
Increase in deferred outflows of resources-pension	(1,022,309)	(170,385)	(1,192,694)
Increase (decrease) in accounts payable	(823,575)	47,754	(775,821)
Increase in accrued liabilities	22,026	9,780	31,806
Increase in net pension liability	990,068	165,011	1,155,079
Increase in net OPEB liability	320,025	33,918	353,943
Increase in compensated absences	33,294	7,640	40,934
Decrease in customer deposits	(39,839)	-	(39,839)
Increase in due to other funds	1,061,133	756,690	1,817,823
Net cash provided by operating activities	$ 16,565,066	$ 466,382	$ 17,031,448

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

ROCKDALE COUNTY, GEORGIA

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2016

	Agency Funds
ASSETS	
Cash and cash equivalents	$ 17,702,216
Taxes receivable	4,263,897
Total assets	$ 21,966,113
LIABILITIES	
Due to others	21,966,113
Total liabilities	$ 21,966,113

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

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Rockdale 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. The Financial Reporting Entity

The County is a political subdivision of the State of Georgia created by legislative act in 1870. The County is governed by an elected Board of Commissioners who is governed by state statutes and regulations. As required by generally accepted accounting principles, the financial statements of the reporting entity include those of the County (the primary government), its pension plan and its component units. Also, the fiduciary activities of various constitutional officers, judges, and other judicial officials are included in the Agency Funds. These include the Tax Commissioner, Superior Court, State Court, Sheriff, Probate Court, Juvenile Court, and Magistrate Court.

The component units discussed below are included in the County's reporting entity because of the significance of their operational and financial relationship with the County.

In conformity with generally accepted accounting principles, as set forth in the Statement of Governmental Accounting Standards No. 14, "The Financial Reporting Entity", as amended by Statement No. 61, "The Financial Reporting Entity–Omnibus" the component units' financial statements have been included as both blended and discretely presented. Blended component units, although legally separate entities, are, in substance, part of the County's operations and so financial data from these units are combined with the financial data of the primary government. The discretely presented component units' financial data is reported in a separate column in the statement of net position and the statement of activities to emphasize that it is legally separate from the County. The component units' financial information disclosed within these statements reflect the most recently audited financial statements.

Blended Component Units

The **Conyers-Rockdale Big Haynes Impoundment Authority** (the "BHIA") is governed by a five-member board appointed by the City of Conyers and the Rockdale County Board of Commissioners. Although it is legally separate from the County, the BHIA is reported as if it were part of the primary government because its sole purpose is as a financing authority to acquire, construct and equip, on a limited basis, capital assets for the County. The BHIA board is essentially the same as the County's and the County can impose its will on the BHIA. No separate financial statements for the BHIA are issued.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. The Financial Reporting Entity (Continued)

Blended Component Units (Continued)

The **Rockdale County Water and Sewerage Authority** (the "W&S Authority") is governed by a seven-member board appointed by the Rockdale County Board of Commissioners. The W&S Authority provides a means to issue revenue bonds. Although it is legally separate from the County, the W&S Authority is reported as if it were part of the primary government because its sole purpose is to provide adequate water and sewerage services and to manage, lease or own water and sewerage treatment facilities and other related facilities. Such responsibilities have been assigned to the County as part of a lease agreement as discussed in Note 17. No separate financial statements for the W&S Authority are issued.

Discretely Presented Component Units

The **Rockdale County Health Department** (the "Health Department") is governed by a seven-member board: The Chief Executive Officer of the County, the Chief Executive Office of the City of Conyers, the Rockdale County School Superintendent, three members appointed by the Rockdale County Board of Commissioners and one member appointed by City of Conyers Council. The County, by virtue of its appointments and the presence of the Chief Executive Officer on the board, controls a majority of the Health Department's governing body positions. Although the County does not have the authority to approve or modify the Health Department's operational and capital budgets, it does have the ability to control the amount of funding it provides to the Health Department. Such funding is significant to the overall operations of the Health Department.

The **Conyers-Rockdale Library System** (the "Library") is governed by a nine-member board, appointed by the Rockdale County Board of Commissioners. Two of the nine members are selected for appointment from recommendations provided by the President of the Conyers Civic League. Three of the nine members are selected for appointment from recommendations provided by the City of Conyers. Although the County does not have the authority to approve or modify the Library's operational or capital budgets, it does have the ability to control the amount of funding it provides. Such funding is significant to the overall operations of the Library.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. The Financial Reporting Entity (Continued)

Discretely Presented Component Units (Continued)

The Health Department and Library operate on a June 30 fiscal year end. The financial information presented is as of June 30, 2016. Complete financial statements of the individual component units may be obtained directly from their administrative offices.

Addresses of the administrative offices are as follows:

Rockdale County Health Department
985 Taylor Street
Conyers, Georgia 30012

Conyers-Rockdale Library System
864 Green Street
Conyers, Georgia 30012

B. Government-wide and Fund Financial Statements

The basic financial statements consist of government-wide financial statements and fund financial statements. Both sets of statements distinguish between the governmental and business-type activities of the County.

Government-wide financial statements include a statement of net position and a statement of activities. These statements report on the government as a whole, both the primary government and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from discretely presented component units. Fiduciary funds of the government are excluded from the government-wide financial statements since these resources are not available for general government funding purposes. Interfund activity is eliminated from the government-wide financial statements.

The statement of net position reports all financial and capital resources and includes, net of accumulated depreciation, non-current capital assets and non-current liabilities.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-wide and Fund Financial Statements (Continued)

The statement of activities reports functional categories of programs provided by the County and demonstrates how and to what degree those programs are supported by specific revenue. Program revenues are classified into three categories; 1) charges for services to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function, 2) operating grants and contributions that are restricted to meeting the operational requirements of a function, and 3) capital grants and contributions that are restricted to meeting the capital requirements of a particular function. General revenues are comprised of taxes and other items collected, which support all functions of the County and contribute to the change in the net position for the year. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Administrative overhead charges are included in direct expenses for the business-type activities.

The fund financial statements report additional information about the County's operations for major funds individually and in the aggregate for nonmajor funds. Separate fund financial statements are provided for governmental funds, proprietary funds, and fiduciary funds.

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, although the agency funds 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.

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 revenues to be available if they are collected within 60 days of the end of the current period, with the exception of grants, which are recognized when all eligibility requirements have been met. Property taxes, sales taxes, franchise taxes, licenses, and investment income associated with the current period are all considered to be susceptible to accrual and so have been recognized as revenues of the current period. All other revenue items are considered to be measurable and available only when cash is received by the County. 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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

In accordance with GASB Statement No. 33, "Accounting and Financial Reporting for Non-exchange Transactions", the corresponding assets (receivables) in non-exchange transactions are recognized in the period in which the underlying exchange occurs, when an enforceable legal claim has arisen, when all eligibility requirements have been met, or when resources are received, depending on the revenue source.

Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

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 ***Homestead Option Sales Tax Fund*** accounts for the receipt and disbursement of the financial resources provided by the homestead option sales tax (HOST). The HOST is used to replace funds lost as a result of the County providing for a homestead exemption from County ad valorem taxes.

The ***2010 Sales Tax Fund*** accounts for the financial resources to be provided from the 2010 one percent Special Purpose Local Option Sales Tax and the proceeds from the issuance of general obligation sales tax bonds. The sales tax is required to be used for debt service payments on the sales tax general obligation bonds, certain County and City of Conyers road improvements, enhancements of the County jail facility, water line infrastructure, and various other County and City of Conyers public safety and recreational projects.

The County reports the following major proprietary fund:

The ***Water and Sewer Fund*** accounts for the provision of water and sewer services to the residents of the County. All activities necessary to provide such services are accounted for in this fund.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Additionally, the County reports the following fund types:

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

The ***capital projects funds*** account for the acquisition of capital assets and construction or improvement of major capital projects, such as construction of new roads.

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

The ***Pension Trust Fund*** accounts for the assets of the County's general employee defined contribution pension plan and is accounted for in essentially the same manner as the proprietary funds, using the same measurement focus.

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

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

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for sales and services provided. The County also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for the proprietary funds 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.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Budgets and Budgetary Accounting

An operating budget is legally adopted each year for the General Fund, Special Revenue Funds and Debt Service Funds. The Capital Project Funds adopt project-length budgets. An annual operating budget is prepared for the Enterprise Fund for planning, control, cost allocation, and evaluation purposes.

The level of controls (the level at which expenditures may not legally exceed appropriations) for each legally adopted annual operating budget is at the department level. During the year, supplemental appropriations are approved by the Board of Commissioners to cover unforeseen expenditures and are funded out of contingency accounts, from positive revenue and expenditure variances or unappropriated fund balances.

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

1. Prior to December 1, the Chairman submits to the Board of Commissioners a proposed operating budget for the year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to January 1, the budget is legally enacted through the passage of an ordinance.
4. The enacted budget may be amended only by formal action by the Board of Commissioners in public meetings, except that the Director of Finance may make interdepartmental amendments not associated with personnel services as long as the Board of Commissioners is notified of the changes.
5. Expenditures may not legally exceed appropriations.
6. Unencumbered appropriations lapse at year-end, with the exception of capital project funds.

E. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve that portion of the appropriation, is employed in the governmental funds. Encumbrances outstanding at year-end are reported as committed fund balances in the governmental funds, as they do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Cash, Cash Equivalents, and Investments

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with an original maturity date of three months or less. Investments are stated at fair value, based on quoted market prices. Georgia law authorizes the County to invest in obligations of the State of Georgia or of any other states; obligations issued by the United States; obligations fully insured or guaranteed by the United States government or governmental agency; prime bankers' acceptances; The State of Georgia Local Government Investment Pool (Georgia Fund 1); repurchase agreements; and obligations of other political subdivisions of the State of Georgia. The investment in the Georgia Fund 1 represents the County's portion of a pooled investment account operated by the Office of the State Treasurer. The pool consists of U.S. treasury obligations, securities issued or guaranteed by the U.S. Government or any of its agencies or instrumentalities, banker's acceptances, overnight and term repurchase agreements with highly rated counterparties, and collateralized bank accounts. The pool also adjusts the value of its investments to fair value as of year-end and the County's investment in the Georgia Fund 1 is reported at fair value. The County considers amounts held in Georgia Fund 1 as cash equivalents for financial statement presentation.

The remaining investments are recorded at fair value.

G. Receivables and Payables

Transactions between governmental funds that are representative of lending/borrowing arrangements have been eliminated in the government-wide statement of net position. Such transactions between the governmental and business-type activities are reported in the government-wide statement of net position as "internal balances." In the governmental funds balance sheets, these receivables and payables are classified as "due from other funds" or "due to other funds."

All account and property tax receivables are shown net of an allowance for uncollectible accounts. The allowance for uncollectible receivable balances represents estimates based on historical collection rates and account balance aging reports.

H. Inventories and Prepaid Items

Inventories are determined by actual physical count and are stated at cost generally using the first-in, first-out method (FIFO). In the governmental funds, the cost of inventory items are recorded as expenditures at the time of purchase (purchase method).

Prepaid items are accounted for using the consumption method. A prepaid item is recognized when a cash expenditure is made for goods or services that were purchased for consumption, but not consumed as of December 31.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, water and sewer distribution systems, and similar assets), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Governmental (general) capital assets are recorded as expenditures in the governmental funds statement of revenues, expenditures and changes in fund balances and capitalized at cost in the government-wide statement of net position. Purchased or constructed capital assets are reported at cost or estimated historical cost. General infrastructure assets acquired prior to the implementation of GASB Statement No. 34, consist of the streets network that were acquired or that received substantial improvements subsequent to January 1, 1980. Donated capital assets are recorded at their estimated fair value at the date of donation. The County's capitalization threshold is $5,000 for equipment, $50,000 for computer software, $25,000 for buildings and improvements, and $100,000 for infrastructure 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. Major outlays for capital assets and major improvements are capitalized as projects are constructed. Interest incurred during the construction period of capital assets of the proprietary funds is included as part of the capitalized value of the assets. The amount of interest capitalized is calculated by offsetting interest expense incurred with interest earned on investment proceeds over the same period. During 2016, the County capitalized $15,754 of interest.

Donated capital assets are recorded at their acquisition value at the date of donation.

Depreciation is calculated using the straight-line method over the following estimated useful lives.

	Life Years
Buildings and Improvements	10-50
Infrastructure	20-50
Improvements (other than buildings)	10-20
Machinery and Equipment	5-10

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 and deferred losses on refunded debt, are deferred and amortized over the life of the bonds using the bonds outstanding method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Long-Term Obligations (Continued)

Bond issuance costs, with the exception of any portion related to prepaid insurance costs, are expensed in the period incurred.

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

K. Landfill Postclosure Cost

Federal and state laws and regulations require the operator of a sanitary landfill to perform certain maintenance and monitoring functions at a closed site for 30 years after closure. The County is a party to an operating agreement for a sanitary landfill that was closed on September 1, 1993. The County includes its portion of the estimated postclosure cost liability as a government activities non-current liability in the government-wide statement of net position. The amount is based on what it would cost to perform all postclosure in 2016. Actual cost may be higher or lower due to inflation/deflation, changes in technology, or changes in regulations.

L. Deferred Outflows/Inflows of Resources

GASB Statements No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and No. 65, *Items Previously Reported as Assets and Liabilities*, establish accounting and financial reporting for deferred outflows/inflows of resources and the concept of net position as the residual of all other elements presented in a statement of net position.

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. The County has three items that qualify for reporting in this category. The first 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. The remaining two items, the investment earnings difference and the County's contributions subsequent to the measurement date, relate to the County's defined benefit pension plan and are consumptions of net position that apply to future periods. As such, they will be recognized as expense/expenditures when consumed.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. 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 fund balance that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has two types of items which qualify for reporting in this category, one of which only arises under the modified accrual basis of accounting. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes 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, the change in fair market value occurs each year, the asset and deferred inflow are adjusted.

M. Compensated Absences

The County maintains a paid time off policy ("PTO policy") pursuant to which employees earn annual leave at the rate of 12 days during the first year of service, 18 days per year after one year of service up to a maximum of 30 days per year after 20 years of service. The maximum allowed accumulation under the PTO policy is 60 days for regular full-time employees and 78 days for employees of the Fire Department (suppression personnel only). Any hours at the end of the year that exceed the respective limits will be forfeited.

Liabilities for compensated absences have been accrued in the proprietary funds and the government-wide statement of net position as compensated absences. A liability for compensated absences is accrued in the governmental fund type's balance sheets only when the liability has matured.

N. 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 plus deferred outflows of resources and liabilities plus deferred inflows of resources under the current financial resources measurement 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 purposes for which amounts in those funds can be spent. Fund balances are classified as follows:

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Fund Equity (Continued)

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

- ***Committed*** – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the County Commission through the adoption of a resolution. Only the County Commission may modify or rescind the commitment.

- ***Assigned*** – Fund balances are reported as assigned when amounts are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the County Commission has authorized the County's Chief Financial Officer, Finance Director, or Director of Administrative Services to assign fund balances.

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

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, and 3) unassigned.

Net Position – Net position represents the difference between assets plus deferred outflows of resources and liabilities plus 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 are available.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

O. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1 and were levied for the year ended December 31, 2016 on September 15, 2016, by the Board of Commissioners. Tax bills were mailed on October 12, 2016 and were due December 15, 2016. All unpaid amounts were delinquent and subject to collection efforts pursuant to the O.C.G.A. on November 16. Liens were placed on delinquent accounts on March 31, 2017.

Rockdale County bills and collects its own real and personal property taxes as well as property taxes for the County School System and State of Georgia. The County also collects automobile ad valorem and mobile home taxes for itself, the County School System, the State of Georgia and the City of Conyers. Collections and remittance of taxes are accounted for in the Tax Commissioner Agency Fund.

P. Restricted Assets

Certain debt proceeds from the Water and Sewer Authority's revenue bonds, as well as resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable covenants and agreements. When an expense is incurred for purposes for which both restricted and unrestricted net position are available, restricted assets are utilized first.

Q. Interest Rate Swap Agreements

The County has entered into an interest rate swap agreement, as further discussed in Note 8, to modify interest rates on outstanding debt. The net interest due, pursuant to the agreement, is recorded in the financial statements.

R. Statement of Cash Flows

For purposes of the statement of cash flows, investments purchased with an original maturity date of three months or less are considered cash equivalents.

S. 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 and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2. BUDGETARY COMPLIANCE AND DEFICIT FUND EQUITY

Budgetary Compliance. Appropriations for the General Fund, debt service funds, and special revenue funds are budgeted on a basis that is not consistent with generally accepted accounting principles (GAAP). The major difference between the budget basis and GAAP basis is that encumbrances are recognized as expenditures (budget) as opposed to commitments of fund balance (GAAP). Adjustments necessary to convert the results of operations at the end of the year on the budget basis to the GAAP basis are as follows:

	Net Change in Fund Balances			Fund Balances at the End of Year		
	General Fund	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	General Fund	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds
GAAP basis	$ 144,329	$ (396,096)	$ 61,832	$ 39,548,765	$ 4,815,621	$ 737,729
Increase (decrease) due to Encumbrances:						
Encumbrances December 31, 2016	(375,836)	-	-	(375,836)	-	-
Encumbrances December 31, 2015	-	197,509	-	-	197,509	-
Budget basis	$ (231,507)	$ (198,587)	$ 61,832	$ 39,172,929	$ 5,013,130	$ 737,729

The original budgeted appropriations for the year ended December 31, 2016, were amended through supplemental appropriations as follows:

	Original Appropriation Budget	Increase (Decrease)	Amended Appropriation Budget
General Fund	$ 62,543,435	$ (2,413,914)	$ 60,129,521
Special Revenue Funds	2,375,667	3,215,732	5,591,399
General Obligation Bonds Debt Service Fund	-	890	890
	$ 64,919,102	$ 802,708	$ 65,721,810

The General Fund budget increase resulted from amendments for increased expenditures to coincide with increased HOST proceeds. The special revenue funds' increases were made primarily to increase budgeted expenditures for additional expenditures resulting from additional grant revenues. The G.O. bonds debt service fund's increase resulted from amendments for increased expenditures.

Deficit Fund Equity. As of December 31, 2016, the NSP Grant, 1996 Road and Recreation Sales Tax, and Homestead Option Sales Tax funds had deficit fund balances of $234,854, $15,164, and $1,892,137, respectively. It is expected that additional grant revenues will provide positive net position in future years.

NOTE 3. CASH AND INVESTMENTS

A reconciliation of cash and cash equivalents and investments as shown on the government-wide and fiduciary funds statements of net position follows:

As reported in the statement of net position:	
Primary government	
Cash and cash equivalents	$ 96,722,368
Investments	3,796,119
Restricted assets:	
Cash and cash equivalents	10,809,959
Agency Funds - cash and cash equivalents	17,702,216
	$ 129,030,662
Cash deposited with financial institutions	$ 69,275,598
Cash on hand	10,995
Investment in Georgia Fund 1	55,947,950
Repurchase Agreement	3,796,119
	$ 129,030,662

Interest rate risk

While the County does not have a formal investment policy relating to specific investment related risk, the County manages its exposure to declines in fair values of its investment portfolio by generally limiting its investment in securities with maturities that are less than two years.

At December 31, 2016, information related to credit risk and interest rate risk related to the County's investments is disclosed as follows:

Investment	Weighted Average Maturity (Years)	Credit Rating	Fair Value
Guaranteed Investment Contract	11.5	(a)	$ 3,796,119

(a) This is a guaranteed contract with the Georgia Municipal Association and is not rate

NOTE 3. CASH AND INVESTMENTS (CONTINUED)

Fair Value Measurements. The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The County does not have any fair value measurements as of December 31, 2016.

The Guaranteed Investment Contract is a nonparticipating interest-earning investment contract and, accordingly, is recorded at cost of $3,796,119.

Custodial credit risk-deposits

This is the risk that, in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk. As of December 31, 2016, the total carrying amount of the County's deposits was $69,275,598 and the bank balance was $70,220,932. Of the bank balance, $1,249,834 was insured through the Federal Deposit Insurance Corporation (FDIC) and the remaining $68,971,098 was collateralized with securities held by the pledging financial institution's trust department or agent.

NOTE 3. CASH AND INVESTMENTS (CONTINUED)

Custodial credit risk-investments

This is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The County does not have a deposit policy for the custodial credit risk associated with investments. Of the repurchase agreements investment of $3,796,119, the County has a custodial credit risk exposure of $3,796,119 because the related securities are uninsured, unregistered and held by the County's brokerage firm, which is also the counterparty for the securities.

Credit risk

Georgia law authorizes the County to invest in obligations of the State of Georgia or of any other states; obligations issued by the United States; obligations fully insured or guaranteed by the United States government or governmental agency; prime bankers' acceptances; The State of Georgia Local Government Investment Pool; repurchase agreements; and obligations of other political subdivisions of the State of Georgia. It is the County's policy to limit its investments to these types of investments.

The local government investment pool, created by O.C.G.A. 36-83-8, is a stable net asset value investment pool which has an AAAf rating by Standard & Poor's. The pool consists of U.S. treasury obligations, securities issued or guaranteed by the U.S. Government or any of its agencies or instrumentalities, banker's acceptances, overnight and term repurchase agreements with highly rated counterparties, and collateralized bank accounts. The investment in the Georgia Fund 1 is valued at fair value. The Georgia Office of the State Treasurer is the agency with regulatory oversight for the local government investment pool. At December 31, 2016, Georgia Fund 1 Investments had a weighted average maturity of 34 days.

Concentration of credit risk

Excluding investments issued or explicitly guaranteed by the U.S. Government and investments in mutual funds, external investments pools, and other pooled investments, the County does not invest more than 5% of its total investments in any one issuer.

NOTE 4. RECEIVABLES

Receivables at December 31, 2016, consist of the following:

	General Fund	Nonmajor Governmental Funds	Total Governmental Activities
Taxes	$ 1,911,778	$ 34,782	$ 1,946,560
Accounts	265,167	221,308	486,475
	2,176,945	256,090	2,433,035
Less: allowance for uncollectibles	-	-	-
	$ 2,176,945	$ 256,090	$ 2,433,035

	Water and Sewer	Nonmajor Proprietary Fund	Total Business-type Activities
Accounts	$ 4,261,705	$ 2,135,949	$ 6,397,654
	4,261,705	2,135,949	6,397,654
Less: allowance for uncollectibles	(472,537)	(2,098,758)	(2,571,295)
	$ 3,789,168	$ 37,191	$ 3,826,359

NOTE 5. DUE FROM OTHER GOVERNMENTS

The County is due amounts from the State of Georgia for sales tax collected by the state and not remitted to the County as of December 31, 2016, an estimated amount for insurance premium taxes, and amounts due from federal and state grantor agencies. These amounts, as well as other miscellaneous amounts, comprise “due from other governments” in the statement of net position as follows:

Due From	Purpose	Amount
Governmental activities:		
City of Conyers	Miscellaneous	$ 52,518
State of Georgia	Sales tax	2,873,372
State of Georgia	Insurance premium tax	3,282,947
State of Georgia	Department of Transportation - Grants	2,289,455
State of Georgia	Miscellaneous Grants	482,646
		$ 8,980,938

The component units “Due from other governments” represent amounts due from federal and state grant programs.

NOTE 6. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Balances due to/from other funds at December 31, 2016, consist of the following:

Receivable Fund	Payable Fund	Amount
General Fund		
	Water and Sewer Fund	$ 1,647,722
	Homestead Option Sales Tax Capital Projects Fund	6,157,961
	Nonmajor Enterprise Fund	939,500
	Nonmajor Governmental Funds	2,771,467
Total General Fund		$ 11,516,650

The above balances are the result of the payment of expenditures by the General Fund on behalf of the other respective funds.

Receivable Fund	Payable Fund	Amount
2010 Sales Tax Capital Projects	General Fund	$ 1,552,665
	Water and Sewer Fund	155,736
Total 2010 Sales Tax Capital Projects		$ 1,708,401

The above balances are the result of the reimbursement of SPLOST approved projects by the 2010 Sales Tax Capital Projects Fund to the other respective funds.

Receivable Fund	Payable Fund	Amount
Nonmajor Governmental Funds	General Fund	$ 307,865
	Homestead Option Sales Tax Capital Projects Fund	30,376
	Nonmajor Governmental Funds	681,764
Total Nonmajor Governmental Funds		$ 1,020,005

The above balances represent expenditures incurred by the Nonmajor Governmental Funds for which the respective fund is responsible for the cost.

Receivable Fund	Payable Fund	Amount
Nonmajor Enterprise Fund	Water and Sewer Fund	$ 31,591

Receivable Fund	Payable Fund	Amount
Water and Sewer Fund	Nonmajor Governmental Funds	$ 258,433

The above balances represent the payment of expenditures on behalf of the other respective funds.

NOTE 6. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (CONTINUED)

Advances for the year ended December 31, 2016 consist of the following:

Receivable Fund	Payable Fund	Amount
General Fund	Major Governmental Funds	$ 2,123,423

The amounts payable to the General Fund relate to working capital loans made to other nonmajor governmental funds. None of the balance is expected to be collected in the subsequent year.

Interfund transfers for the year ended December 31, 2016 consist of the following:

Transfer To	Transfer From	Amount
General Fund Transfer to the General Fund for the homestead tax exemption.	Homestead Option Sales Tax Capital Projects Fund	$ 14,411,830
2010 SPLOST G.O. Bonds Debt Service Transfer to close 2010 SPLOST G.O. Bonds Debt Service fund.	General Fund	147
General Fund Transfer of funds for general fund expenditures.	Water and Sewer Fund	974,500
Water and Sewer Fund Transfer of funds for SPLOST projects.	2010 Sales Tax Capital Projects Fund	1,441,444
		$ 16,827,921

NOTE 7. CAPITAL ASSETS

The County's capital asset activity for the year ended December 31, 2016 was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	$ 59,188,416	$ 90,702	$ -	$ -	$ 59,279,118
Construction in progress	18,661,879	223,501	-	-	18,885,380
Total capital assets, not being depreciated	77,850,295	314,203	-	-	78,164,498
Capital assets, being depreciated:					
Buildings and improvements	82,891,836	163,553	-	-	83,055,389
Infrastructure	362,010,745	2,404,356	(1,817,781)	-	362,597,320
Improvements (other than buildings)	10,149,842	116,008	-	-	10,265,850
Machinery and equipment	38,137,334	1,181,503	(557,378)	-	38,761,459
Total capital assets, being depreciated	493,189,757	3,865,420	(2,375,159)	-	494,680,018
Less accumulated depreciation for:					
Buildings and improvements	(23,200,393)	(1,634,950)	-	-	(24,835,343)
Infrastructure	(227,360,392)	(7,391,364)	727,112	-	(234,024,644)
Improvements (other than buildings)	(5,600,803)	(596,625)	-	-	(6,197,428)
Machinery and equipment	(26,810,188)	(2,028,222)	557,378	-	(28,281,032)
Total accumulated depreciation	(282,971,776)	(11,651,161)	1,284,490	-	(293,338,447)
Total capital assets, being depreciated, net	210,217,981	(7,785,741)	(1,090,669)	-	201,341,571
Governmental activities capital assets, net	$ 288,068,276	$ (7,471,538)	$ (1,090,669)	$ -	$ 279,506,069

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Business-type activities:					
Capital assets, not being depreciated:					
Land	$ 13,927,987	$ -	$ -	$ -	$ 13,927,987
Construction in progress	1,621,928	721,120	-	(1,013,812)	1,329,236
Total capital assets, not being depreciated	15,549,915	721,120	-	(1,013,812)	15,257,223
Capital assets, being depreciated:					
Buildings and improvements	10,126,744	-	-	-	10,126,744
Infrastructure	247,335,168	1,453,765	-	140,126	248,929,059
Machinery and equipment	13,676,907	562,339	-	873,686	15,112,932
Total capital assets, being depreciated	271,138,819	2,016,104	-	1,013,812	274,168,735
Less accumulated depreciation for:					
Buildings and improvements	(7,084,046)	(481,732)	-	-	(7,565,778)
Infrastructure	(87,917,709)	(6,400,893)	-	-	(94,318,602)
Machinery and equipment	(8,893,388)	(908,054)	-	-	(9,801,442)
Total accumulated depreciation	(103,895,143)	(7,790,679)	-	-	(111,685,822)
Total capital assets, being depreciated, net	167,243,676	(5,774,575)	-	1,013,812	162,482,913
Business-type activities capital assets, net	$ 182,793,591	$ (5,053,455)	$ -	$ -	$ 177,740,136

NOTE 7. CAPITAL ASSETS (CONTINUED)

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

Governmental activities:	
General government	$ 231,820
Judicial	16,857
Public safety	2,673,246
Public works	7,574,043
Culture and recreation	1,058,125
Health and welfare	97,070
Total depreciation expense - governmental activities	$ 11,651,161
Business-type activities:	
Water and sewer	$ 7,660,660
Stormwater	130,019
Total depreciation expense - business-type activities	$ 7,790,679

Discretely Presented Component Units

The Rockdale County Board of Health and the Conyers-Rockdale Library System's capital asset activity for the fiscal year ended June 30, 2016, was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Conyers-Rockdale Library System					
Capital assets, not being depreciated:					
Land	$ 335,000	$ -	$ -	$ -	$ 335,000
Total capital assets, not being depreciated	335,000	-	-	-	335,000
Capital assets, being depreciated:					
Buildings and improvements	10,698,261	-	-		10,698,261
Improvements (other than buildings)	95,211	-	-	-	95,211
Library books and reference materials	2,198,652	65,570	(130,780)	-	2,133,442
Furniture, equipment and vehicles	596,908	20,579	-	-	617,487
Total capital assets, being depreciated	13,589,032	86,149	(130,780)	-	13,544,401
Less accumulated depreciation for:					
Buildings and improvements	(3,042,963)	(267,457)	-	-	(3,310,420)
Improvements (other than buildings)	(82,732)	(1,448)	-	-	(84,180)
Library books and reference materials	(1,752,446)	(88,994)	130,780	-	(1,710,660)
Furniture, equipment and vehicles	(382,403)	(24,538)	-	-	(406,941)
Total accumulated depreciation	(5,260,544)	(382,437)	130,780	-	(5,512,201)
Total capital assets, being depreciated, net	8,328,488	(296,288)	-	-	8,032,200
Business-type activities capital assets, net	$ 8,663,488	$ (296,288)	$ -	$ -	$ 8,367,200

NOTE 7. CAPITAL ASSETS (CONTINUED)

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Rockdale County Board of Health:					
Capital assets, being depreciated:					
Equipment	$ 113,811	$ -	$ -	$ -	$ 113,811
Less accumulated depreciation	(91,656)	(5,265)	-	-	(96,921)
Board of Health capital assets, net	$ 22,155	$ (5,265)	$ -	$ -	$ 16,890

NOTE 8. LONG-TERM OBLIGATIONS

The following is a summary of changes in long-term obligations for the year ended December 31, 2016.

	Beginning Balance	Increases	Decreases	Ending Balance	Due in One Year
Governmental activities:					
Certificates of Participation (2006)	$ 4,365,000	$ -	$ (805,000)	$ 3,560,000	$ 835,000
COPs 2006 premium	10,060	-	(3,922)	6,138	-
Certificates of Participation (1998)	3,900,000	-	-	3,900,000	-
Certificates of Participation (2013)	2,165,000	-	(390,000)	1,775,000	410,000
Notes payable - GEFA Loan	193,213	-	(95,505)	97,708	97,708
Contractual Obligation - Revenue Bonds	5,700,000	-	(700,000)	5,000,000	800,000
Revenue bonds premium	37,975	-	(9,274)	28,701	-
Compensated absences	2,628,217	2,581,839	(2,475,562)	2,734,494	2,050,871
Landfill postclosure	560,000	-	(70,000)	490,000	70,000
General liability claims	192,608	84,584	-	277,192	80,000
Net pension liability	8,648,481	10,948,233	(3,852,745)	15,743,969	-
Net OPEB Liability	18,863,274	2,693,049	-	21,556,323	-
Governmental activity long-term liabilities	$ 47,263,828	$ 16,307,705	$ (8,402,008)	$ 55,169,525	$ 4,343,579
Business-type activities:					
Revenue bonds	$ 95,895,000	$ -	$ (5,150,000)	$ 90,745,000	$ 5,520,000
Compensated absences	340,368	333,327	(292,393)	381,302	285,976
Net pension liability	1,179,338	1,782,270	(627,191)	2,334,417	-
Net OPEB Liability	2,581,568	353,943	-	2,935,511	-
Business-type activity long-term liabilities	$ 99,996,274	$ 2,469,540	$ (6,069,584)	$ 96,396,230	$ 5,805,976
Component Units:					
Compensated absences	$ 66,359	$ 49,140	$ (47,986)	$ 67,513	$ 67,513
Net pension liability	1,692,291	69,006	188,943	1,950,240	-
Component units long-term liabilities	$ 1,758,650	$ 118,146	$ 140,957	$ 2,017,753	$ 67,513

NOTE 8. LONG-TERM OBLIGATIONS (CONTINUED)

A. Governmental Activities

1. Certificates of Participation

The County issued certificates of participation through the Association County Commissioners of Georgia and the Georgia Municipal Association, Inc. public purpose master lease agreements as follows:

Issue Date	Purpose	Interest Rate %	Interest Dates	Maturity Date	Authorized and Issued	Retired	Balance at December 31, 2016
8/1/2013	Refunding of Series 1999 certificates of participation	1.94%	1/1 - 7/1	7/1/2020	$ 2,880,000	$ 1,105,000	$ 1,775,000
4/1/2006	Refunding of Series 1999 certificates of participation	3.375-4.75	1/1 - 7/1	7/1/2020	8,155,000	4,595,000	3,560,000
6/1/1998	Equipment	4.75	6/1 - 2/1	6/1/2028	3,900,000	-	3,900,000
					$ 14,935,000	$ 5,700,000	$ 9,235,000

(a) The County issued $8,155,000 of Series 2006 certificates of participation through the Association County Commissioners of Georgia. The net proceeds of $8,021,850 (after payment of $229,415 in underwriting fees, insurance, and other issuance costs, plus an issuance premium of $96,265) were used to purchase United States Treasury Obligations – State and Local Government Series that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments on $7,555,000 principal amount of Series 1999 certificates of participation. As a result, the refunded certificates are considered defeased and the liability has been excluded from the statement of net position. The reacquisition price exceeded the net carrying amount of the old debt by $466,850. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt (15 years), which is the same as the life of the new debt issued.

Annual debt service requirements as of December 31, 2016, for the 2006 certificates of participation are as follows:

Fiscal Year Payable	Principal	Interest	Total
2017	$ 835,000	$ 128,013	$ 963,013
2018	875,000	93,813	968,813
2019	905,000	57,647	962,647
2020	945,000	19,491	964,491
	$ 3,560,000	$ 298,964	$ 3,858,964

NOTE 8. LONG-TERM OBLIGATIONS (CONTINUED)

(b) On September 30, 2013, the County issued $2,880,000 of Series 2013 certificates of participation through the Association County Commissioners of Georgia. The net proceeds of $2,845,000 (after payment of $35,000 in bond issuance costs) were deposited into an escrow account and were used to refund the outstanding principal amount of Series 1999 certificates of participation.

Annual debt service requirements as of December 31, 2016, for the 2013 certificates of participation are as follows:

Fiscal Year Payable	Principal	Interest	Total
2017	$ 410,000	$ 30,458	$ 440,458
2018	430,000	22,310	452,310
2019	455,000	13,726	468,726
2020	480,000	4,656	484,656
	$ 1,775,000	$ 71,150	$ 1,846,150

(c). Effective June 1, 1998, the County entered into a 1998A master lease and option agreement with the Georgia Municipal Association, Inc. The lease agreement, among other things, obligates the County for $3,900,000 of 1998A certificates of participation issued by the Georgia Municipal Association, Inc. The proceeds from the certificates were deposited with an escrow agent in an irrevocable trust fund in the name of the County. The County's use of the money is restricted for the purchase of certain equipment and must be repaid to the trust fund over lease terms pursuant to the 1998A Master Lease and Option Agreement.

NOTE 8. LONG-TERM OBLIGATIONS (CONTINUED)

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 required to pay (1) a semiannual (and beginning July 1, 2003, a monthly) floating rate of interest based on the Securities Industry and Financial Markets Association (SIFMA) Municipal Swap Index (plus a 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 semiannual 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. 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 Aa3 by Moody's. At December 31, 2016, the floating rate being paid by the County is 1.03% and the market value of this agreement is $1,016,833, a decrease of $175,782 from the market value at the end of the previous year. The market value of the hedge was determined using settlement prices at the end of the day on December 31, 2016, based on the derivative contract. This market value is reported as a component of the certificates of participation in long-term debt 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 year end) is deferred and reported as a deferred inflow of resources in the statement of net position.

NOTE 8. LONG-TERM OBLIGATIONS (CONTINUED)

The annual estimated debt service requirements as of December 31, 2016, on the 1998A certificates of participation are as follows:

Fiscal Year Payable	Principal	Interest	Total
2017	$ -	$ 185,250	$ 185,250
2018	-	185,250	185,250
2019	-	185,250	185,250
2020	-	185,250	185,250
2021	-	185,250	185,250
2022 - 2026	-	926,250	926,250
2027 - 2028	3,900,000	262,438	4,162,438
	$ 3,900,000	$ 2,114,938	$ 6,014,938

2. Notes Payable - GEFA Loan

In September 2007, the County borrowed $861,000 from the Georgia Environmental Facilities Authority, (GEFA), pursuant to two promissory note agreements. The proceeds were used to purchase 10.6 acres of land to begin the South River Trail Project in South Rockdale County. The loans require repayment over 10 years in monthly installments. The installment notes bear interest at 3%, per annum, and the combined monthly payment is $8,314. Principal payments totaling $763,292 have been made since the notes' inception leaving $97,708 outstanding. The notes fully mature on November 1, 2017.

The annual note payments as of December 31, 2016, are as follows:

Fiscal Year Payable	Principal	Interest	Total
2017	$ 97,708	$ 1,574	$ 99,282
	$ 97,708	$ 1,574	$ 99,282

NOTE 8. LONG-TERM OBLIGATIONS (CONTINUED)

3. Contractual Obligations

The following is a summary of the County's outstanding contractual obligations:

Issue Date	Purpose	Interest Rate %	Interest Dates	Maturity Date	Authorized and Issued	Retired	Balance at December 31, 2016
11/25/2008	Big-Haynes Impoundment	3.5 - 5.0%	1/1 - 7/1	7/1/2022	$ 10,000,000	$ 5,000,000	$ 5,000,000

On November 1, 1998, the County entered into a contract with the Conyers-Rockdale Big Haynes Impoundment Authority (the "Authority"). The Authority, on November 20, 1998, issued $13,300,000 of variable rate revenue bonds for the purpose of retiring $12,600,000 of principal and approximately $463,400 of interest on a series 1997 bond issue that matured December 31, 1998. In November 2008, the variable rate bonds were redeemed in a current refunding as part of a remarketing of the previous variable rate bonds with new fixed rate bonds. The total proceeds of the refunding net of $162,000 of issuance cost plus a $186,143 premium, were $10,024,143. The amount of $10,000,000 was used to retire the variable rate bonds. The refunding was undertaken to eliminate the interest rate risk associated with the variable rate bonds. The reacquisition price and the carrying amount of the variable rate bonds were the same. Pursuant to the County's contract with the Authority, the County has agreed to pay the Authority amounts sufficient to pay the debt service on the bonds, pledging the full faith and credit of the County.

Annual debt service requirements for the Big Haynes Impoundment Authority revenue bonds contractual obligation as of December 31, 2016, are as follows:

Fiscal Year Payable	Principal	Interest	Total
2017	$ 800,000	$ 236,500	$ 1,036,500
2018	800,000	196,500	996,500
2019	800,000	156,500	956,500
2020	800,000	122,500	922,500
2021	900,000	85,500	985,500
2022	900,000	42,750	942,750
	$ 5,000,000	$ 840,250	$ 5,840,250

NOTE 8. LONG-TERM OBLIGATIONS (CONTINUED)

4. Other Obligations

(a) Compensated absences – Earned and vested paid time off is recorded as a liability in the government-wide statement of net position. The compensated absences have been paid in prior years by the General Fund.

(b) Landfill post closure cost – As discussed in Note 12, the County is obligated for a portion of the expenses related to the post closure costs of a landfill jointly operated and maintained by the City of Conyers and the County. The County's portion of the post closure costs are estimated to be $490,000 based on what it would cost to perform the anticipated post closure costs at December 31, 2016. The post closure costs have been paid in prior years by the General Fund. This is an estimate and is subject to inflation or deflation due to economic conditions.

(c) General liability claims – Various claims and legal proceedings arising in the course of providing general government services are pending against the County. The County, as discussed in Note 11, maintains insurance coverage for losses arising from claims and legal proceedings. The County is exposed to a per occurrence deductible of $25,000 and to amounts that exceed policy limits. Management has estimated the County's liability for claims and legal proceedings to be approximately $277,192 as of December 31, 2016.

(d) Other Post Employment Benefits, (OPEB) – The County provides OPEB through a single-employer defined benefit post employment plan. The plan and related liability are discussed in detail in Note 15. The OPEB obligation affects the actuarial calculation of future annual required contributions and thus does not represent a liability with a current portion. Accordingly, all of the liability is reported as long-term. Payment of the liability is expected to occur from the General Fund.

(e) Net Pension Liability – The County provides pension benefits through a multiple-employer defined benefit pension plan. The plan and related liability are discussed in detail in Note 10. Payment of the liability is expected to occur from the General Fund.

NOTE 8. LONG-TERM OBLIGATIONS (CONTINUED)

B. Business-type Activities

1. Revenue Bonds

Issue Date	Purpose	Interest Rate %	Interest Dates	Maturity Date	Authorized and Issued	Retired	Balance at December 31, 2016
4/11/2013	Refund Series 2005 revenue bonds	.35 - 3.71%	1/1 - 7/1	7/1/2029	$ 98,770,000	$ 8,025,000	$ 90,745,000

In April 2013, the Water Authority issued the Series 2013 Revenue Refunding Bonds for the purpose of advance refunding $85,550,000 of the Water Authority's outstanding series 2005 Revenue Bonds maturing on July 1, 2029. The County used the net proceeds along with other resources to purchase U.S. government securities. These securities were deposited in an irrevocable trust to provide for all debt service payments beginning with the July 2016 debt service payment through maturity of the 2005 series bonds. As a result, that portion of the 2005 series bonds is considered defeased, and the County has removed the liability from its accounts.

Annual debt service requirements for the Series 2013 Revenue Bonds outstanding at December 31, 2016, are as follows:

Fiscal Year Payable	Principal	Interest	Total
2017	$ 5,520,000	$ 2,498,927	$ 8,018,927
2018	6,215,000	2,432,135	8,647,135
2019	6,315,000	2,336,424	8,651,424
2020	6,425,000	2,223,385	8,648,385
2021	6,555,000	2,090,388	8,645,388
2022 - 2026	35,530,000	7,721,563	43,251,563
2027 - 2029	24,185,000	1,767,397	25,952,397
	$ 90,745,000	$ 21,070,219	$ 111,815,219

NOTE 8. LONG-TERM OBLIGATIONS (CONTINUED)

2. Other Obligations

(a) Compensated absences – Earned and vested paid time off is recorded as a liability in the proprietary fund statement of net position. The amount $355,999 of the compensated absences are payable by the Water and Sewer Fund and $25,303 are payable by the Stormwater Fund.

(b) Other Post Employment Benefits, (OPEB) – The County provides OPEB through a single-employer defined benefit post employment plan. The plan and related liability are discussed in detail in Note 15. The OPEB obligation affects the actuarial calculation of future annual required contributions and thus does not represent a liability with a current portion. Accordingly, all of the liability is reported as long-term. The amount of $2,669,109 of the liability is expected to be paid from the Water and Sewer Fund and $266,402 is expected to be paid by the Stormwater Fund.

(c) Net Pension Liability – The County provides pension benefits through a multiple-employer defined benefit pension plan. The plan and related liability are discussed in detail in Note 10, and $2,071,128 of the liability is expected to be paid from the Water and Sewer Fund and $263,289 is expected to be paid by the Stormwater Fund.

C. Advance Refundings

In prior years, the County advance refunded governmental activities debt, which includes certain jailhouse construction bonds (Series 1984), jailhouse refunding bonds (Series 1986), certificates of participation (Series 1997), and business activities debt, which includes a portion of the Water and Sewer Authority Series 1996 and 1999A revenue bonds and a portion of the Series 2005 Water and Sewerage Authority revenue refunding bonds. The proceeds of new bonds and certificates of participation were deposited in an irrevocable trust to provide for all future debt service payments on the refunded debt. At year-end, the aggregate principal amount of all such refunded debt outstanding was $3,510,000 from governmental activities and $137,280,000 from business-type activities. For financial accounting and reporting purposes, all of the refunded debt is considered retired, and along with the funds held in trust, are not included in the accompanying financial statements.

NOTE 9. COMMITMENTS AND CONTINGENCIES

A. 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 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 9. COMMITMENTS AND CONTINGENCIES (CONTINUED)

B. Litigation

Various claims and legal proceedings arising in the course of providing general governmental services are pending against the County seeking monetary damages and other relief. The amount of liability from all claims and actions cannot be determined with certainty, but in the opinion of management and legal counsel, the ultimate liability from such claims in excess of the accrued general liability claims amount should not materially affect the financial position of the County at December 31, 2016.

C. Outstanding Construction Commitments

Outstanding construction commitments as of December 31, 2016, were $20,325,429 and $8,617,300 for the governmental and business-type activities, respectively.

NOTE 10. RETIREMENT PLANS

Primary Government

A. ACCG Defined Benefit Pension Plan

Effective January 1, 2005, the County began sponsoring the Association County Commissioners of Georgia Restated Pension Plan, (the Plan). The Plan is a defined benefit pension plan that covers the majority of Rockdale County Employees. Employees covered by other plans are discussed in Note 10, C.

(1) Plan Description

The Plan provides retirement, disability, and death benefits to plan participants and beneficiaries. The Plan, through execution of the adoption agreement, is affiliated with the Association County Commissioners of Georgia Third Restated Defined Benefit Plan (The ACCG Plan), an agent multiple-employer pension plan, administered by the Government Employee Benefits Corporation of Georgia, (GEBCorp). The ACCG, in its role as the Plan Sponsor, has the sole authority to amend the provisions of the ACCG Plan, as provided in Section 19.03 of the ACCG Plan document. The County, through its Board of Commissioners, has the authority to amend the adoption agreement, which defines the specific benefit provisions of the Plan, as provided in Section 19.02 of the ACCG Plan document. A separately issued financial report for the ACCG Plan may be obtained by writing to GEBCorp at 400 Galleria Parkway, Suite 1250, Atlanta, Georgia 30339.

NOTE 10. RETIREMENT PLANS (CONTINUED)

Primary Government (Continued)

(1) Plan Description (Continued)

Plan membership as of January 1, 2016, (the most recent actuarial valuation date) is as follows.

Retirees and beneficiaries receiving benefits	156
Terminated plan members entitled to, but not receiving, benefits	97
Active plan members	833
Total	1086

The County is required to contribute an actuarially determined amount annually to the Plan's trust. The contribution amount is determined using actuarial methods and assumptions approved by the ACCG Plan trustees and must satisfy the minimum contribution requirement contained in the State of Georgia statutes. The County's required contribution for the 2016 Plan year is $2,782,471 or 8.3% of covered payroll. Plan members other than Public Safety members are required to contribute 3% of compensation and Public Safety members contribute 7% of compensation.

(2) Net Pension Liability of the County

The County's net pension liability was measured as of December 31, 2016. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2016 with update procedures performed by the actuary to roll forward to the total pension liability measured as of December 31, 2016.

Actuarial Assumptions. The total pension liability in the January 1, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increases	3.5% - 5.5%, including inflation
Investment rate of return	7.5%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Combined Healthy Mortality Table.

The actuarial assumptions used in the January 1, 2016, valuation were based on the results of an actuarial experience study for December 31, 2015.

NOTE 10. RETIREMENT PLANS (CONTINUED)

Primary Government (Continued)

(2) Net Pension Liability of the County (Continued)

Actuarial Assumptions (Continued). The long-term expected rate of return on pension plan investments was determined through a blend of using a building-block method based on 20-year benchmarks (25%) and 30-year benchmarks (25%), as well as forward-looking capital market assumptions for a moderate asset allocation (50%), as determined by UBS. Expected future 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, 2016, are summarized in the following table:

Asset Class	Target allocation	Long-term expected real rate of return *
Fixed income	30%	6.78%
Large cap equity	30%	9.77%
International equity	15%	7.48%
Other equity	20%	9.23%
Real estate	5%	10.63%
Total	100%	

* Rates shown are net of the 3.0% assumed rate of inflation

Discount Rate. The discount rate used to measure the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that County contributions will be made based on the average County contribution made to the Plan over the prior five years. Based on this assumption, 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 10. RETIREMENT PLANS (CONTINUED)

Primary Government (Continued)

(2) Net Pension Liability of the County (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, 2016, were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at December 31, 2015	$ 59,813,663	$ 49,985,844	$ 9,827,819
Changes for the year:			
Service cost	1,642,176	-	1,642,176
Interest	4,334,837	-	4,334,837
Liability Experience (Gain)/Loss	4,462,926	-	4,462,926
Assumption Change	1,922,998	-	1,922,998
Contributions-employer	-	2,357,617	(2,357,617)
Contributions-employee	-	1,717,976	(1,717,976)
Net investment income	-	404,343	(404,343)
Benefit payments, including refunds of employee contributions	(4,031,680)	(4,031,680)	-
Administrative expense	-	(128,853)	128,853
Other changes	-	(238,713)	238,713
Net changes	8,331,257	80,690	8,250,567
Balances at December 31, 2016	$ 68,144,920	$ 50,066,534	$ 18,078,386

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 presents the net pension liability of the County, calculated using the discount rate of 7.5%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (6.5%) or one percentage-point higher (8.5%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
County's net pension liability	$ 27,199,495	$ 18,078,386	$ 10,513,243

NOTE 10. RETIREMENT PLANS (CONTINUED)

Primary Government (Continued)

(2) Net Pension Liability of the County (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate (Continued). Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. 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, 2016, and the current sharing pattern of costs between employer and employee.

(3). Pension Expense and Deferred Outflows of Resources Related to Pensions

For the year ended December 31, 2016, the County recognized pension expense of $2,166,682. At December 31, 2016, the County reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources
Investment earnings difference	$ 3,024,364
Differences between expected and actual experience	3,937,876
Changes in assumptions	1,696,763
Contributions subsequent to the measurement date	2,439,483
Total	$ 11,098,486

County contributions subsequent to the measurement date of $2,439,483 are reported as a deferred outflow of resources and will be recognized as a reduction of the net pension liability in the year ending December 31, 2016. The investment earnings difference reported as a deferred outflow of resources related to pensions will be recognized in pension expense as follows:

Year ending December 31:	
2017	$ 1,520,970
2018	1,520,970
2019	1,520,970
2020	1,466,595
2021	751,285
Thereafter	1,878,213
Total	$ 8,659,003

NOTE 10. RETIREMENT PLANS (CONTINUED)

Primary Government (Continued)

B. Defined Contribution Plan

The County, through December 31, 2004, provided benefits for the majority of its full-time employees through a defined contribution plan (the "Plan") which was administered by GEB Corp. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees were eligible to participate after six months from the date of employment. The Plan as established by the Rockdale County Board of Commissioners required that the County contribute an amount equal to 5% of the employee's salary each month. Plan members were not required to make contributions. The County's contributions for each employee (and interest allocated to the employee's account) were fully vested after five years of continuous service. Benefit provisions and contribution requirements were established and may be amended by the Board of Commissioners. There were no contributions made by the County in 2016.

Effective January 1, 2005, the County adopted the ACCG Defined Benefit Pension Plan as noted above. Each participant in the defined contribution plan was given an option to use his/her account balance under the existing defined contribution plan to purchase 100% of past service credit. As noted in the statement of fiduciary net position, as of December 31, 2016, there was $812,637 of net position remaining in the plan.

Component Units

A. Rockdale County Health Department

All of the Health Department's eligible employees participate in the Georgia State Employees' Retirement System (ERS), a statewide multiple-employer public employee retirement system covering employees of local boards of health and various agencies and departments of the State of Georgia. ERS is funded through employer and employee contributions and the Health Department has no legal obligation for paying benefits. All full-time employees who are hired for merit system positions are eligible to participate in ERS. Participants have a partial vested right to retirement benefits after ten years of service and become fully vested after 34 years.

GASB 68 requires that governmental employers report their share of the plan net pension liability and related pension expense and deferrals in their financial statements beginning June 30, 2015. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of ERS and additions to/deductions from ERS' fiduciary net position have been determined on the same basis 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 10. RETIREMENT PLANS (CONTINUED)

Component Units (Continued)

A. Rockdale County Health Department (Continued)

During the year, the Health Department contributed $197,364 to the Plan. Contributions by employees are withheld by the Health Department. Such withholdings totaled $17,465 during the year and were paid by the Health Department. The Health Department has no other liability under the plan. The Health Department's total payroll for employees covered by the plan during the year was $828,285.

Net Pension Liability, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2016, the Health Department reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2015. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2014. An expected total pension liability as of June 30, 2015 was determined using standard roll-forward techniques. The proportion of the net pension liability was based on contributions to ERS during the fiscal year ended June 30, 2015. At June 30, 2015, the Health Department's proportion was .031596%, which was a decrease of .000694% from the proportion measured as of June 30, 2014.

For the year ended June 30, 2016, the Health Department recognized pension expense of $197,364. At June 30, 2016, 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
Difference between expected and actual experience	$ -	$ 10,228
Investment earnings difference	-	85,635
Difference between Health Department contributions and proportionate share of contributions	-	28,031
Contributions subsequent to the measurement date	197,364	-
Total	$ 197,364	$ 123,894

NOTE 10. RETIREMENT PLANS (CONTINUED)

Component Units (Continued)

A. Rockdale County Health Department (Continued)

Department contributions subsequent to the measurement date of $197,364 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, 2017. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30:	
2017	$ (69,539)
2018	(51,053)
2019	(41,167)
2020	31,140
Total	$ (130,619)

Actuarial Assumptions. The total pension liability as of June 30, 2015, was determined by an actuarial valuation as of June 30, 2014, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increase	5.45 – 9.25% 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 three years for females.

The actuarial assumptions used in the June 30, 2014, valuation were based on the results of an actuarial experience study for the period of 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 assets 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:

NOTE 10. RETIREMENT PLANS (CONTINUED)

Component Units (Continued)

A. Rockdale County Health Department (Continued)

Asset Class	Target allocation	Long-term expected real rate of return *
Fixed income	30.0%	3.0%
Domestic large equities	39.7%	6.5%
Domestic mid equities	3.7%	10.0%
Domestic small equities	1.6%	13.0%
International developed market equities	18.9%	6.5%
International emerging market equities	6.1%	11.0%
	100.0%	

* Rates shown are net of the 3.0% 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 the current contribution rates equal to the difference between the 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 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 one percentage point lower (6.50%) or one percentage point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Health Department's net pension liability	$ 1,814,559	$ 1,280,080	$ 824,415

Pension Plan Fiduciary Net Position. Detailed information regarding 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.

NOTE 10. RETIREMENT PLANS (CONTINUED)

Component Units (Continued)

B. Conyers-Rockdale Library System

Plan Description. Substantially all employees of the Library as defined in §47-3-60 of the *Official Code of Georgia Annotated* (O.C.G.A.) are provided a pension through the Teachers Retirement System of Georgia (TRS). TRS, a cost-sharing multiple-employer defined benefit pension plan, is administered by the TRS Board of Trustees (TRS Board). Title 47 of the *O.C.G.A.* assigns the authority to establish and amend the benefit provisions to the State Legislature. TRS issues a publicly available financial report that can be obtained at www.trsga.com/publications.

Benefits Provided. TRS provides service retirement, disability retirement, and death benefits. Normal retirement benefits are determined as 2% of the average of the employee's two highest paid consecutive years of service, multiplied by the number of years of creditable service up to 40 years. An employee is eligible for normal service retirement after 30 years of creditable service, regardless of age, or after 10 years of service and attainment of age 60. Ten years of service is required for disability and death benefits eligibility. Disability benefits are based on the employee's creditable service and compensation up to the time of disability. Death benefits equal the amount that would be payable to the employee's beneficiary had the employee retired on the date of death. Death benefits are based on the employee's creditable service and compensation up to the date of death.

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 2016. The Library's contractually required contribution rate for the year ended June 30, 2015 was 14.27% of annual payroll. Library contributions to TRS were $66,550 for the year ended June 30, 2016.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. Effective July 1, 2014, the Library implemented the provisions of GASB Statement No. 68, A*ccounting 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*, which significantly changed the Library's accounting for pension amounts. The information disclosed below is presented in accordance with this new standard.

NOTE 10. RETIREMENT PLANS (CONTINUED)

Component Units (Continued)

B. Conyers-Rockdale Library System (Continued)

At June 30, 2016, the Library reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2015. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2014. An expected total pension liability as of June 30, 2015, was determined using standard roll forward techniques. The Library's proportion of the net pension liability was based on contributions to TRS during the fiscal year ended June 30, 2014. At June 30 2015, the Library's proportion was .004402%, which was a decrease of .000593% from its proportion measured as of June 30, 2014.

For the year ended June 30, 2016, the Library recognized pension expense of $39,187. At June 30, 2016, the Library reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ -	$ 5,894
Difference between project and acutal earnings on pension plan investments	-	56,529
Difference between Library contributions and proportionate share of contributions	81,606	81,296
Contributions subsequent to the measurement date	66,550	-
Total	$ 148,156	$ 143,719

Library contributions subsequent to the measurement date of $66,550 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, 2017. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30:	
2017	$ (32,134)
2018	(32,134)
2019	(32,134)
2020	37,894
2021	(3,605)
Total	$ (62,113)

NOTE 10. RETIREMENT PLANS (CONTINUED)

Component Units (Continued)

B. Conyers-Rockdale Library System (Continued)

Actuarial Assumptions. The total pension liability as of June 30, 2015, was determined by an actuarial valuation as of June 30, 2014 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, 2014, 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%	3.0%
Domestic large equities	39.7%	6.5%
Domestic mid equities	3.7%	10.0%
Domestic small equities	1.6%	13.0%
International developed market equities	18.9%	6.5%
International emerging market equities	6.1%	11.0%
	100.0%	

* Rates shown are net of the 3.0% assumed rate of inflation

NOTE 10. RETIREMENT PLANS (CONTINUED)

Component Units (Continued)

B. Conyers-Rockdale Library System (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 periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Library's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the Library's proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what the Library'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 net pension liability	$ 1,151,620	$ 670,160	$ 273,323

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 publically available at www.trsga.com/publications.

NOTE 11. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County is a member of the Georgia Interlocal Risk Management Agency (GIRMA). This membership allows the County to share liability, crime, motor vehicle and property damage risks.

Coverages are as follows:

Coverage Description - Property:		
Building and Contents (Blanket)	$	160,806,279
Automobile Physical Damage	$	14,237,572
Inland Marine for Movable Equipment	$	4,261,711
Coverage Description - Casualty:		
General Liability and Police Professional Liability	$	1,000,000
Automobile Liability	$	1,000,000
Public Officials Liability	$	1,000,000
Coverage Description - Crime:		
Employee Dishonesty	$	50,000
Depositor's Forgery	$	150,000
Money and Securities - Loss Inside the Premises	$	150,000
Money and Securities - Loss Outside the Premises	$	150,000
Computer Theft and Funds Transfer Fraud	$	150,000
Money Orders and Counterfeit Currency	$	150,000
Deductible:		
All coverages are subject to a per occurrence deductible of	$	25,000
Coverage Exceptions:		
Coverages Subject to a Retroactive Date:		
Coverages shown as Coverage Exceptions only are subject to a retroactive date of:		7/1/1991

Chapter 85 of Title 36 of the Official Code of Georgia Annotated authorized Georgia municipalities to form interlocal risk management agencies. The ACCG Interlocal Risk Management Agency (IRMA) is a County interlocal risk management agency to function as an unincorporated nonprofit instrumentality of its member counties. IRMA provides risk management and safety and loss control services to prevent or lessen the incidence and severity of casualty and property losses occurring in the operation of county government. IRMA is to defend and protect in accordance with the Coverage Agreement and related coverage descriptions any member of IRMA against liability or loss.

NOTE 11. RISK MANAGEMENT (CONTINUED)

Rockdale County's responsibilities as a member of IRMA are as follows:

- To pay all contributions, assessments or other sums due to IRMA at such times and in such amounts as shall be established by IRMA.
- To select a person to serve as a Member representative.
- To allow IRMA and its agents reasonable access to all facilities of the County and all records, including, but not limited to, financial records, which relate to the purposes of IRMA.
- To allow attorneys appointed by IRMA 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 prevention furnished by the Fund or Funds established by IRMA.
- To assist and cooperate in the defense and settlement of claims against the County.
- To furnish full cooperation to IRMA's attorneys, claims adjusters, Service Company, and any agent, employee, officer or independent contractor of IRMA relating to the purposes of IRMA.
- To follow all loss reduction and prevention procedures established by IRMA.
- To furnish to IRMA such budget, operating and underwriting information as may be requested.
- To report as promptly as possible, and in accordance with any Coverage Descriptions issued, all incidents which could result in IRMA or any Fund established by IRMA being required to pay claims for loss or injuries to municipal property or injuries to persons or property when such loss or injury is within the scope of the protection of IRMA.

Rockdale County retains the first $25,000 of each risk of loss in the form of a deductible. The County files all claims with IRMA. IRMA bills the County for any risk of loss up to the $25,000 deductible. During the year ended December 31, 2016, the County paid 20 claims. The County has included $277,192 in the government-wide statement of net position as an estimate of the amount (up to $25,000 per claim) to be subsequently paid for unpaid claims existing at December 31, 2016. The estimate of the liability was based on historical trends for reported claims and the amount of per claim pay outs.

Pursuant to Title 34, Chapter 9, Article 5 of the Official Code of Georgia Annotated, the County became a member of the Association County Commissioners of Georgia – Group Self Insurance Workers' Compensation Fund (ACCG-GSIWCF). The liability of the fund to the employees of any employer (Rockdale County) is specifically limited to such obligations as are imposed by applicable state laws against the employer for workers' compensation and/or employer's liability. The Fund is to defend, in the name of and in behalf of the members, any suits or other proceedings which may at any time be instituted against them on account of injuries or death within the preview of the Workers' Compensation Law of Georgia, or on the basis of employer's liability, including suits or other proceedings alleging such injuries and demanding compensation although such suits, other proceedings, allegations or demands be wholly groundless, false or fraudulent. The Fund is 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 11. RISK MANAGEMENT (CONTINUED)

Rockdale County's responsibilities as a member of the ACCG-GSIWCF are as follows:

- To pay all contributions, assessments or other sums due to ACCG-GSIWCF at such times and in such amounts as established by ACCG-GSIWCF.
- To select a person to serve as a contact person and safety representative.
- To allow ACCG-GSIWCF and its agents reasonable access to all facilities of the County and all records, including, but not limited to, financial records, which relate to the purposes of ACCG-GSIWCF.
- To allow attorneys appointed by ACCG-GSIWCF 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 prevention furnished by ACCG-GSIWCF.
- To assist and cooperate in the defense and settlement of claims against the County.
- To furnish full cooperation to ACCG-GSIWCF attorneys, claims adjusters, Service Company, and any agent, employee, officer or independent contractor of ACCG-GSIWCF relating to the purposes of ACCG-GSIWCF.
- To furnish to ACCG-GSIWCF such remuneration and underwriting information as may be requested.
- To report as promptly as possible, all incidents which could result in ACCG-GSIWCF being required to pay workers' compensation on behalf of the County.

NOTE 12. CITY OF CONYERS - SOLID WASTE CONTRACT

Operating Agreement – The City of Conyers and Rockdale County have mutually agreed to a certain operating contract for the operation of a joint sanitary landfill project.

The original term of the Operating Contract commenced March 12, 1991, and continued until midnight, January 2, 2004. The County and the City have agreed to renew the Operating Contract by mutual acquiescence on a year-to-year basis commencing on the Termination Date. The operating Contract sets forth the terms and conditions under which the Project, as currently located and as expanded on contiguous property for the benefit of the citizens of the City and of the County, shall be operated. Pursuant to the Operating Contract, the City is responsible for the day-to-day operations of the Project. The budgetary requirements for the operation of the Project shall be mutually determined by the City and the County and shall include day-to-day operation costs, capital improvements and various other items more fully described in the Contract.

The landfill was permanently closed on September 1, 1993. Pursuant to the Contract, the County is responsible for a portion of the expenses incurred in connection with the post closure costs. The County's agreed upon portion is 70%. Total anticipated post closure care costs for the County as of December 31, 2016, are estimated to be $490,000. During 2016, the County paid $13,733 of landfill operating cost.

NOTE 13. JOINT VENTURE

Rockdale County, in conjunction with cities and counties in the 10-county Atlanta Region are members of the Atlanta Regional Commission (ARC). Membership in the ARC is automatic for each municipality and county in the state. The official Code of Georgia Section 50-8-34 (Georgia Planning Act of 1989) provides for the organization structure of the ARC. Each county and municipality in the state is required by law to pay minimum annual dues to the ARC. The ARC Board membership includes the chief elected official of each county and the chief elected official of each municipality. The county board members and the municipal board members from the same county elect one member of the Board who is a resident (but not an elected or appointed official or employee of the county or municipality) to serve as the non-public Board member from a county.

O.C.G.A. 50-8-39.1 provides that the member governments are liable for any debts or obligations of a regional commission beyond its resources. During the year ended December 31, 2016, the County paid $91,400 in dues to the ARC.

Complete financial statements of the ARC can be obtained directly from their administrative office at the following address.

Atlanta Regional Commission, Inc.
40 Courtland Street, NE
Atlanta, Georgia 30303

NOTE 14. RELATED ORGANIZATIONS

The County is also responsible for appointing the members of the Rockdale Development Authority and the Rockdale County Hospital Authority, but the County's accountability for these Authorities does not extend beyond making the appointments.

NOTE 15. OTHER POST EMPLOYMENT BENEFITS

The County provides other postemployment benefits, (OPEB), through a single-employer defined benefit postemployment plan (the “OPEB Plan”).

(1) Plan Description

The name of the plan is the Rockdale County Post Retirement Benefits Plan. The OPEB Plan was established to provide medical benefits for all of its retirees and beneficiaries of retirees who are eligible for such benefits pursuant to the policies of the County. Benefit provisions and contribution requirements are established and may be amended by approval of the Commissioners. Information about the OPEB Plan is provided below. There are no other reports issued by this OPEB Plan.

NOTE 15. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

Plan membership as of January 1, 2016, (the most recent measurement date) is as follows:

Retirees receiving benefits	104
Active plan members	756
Total	860

(2) Funding policy

Medical benefits are available to all retirees with 10 years of credited service and the attained age of 50. The County pays a portion of the insurance premium cost at rates ranging from 20% to 100% depending on the sum of the employee's age at retirement and years of service. The retiree is required to pay the full insurance premium cost for the spouse. Premium rates for employee only coverage range from $577 to $328 and family coverage rates range from $1,509 to $1,903. The annual required contribution of the County is determined using actuarial methods and assumptions approved by the Commissioners. The Commissioners establish and may amend the funding policy for the OPEB Plan.

(3) Annual OPEB cost

The County's annual OPEB cost and net OPEB liability for the current year are as follows:

Annual Required Contribution	$ 2,828,412
Interest on Net OPEB Obligation	857,794
Adjustment to Annual Required Contributions	113,529
Annual OPEB Cost	3,799,735
Actual Contribution Made	753,185
Increase in Net OPEB Obligation	3,046,550
Net OPEB Obligation, Beginning of the Year	21,444,842
Net OPEB Obligation, End of the Year	$ 24,491,392

The net OPEB obligation has been included in the non-current liabilities due in more than one year, in the statement of net position.

NOTE 15. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

(4) Basis of Valuation

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information immediately following the notes to the financial statements, presents trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. The actuarial methods and assumptions described below are designed to reflect a long-term perspective. Calculations are based on the types of benefits provided under the terms of the substantive plan at the time of each valuation and on the pattern of sharing of costs between the employer and the plan members to that point. In addition, the projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and plan members in the future. The initial unfunded accrued liability was amortized over 30 years on a level dollar and closed group basis.

The measurement date of the calculations is January 1, 2016, based on the OPEB Plan in effect on that date.

Actuarial Cost Method:	Projected Unit Credit
Asset Valuation Method:	N/A
Assumed Rate of Return on Investments	4.0%
Healthcare Cost Initital Trend Rate	9.0%
Ultimate Healthcare Trend Rate	5.0%
Year of Ultimate Trend Rate	2018
Amortization of Initital UAL	30 years
Payroll Inflation Rate	N/A

(5) Funded Status

The funded status of the OPEB Plan as of January 1, 2016, the most recent valuation date, was as follows.

Actuarial Accrued Liability	$	37,083,127
Actuarial Value of Plan Assets	$	-
Unfunded Actuarial Accrued Liability	$	37,083,127
Funded Ratio		0.0%
Annual Covered Payroll	$	27,273,235
Percentage of UAL to Annual Covered Payroll		136.0%

NOTE 15. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

(6) Trend Information

Fiscal Year Ending	Annual OPEB Cost	Amount Contributed	Percentage Contributed	Net OPEB Obligation
12/31/2009	$ 2,009,000	$ 203,000	10.1 %	$ 3,521,000
12/31/2010	2,121,754	187,086	8.8	5,455,668
12/31/2011	2,630,975	231,124	8.8	7,855,519
12/31/2012	3,683,369	350,663	9.5	11,188,225
12/31/2013	4,346,375	413,782	9.5	15,120,818
12/31/2014	3,422,435	349,287	10.2	18,193,966
12/31/2015	3,656,763	405,887	11.1	21,444,842
12/31/2016	3,799,736	753,185	19.8	24,491,392

NOTE 16. HOTEL/MOTEL LODGING TAX

Rockdale County has levied a 5% lodging tax, which is accounted for in the Hotel/Motel Tax Special Revenue Fund. The use of lodging taxes collected is restricted to expenditures for the promotion of tourism and convention trade within the County. Hotel/Motel taxes received by the County have been paid to the Rockdale County Chamber of Commerce. During 2016, the County collected $46,586 and expended 100% of such taxes. Expenditures by the Chamber of Commerce were for the promotion of tourism as required by O.C.G.A. 48-13-51.

NOTE 17. WATER AND SEWER CONTRACTS AND AGREEMENTS

Effective November 11, 1996, the County entered into a lease contract (the “Lease”) with the Water and Sewer Authority (the “Authority”) for a period expiring the later of July 2, 2022, or the date all bonds have been paid in full, but in no event in excess of 50 years from the effective date. The Lease requires the Authority to lease to the County all of its water and sewerage facilities. The County is obligated under the Lease to make certain payments to the Authority, including payments sufficient to enable the Authority to pay the principal and interest on all Bonds issued by the Authority and to comply with certain other funding requirements as defined in the Lease, the Series 1996 Bond Resolution, the Series 1999 A Bond Resolution, the Series 2005 Bond Resolution, and the Series 2013 Bond Resolution. Upon expiration of the lease, the County has a bargain option to purchase the Water and Sewerage facilities from the Authority.

NOTE 17. WATER AND SEWER CONTRACTS AND AGREEMENTS (CONTINUED)

The County entered into an agreement with ESG Operations, Inc., ("ESG"), effective August 1, 2012, for the management of the County's waste water facilities. The initial term of this agreement is three years and may be renewed thereafter for two successive one-year terms. The contract requires a base fee which covers certain repairs and maintenance, chemicals, and sludge disposal. ESG is liable in any calendar year for fines or civil penalties to a maximum aggregate of $225,000 imposed for violations of certain effluent quality requirements that result from ESG's negligent operation, willful misconduct or material breach of the agreement. The contracted base fee for 2016 is $4,779,420. The base fee will be negotiated each year.

REQUIRED SUPPLEMENTARY INFORMATION

ROCKDALE COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS

OTHER POST EMPLOYMENT BENEFIT PLAN						
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Annual Covered Payroll	UAAL as a Percentage of Covered Payroll
January 1, 2008	$ -	$ 15,033,000	$ 15,033,000	- %	$ 23,596,412	63.7 %
January 1, 2009	-	16,779,000	16,779,000	-	26,180,858	64.1
January 1, 2010	-	18,652,488	18,652,488	-	27,628,081	67.5
January 1, 2012	-	24,881,824	24,881,824	-	25,910,588	96.0
January 1, 2014	-	40,368,771	40,368,771	-	27,207,286	148.4
January 1, 2016	-	37,083,127	37,083,127	-	27,273,235	136.0

The assumptions used in the preparation of the above schedule are disclosed in Note 15 to the financial statements.

ROCKDALE COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE COUNTY'S NET PENSION LIABILITY
AND RELATED RATIOS
FOR THE YEAR ENDED DECEMBER 31,

	2016	2015
Total pension liability		
Service cost	**$ 1,642,176**	$ 1,583,418
Interest on total pension liability	**4,334,837**	4,313,195
Changes of benefit terms		
Differences between expected and actual experience	**4,462,926**	-
Changes of assumptions	**1,922,998**	-
Benefit payments, including refunds of employee contributions	**(4,031,680)**	(3,592,222)
Net change in total pension liability	**8,331,257**	2,304,391
Total pension liability - beginning	**59,813,663**	57,509,272
Total pension liability - ending (a)	**$ 68,144,920**	$ 59,813,663
Plan fiduciary net position		
Contributions - employer	**$ 2,357,617**	$ 2,287,097
Contributions - employee	**1,717,976**	1,687,468
Net investment income	**404,343**	3,459,906
Benefit payments, including refunds of employee contributions	**(4,031,680)**	(3,462,383)
Administrative expenses	**(128,853)**	(116,027)
Other	**(238,713)**	(253,685)
Net change in fiduciary net position	**80,690**	3,602,376
Plan fiduciary net position - beginning	**49,985,844**	46,383,468
Plan fiduciary net position - ending (b)	**$ 50,066,534**	$ 49,985,844
County's net pension liability - ending (a) - (b)	**$ 18,078,386**	$ 9,827,819
Plan fiduciary net position as a percentage of total pension liability	**73.5%**	83.6%
Covered-employee payroll	**$ 31,838,484**	$ 30,009,120
County's net pension liability as a percentage of covered-employee payroll	**56.8%**	32.7%

Notes to the Schedule

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

ROCKDALE COUNTY, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF COUNTY CONTRIBUTIONS
FOR THE YEAR ENDED DECEMBER 31

	2016	2015	2014
Actuarially determined contribution	**$ 2,782,471**	$ 2,293,627	$ 2,017,676
Contributions in relation to the actuarially determined contribution	**2,439,483**	2,361,750	2,287,097
Contribution deficiency (excess)	**$ 342,988**	$ (68,123)	$ (269,421)
Covered-employee payroll	**32,952,831**	31,838,484	30,009,120
Contributions as a percentage of covered-employee payroll	**7.4%**	7.4%	7.6%

Notes to the Schedule

Valuation Date	January 1, 2016
Cost Method	Entry Age Normal
Actuarial Asset Valuation Method	Smoothed market value with a five-year smoothing period
Assumed Rate of Return On Investments	7.50%
Projected Salary Increases	3.55% - 5.50% (including 3.0% inflation)
Amortization Method	Closed level dollar for unfunded liability
Remaining Amortization Period	None remaining

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

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

	2016	2015
Health Department's proportion of the net pension liability	**0.031596 %**	0.032290 %
Health Department's proportionate share of the net pension liability	**$ 1,280,080**	$ 1,211,075
Health Department's covered-employee payroll	**$ 828,285**	$ 805,091
Health Department's proportionate share of the net pension liability as a percentage of its covered payroll	**154.6 %**	150.4 %
Plan fiduciary net position as a percentage of the total pension liability	**76.2 %**	78.0 %

Notes to the Schedule

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

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

	2016	2015
Contractually required contribution	**$ 197,364**	$ 165,366
Contributions in relation to the contractually required contribution	**197,364**	165,366
Contribution deficiency (excess)	**$ -**	$ -
Health Department's covered employee payroll	**$ 828,285**	$ 805,091
Contributions as a percentage of covered employee payroll	**23.8 %**	20.5 %

Notes to the Schedule

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

ROCKDALE COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
CONYERS-ROCKDALE LIBRARY SYSTEM
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS RETIREMENT SYSTEM OF GEORGIA
FOR THE FISCAL YEAR ENDED JUNE 30

	2016	2015
Library's proportion of the net pension liability	**0.004402 %**	0.003809 %
Library's proportionate share of the net pension liability	**$ 670,160**	$ 481,217
Library's covered-employee payroll	**$ 464,631**	$ 388,738
Library's proportionate share of the net pension liability as a percentage of its covered payroll	**144.2 %**	123.8 %
Plan fiduciary net position as a percentage of the total pension liability	**81.4 %**	84.0 %

Notes to the Schedule

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

ROCKDALE COUNTY, GEORGIA
REQUIRED SUPPLEMENTARY INFORMATION
CONYERS-ROCKDALE LIBRARY SYSTEM
SCHEDULE OF CONTRIBUTIONS
TEACHERS RETIREMENT SYSTEM OF GEORGIA
FOR THE FISCAL YEAR ENDED JUNE 30

	2016	2015
Contractually required contribution	**$ 66,550**	$ 61,099
Contributions in relation to the contractually required contribution	**66,550**	61,099
Contribution deficiency (excess)	**$ -**	$ -
Library's covered employee payroll	**$ 466,370**	$ 464,631
Contributions as a percentage of covered employee payroll	**14.27 %**	13.15 %

Notes to the Schedule

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

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COMBINING STATEMENTS AND SCHEDULES

ROCKDALE COUNTY, GEORGIA

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

The **Drug Abuse Treatment and Education Fund** accounts for monies collected under Georgia law related to additional penalties on controlled substances offenses. Such monies are restricted for drug abuse treatment and education programs relating to controlled substances and marijuana.

The **Supplemental Juvenile Services Fund** accounts for monies collected under Georgia law for probation services to juvenile offenders. Such monies are restricted to providing treatment to juvenile offenders.

The **Inmate Welfare Services Fund** accounts for monies collected from inmates for purchase of supplies. The profits from these sales are used for the benefit of the general inmate population.

The **Law Enforcement Confiscated Monies Fund** accounts for monies confiscated under Georgia law by Rockdale County law enforcement officers related to controlled substances offenses. Such monies are restricted to defray the cost of complex investigations and to purchase equipment relating to said investigations.

The **County Jail Fund** accounts for monies collected as a result of a 10% penalty on certain court cases. These funds are legally restricted for the construction, operation, and staffing of County detention facilities.

The **Emergency Telephone System Fund** accounts for monies collected under Georgia law by telephone providers on behalf of Rockdale County. These monies are remitted to the County and are restricted to providing emergency 911 services to residents of the County.

The **Tower Fund** accounts for monies resulting from the rental and operation of the County's radio transmission tower.

The **Victim Assistance Program Fund** accounts for monies collected from fines for the purpose of providing counseling services to victims of crime.

The **Drug Testing Lab Fund** accounts for monies collected from individuals, departments, agencies and organizations for the purchase of drug testing services. Such monies are to be utilized for the Rockdale DUI Court program operations.

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

The **Hotel/Motel Tax Fund** accounts for taxes collected by hotels and motels within the County. These funds are legally restricted for the promotion of tourism and convention trade within the County.

The **District Attorney EMDET Fund** accounts for monies received from the East Metro Drug Enforcement Task Force.

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ROCKDALE COUNTY, GEORGIA

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS (CONTINUED)

The **General Grants Fund** accounts for funds, which are not used to finance general government operations, received under federal and state grant programs and the matching transfers from other funds.

The **NSP Grant Fund** accounts for funds received under the federal American Reinvestment and Recovery Act of 2009 program to aid in the Neighborhood Stabilization Program.

DEBT SERVICE FUNDS

The **2010 SPLOST General Obligation Bonds Debt Service Fund** accounts for the special purpose local option sales taxes collected for the payment of the 2010 SPLOST general obligation bonds' principal and interest.

The **General Obligation Bonds Debt Service Fund** accounts for property taxes collected for the payment of general obligation bonds' principal and interest.

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities for the County's governmental funds.

The **1996 Road and Recreation Sales Tax Fund** accounts for the collection of the 1996 special purpose sales tax and the specific expenditures which are limited to recreational facilities and road, street and bridge purposes.

The **GRTA Capital Projects Fund** accounts for the receipt and expenditure of proceeds received from the Georgia Regional Transportation Authority pursuant to an intergovernmental agreement with the Georgia Regional Transportation Authority, State of Georgia Road and Tollway Authority, and the Georgia Department of Transportation.

The **1999 Sales Tax Capital Projects Fund** accounts for the financial resources provided from the 1999 one percent special purpose local option sales tax and the proceeds of the series 1999B revenue bonds.

The **2004 Sales Tax Capital Projects Fund** accounts for the resources to be provided from the 2004 one percent special purpose local option sales tax which are required to be used for debt service payments on the sales tax general obligation bonds, certain County and City of Conyers road improvements, construction of a new County jail facility, expansion of the Library, and various other County and City of Conyers public safety and recreational projects.

The **Impact Fee Fund** accounts for the financial resources provided from the Rockdale County Development Impact Fee.

The **Other Capital Projects Fund** accounts for the financial resources to be used for the purchase and construction of major capital facilities, other than those accounted for in specific funds.

ROCKDALE COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2016

	Special Revenue Funds						
	Drug Abuse Treatment and Education	Supplemental Juvenile Services	Inmate Welfare Services	Law Enforcement Confiscated Monies	County Jail	Emergency Telephone System	Tower Fund
ASSETS							
Cash and cash equivalents	$ 146,719	$ 197,920	$ 125,659	$ 219,276	$ 1,125,727	$ 1,578,642	$ 669,292
Taxes receivable	-	-	-	-	-	-	-
Accounts receivable, net	-	-	-	-	-	197,308	-
Due from other governments	2,952	-	-	-	42,594	-	-
Due from other funds	-	4,448	-	-	47,375	-	-
Total assets	$ 149,671	$ 202,368	$ 125,659	$ 219,276	$ 1,215,696	$ 1,775,950	$ 669,292
LIABILITIES							
Accounts payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Due to other funds	30,718	12,049	-	40,423	-	-	-
Advance from other funds	-	-	-	-	-	-	-
Total liabilities	30,718	12,049	-	40,423	-	-	-
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - property taxes	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS)							
Restricted for:							
Judicial programs	-	190,319	-	-	-	-	-
Public safety programs	118,953	-	125,659	178,853	1,215,696	1,775,950	-
Debt service	-	-	-	-	-	-	-
Other capital projects	-	-	-	-	-	-	669,292
Unassigned	-	-	-	-	-	-	-
Total fund balances (deficits)	118,953	190,319	125,659	178,853	1,215,696	1,775,950	669,292
Total liabilities, deferred inflows of resources, and fund balances (deficits)	$ 149,671	$ 202,368	$ 125,659	$ 219,276	$ 1,215,696	$ 1,775,950	$ 669,292

(Continued)

	Special Revenue Funds							Debt Service Funds	
	Victim Assistance Program	Drug Testing Lab	Law Library	Hotel/ Motel Tax	District Attorney EMDET	General Grants	NSP Grant	2010 SPLOST G.O. Bonds Debt Service	G.O. Bonds Debt Service
	$ 44,831	$ 705	$ 142,326	$ -	$ 28,981	$ 481,335	$ 199,622	$ -	$ 2,447,645
	-	-	-	23,467	-	-	-	-	11,315
	-	-	-	-	-	24,000	-	-	-
	6,972	-	-	-	-	482,646	-	-	-
	-	596,584	-	-	-	46,607	11,053	-	-
	$ 51,803	$ 597,289	$ 142,326	$ 23,467	$ 28,981	$ 1,034,588	$ 210,675	$ -	$ 2,458,960
	$ -	$ -	$ 29,926	$ 23,467	$ -	$ 11,094	$ -	$ -	$ -
	-	445,985	-	-	-	592,229	445,529	-	1,718,522
	-	-	-	-	-	-	-	-	-
	-	445,985	29,926	23,467	-	603,323	445,529	-	1,718,522
	-	-	-	-	-	-	-	-	2,709
	-	-	-	-	-	-	-	-	2,709
	51,803	151,304	112,400	-	28,981	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	737,729
	-	-	-	-	-	431,265		-	-
	-	-	-	-	-	-	(234,854)	-	-
	51,803	151,304	112,400	-	28,981	431,265	(234,854)	-	737,729
	$ 51,803	$ 597,289	$ 142,326	$ 23,467	$ 28,981	$ 1,034,588	$ 210,675	$ -	$ 2,458,960

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ROCKDALE COUNTY, GEORGIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2016

	Capital Projects Funds						
	1996 Road and Recreation Sales Tax	GRTA Capital Projects	1999 Sales Tax Capital Projects	2004 Sales Tax Capital Projects	Impact Fee	Other Capital Projects	Totals
ASSETS							
Cash and cash equivalents	$ 301,386	$ 3,540,978	$ 1,020,289	$ 3,031,567	$ 1,311,741	$ 26,782	$ 16,641,423
Taxes receivable	-	-	-	-	-	-	34,782
Accounts receivable, net	-	-	-	-	-	-	221,308
Due from other governments	-	2,289,455	-	-	-	-	2,824,619
Due from other funds	517	10,940	33,423	131,628	-	137,431	1,020,006
Total assets	$ 301,903	$ 5,841,373	$ 1,053,712	$ 3,163,195	$ 1,311,741	$ 164,213	$ 20,742,138
LIABILITIES							
Accounts payable	$ -	$ -	$ -	$ 108,193	$ -	$ -	$ 172,680
Due to other funds	317,067	-	91,399	364	17,379	-	3,711,664
Advance from other funds	-	2,123,423	-	-	-	-	2,123,423
Total liabilities	317,067	2,123,423	91,399	108,557	17,379	-	6,007,767
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - property taxes	-	-	-	-	-	-	2,709
Total deferred inflows of resources	-	-	-	-	-	-	2,709
FUND BALANCES (DEFICITS)							
Restricted for:							
Judicial programs	-	-	-	-	-	-	534,807
Public safety programs	-	-	-	-	-	-	3,415,111
Debt service	-	-	-	-	-	-	737,729
Other capital projects	-	3,717,950	962,313	3,054,638	1,294,362	164,213	10,294,033
Unassigned	(15,164)	-	-	-	-	-	(250,018)
Total fund balances (deficits)	(15,164)	3,717,950	962,313	3,054,638	1,294,362	164,213	14,731,662
Total liabilities, deferred inflows of resources, and fund balances (deficits)	$ 301,903	$ 5,841,373	$ 1,053,712	$ 3,163,195	$ 1,311,741	$ 164,213	$ 20,742,138

(Concluded)

ROCKDALE COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE YEAR ENDED DECEMBER 31, 2016

	Special Revenue Funds						
	Drug Abuse Treatment and Education	Supplemental Juvenile Services	Inmate Welfare Services	Law Enforcement Confiscated Monies	County Jail	Emergency Telephone System	Tower Fund
Revenues:							
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other taxes	-	-	-	-	-	-	-
Charges for services	-	-	169,777	-	-	1,329,749	175,073
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	125,210	-	-	-
Fines and forfeitures	70,389	15,956	-	-	219,209	-	-
Interest revenue	-	25	-	-	10,152	330	161
Other revenues	-	-	-	-	-	-	-
Total revenues	70,389	15,981	169,777	125,210	229,361	1,330,079	175,234
Expenditures:							
Current:							
General government	-	-	-	-	-	-	-
Judicial	-	36,127	-	-	-	-	-
Public safety	74,869	-	-	121,391	-	1,665,535	195,812
Public works	-	-	-	-	-	-	-
Health and welfare	-	-	130,235	-	-	-	-
Housing and development	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Total expenditures	74,869	36,127	130,235	121,391	-	1,665,535	195,812
Excess (deficiency) of revenues over (under) expenditures	(4,480)	(20,146)	39,542	3,819	229,361	(335,456)	(20,578)
Other financing sources							
Transfers in	-	-	-	-	-	-	-
Total other financing sources	-	-	-	-	-	-	-
Net change in fund balances	(4,480)	(20,146)	39,542	3,819	229,361	(335,456)	(20,578)
Fund balances (deficits), beginning of year	123,433	210,465	86,117	175,034	986,335	2,111,406	689,870
Fund balances (deficits), end of year	$ 118,953	$ 190,319	$ 125,659	$ 178,853	$ 1,215,696	$ 1,775,950	$ 669,292

(Continued)

Special Revenue Funds							Debt Service Funds	
Victim Assistance Program	Drug Testing Lab	Law Library	Hotel / Motel Tax	District Attorney EMDET	General Grants	NSP Grant	2010 SPLOST G.O. Bonds Debt Service	G.O. Bonds Debt Service
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 58,584
-	-	-	46,586	-	-	-	-	-
-	312,555	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	7,985	2,205,614	544,403	-	-
94,964	-	26	-	-	-	-	-	-
-	-	61,641	-	6	-	-	-	3,991
-	-	-	-	-	66,627	-	-	-
94,964	312,555	61,667	46,586	7,991	2,272,241	544,403	-	62,575
-	-	-	46,586	-	26,244	-	-	890
103,835	245,166	125,363	-	4,414	1,856,808	-	-	-
-	-	-	-	-	359,140	-	-	-
-	-	-	-	-	137	-	-	-
-	-	-	-	-	9,337	-	-	-
-	-	-	-	-	7,075	844,460	-	-
-	-	-	-	-	-	-	-	-
103,835	245,166	125,363	46,586	4,414	2,258,741	844,460	-	890
(8,871)	67,389	(63,696)	-	3,577	13,500	(300,057)	-	61,685
-	-	-	-	-	-	-	147	-
-	-	-	-	-	-	-	147	-
(8,871)	67,389	(63,696)	-	3,577	13,500	(300,057)	147	61,685
60,674	83,915	176,096	-	25,404	417,765	65,203	(147)	676,044
$ 51,803	$ 151,304	$ 112,400	$ -	$ 28,981	$ 431,265	$ (234,854)	$ -	$ 737,729

(Continued)

ROCKDALE COUNTY, GEORGIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE YEAR ENDED DECEMBER 31, 2016

	Capital Projects Funds						
	1996 Road and Recreation Sales Tax	GRTA Capital Projects	1999 Sales Tax Capital Projects	2004 Sales Tax Capital Projects	Impact Fee	Other Capital Projects	Totals
Revenues:							
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ 58,584
Other taxes	-	-	-	-	-	-	46,586
Charges for services	-	-	-	-	-	-	1,987,154
Licenses and permits	-	-	-	-	436,049	-	436,049
Intergovernmental	-	1,033,506	-	-	-	-	3,916,718
Fines and forfeitures	-	-	-	-	-	-	400,544
Interest revenue	1,098	-	3,951	169,238	975	-	251,568
Other revenues	-	-	-	-	-	-	66,627
Total revenues	1,098	1,033,506	3,951	169,238	437,024	-	7,163,830
Expenditures:							
Current:							
General government	-	-	-	-	-	-	73,720
Judicial	-	-	-	-	-	-	2,371,713
Public safety	-	-	-	-	-	-	2,416,747
Public works	-	-	-	-	-	-	137
Health and welfare	-	-	-	-	-	-	139,572
Housing and development	-	-	-	-	-	-	851,535
Capital outlay	-	678,383	-	385,730	20,689	-	1,084,802
Total expenditures	-	678,383	-	385,730	20,689	-	6,938,226
Excess (deficiency) of revenues over (under) expenditures	1,098	355,123	3,951	(216,492)	416,335	-	225,604
Other financing sources							
Transfers in	-	-	-	-	-	-	147
Total other financing sources	-	-	-	-	-	-	147
Net change in fund balances	1,098	355,123	3,951	(216,492)	416,335	-	225,751
Fund balances (deficits), beginning of year	(16,262)	3,362,827	958,362	3,271,130	878,027	164,213	14,505,911
Fund balances (deficits), end of year	$ (15,164)	$ 3,717,950	$ 962,313	$ 3,054,638	$ 1,294,362	$ 164,213	$ 14,731,662

(Concluded)

ROCKDALE COUNTY, GEORGIA
DRUG ABUSE TREATMENT AND EDUCATION

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (BUDGET BASIS) AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Fines and forfeitures	$ 70,000	$ 70,389	$ 70,389	$ -
Total revenues	70,000	70,389	70,389	-
EXPENDITURES				
Public safety	70,000	71,856	74,869	(3,013)
Total expenditures	70,000	71,856	74,869	(3,013)
Net change in fund balance	-	(1,467)	(4,480)	(3,013)
FUND BALANCES, beginning of year	123,433	123,433	123,433	-
FUND BALANCES, end of year	$ 123,433	$ 121,966	$ 118,953	$ (3,013)

ROCKDALE COUNTY, GEORGIA
SUPPLEMENTAL JUVENILE SERVICES

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (BUDGET BASIS) AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Fines and forfeitures	$ 15,000	$ 15,956	$ 15,956	$ -
Interest revenue	-	25	25	-
Total revenues	15,000	15,981	15,981	-
EXPENDITURES				
Judicial	15,000	39,141	36,127	3,014
Total expenditures	15,000	39,141	36,127	3,014
Net change in fund balance	-	(23,160)	(20,146)	3,014
FUND BALANCES, beginning of year	210,465	210,465	210,465	-
FUND BALANCES, end of year	$ 210,465	$ 187,305	$ 190,319	$ 3,014

ROCKDALE COUNTY, GEORGIA
INMATE WELFARE SERVICES

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (BUDGET BASIS) AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Charges for services	$ 150,000	$ 169,777	$ 169,777	$ -
Total revenues	150,000	169,777	169,777	-
EXPENDITURES				
Health and welfare	150,000	126,641	130,235	(3,594)
Total expenditures	150,000	126,641	130,235	(3,594)
Net change in fund balance	-	43,136	39,542	(3,594)
FUND BALANCES, beginning of year	86,117	86,117	86,117	-
FUND BALANCES, end of year	$ 86,117	$ 129,253	$ 125,659	$ (3,594)

ROCKDALE COUNTY, GEORGIA
LAW ENFORCEMENT CONFISCATED MONIES

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (BUDGET BASIS) AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Intergovernmental	$ 200,000	$ 57,711	$ 125,210	$ 67,499
Total revenues	200,000	57,711	125,210	67,499
EXPENDITURES				
Public safety	200,000	79,608	121,391	(41,783)
Total expenditures	200,000	79,608	121,391	(41,783)
Net change in fund balance	-	(21,897)	3,819	25,716
FUND BALANCES, beginning of year	175,034	175,034	175,034	-
FUND BALANCES, end of year	$ 175,034	$ 153,137	$ 178,853	$ 25,716

ROCKDALE COUNTY, GEORGIA
COUNTY JAIL

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (BUDGET BASIS) AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Fines and forfeitures	$ 310,000	$ 222,703	$ 219,209	$ (3,494)
Interest revenue	5,000	10,152	10,152	-
Total revenues	315,000	232,855	229,361	(3,494)
EXPENDITURES				
Public safety	315,000	-	-	-
Total expenditures	315,000	-	-	-
Net change in fund balance	-	232,855	229,361	(3,494)
FUND BALANCES, beginning of year	986,335	986,335	986,335	-
FUND BALANCES, end of year	$ 986,335	$ 1,219,190	$ 1,215,696	$ (3,494)

ROCKDALE COUNTY, GEORGIA
EMERGENCY TELEPHONE SYSTEM

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (BUDGET BASIS) AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Charges for services	$ 1,186,600	$ 1,329,749	$ 1,329,749	$ -
Interest revenue	400	330	330	-
Total revenues	1,187,000	1,330,079	1,330,079	-
EXPENDITURES				
Public safety	1,187,000	1,665,535	1,665,535	-
Total expenditures	1,187,000	1,665,535	1,665,535	-
Net change in fund balance	-	(335,456)	(335,456)	-
FUND BALANCES, beginning of year	2,111,406	2,111,406	2,111,406	-
FUND BALANCES, end of year	$ 2,111,406	$ 1,775,950	$ 1,775,950	$ -

ROCKDALE COUNTY, GEORGIA
TOWER FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (BUDGET BASIS) AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Charges for services	$ 200,000	$ 175,073	$ 175,073	$ -
Interest revenue	-	161	161	-
Total revenues	200,000	175,234	175,234	-
EXPENDITURES				
Public safety	200,000	195,812	195,812	-
Total expenditures	200,000	195,812	195,812	-
Net change in fund balance	-	(20,578)	(20,578)	-
FUND BALANCES, beginning of year	689,870	689,870	689,870	-
FUND BALANCES, end of year	$ 689,870	$ 669,292	$ 669,292	$ -

ROCKDALE COUNTY, GEORGIA
VICTIM ASSISTANCE PROGRAM

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (BUDGET BASIS) AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Fines and forfeitures	$ 105,000	$ 95,465	$ 94,964	$ (501)
Total revenues	105,000	95,465	94,964	(501)
EXPENDITURES				
Judicial	105,000	103,835	103,835	-
Total expenditures	105,000	103,835	103,835	-
Net change in fund balance	-	(8,370)	(8,871)	(501)
FUND BALANCES, beginning of year	60,674	60,674	60,674	-
FUND BALANCES, end of year	$ 60,674	$ 52,304	$ 51,803	$ (501)

ROCKDALE COUNTY, GEORGIA
DRUG TESTING LAB

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (BUDGET BASIS) AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Charges for services	$ -	$ 312,555	$ 312,555	$ -
Total revenues	-	312,555	312,555	-
EXPENDITURES				
Judicial	-	245,166	245,166	-
Total expenditures	-	245,166	245,166	-
Net change in fund balance	-	67,389	67,389	-
FUND BALANCES, beginning of year	83,915	83,915	83,915	-
FUND BALANCES, end of year	$ 83,915	$ 151,304	$ 151,304	$ -

ROCKDALE COUNTY, GEORGIA
LAW LIBRARY

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (BUDGET BASIS) AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Fines and forfeitures	$ 61,667	$ 61,641	$ 61,641	$ -
Interest revenue	26	26	26	-
Total revenues	61,693	61,667	61,667	-
EXPENDITURES				
Judicial	61,667	125,363	125,363	-
Total expenditures	61,667	125,363	125,363	-
Net change in fund balance	26	(63,696)	(63,696)	-
FUND BALANCES, beginning of year	176,096	176,096	176,096	-
FUND BALANCES, end of year	$ 176,122	$ 112,400	$ 112,400	$ -

ROCKDALE COUNTY, GEORGIA
HOTEL/MOTEL TAX

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (BUDGET BASIS) AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Other taxes	$ 63,000	$ 46,586	$ 46,586	$ -
Total revenues	63,000	46,586	46,586	-
EXPENDITURES				
General government	63,000	9,617	46,586	(36,969)
Total expenditures	63,000	9,617	46,586	(36,969)
Net change in fund balance	-	36,969	-	(36,969)
FUND BALANCES, beginning of year	-	-	-	-
FUND BALANCES, end of year	$ -	$ 36,969	$ -	$ (36,969)

ROCKDALE COUNTY, GEORGIA
DISTRICT ATTORNEY EMDET

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (BUDGET BASIS) AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Intergovernmental	$ 9,000	$ 20,536	$ 7,985	$ (12,551)
Interest revenue	-	6	6	-
Total revenues	9,000	20,542	7,991	(12,551)
EXPENDITURES				
Judicial	9,000	16,883	4,414	12,469
Total expenditures	9,000	16,883	4,414	12,469
Net change in fund balance	-	3,659	3,577	(82)
FUND BALANCES, beginning of year	25,404	25,404	25,404	-
FUND BALANCES, end of year	$ 25,404	$ 29,063	$ 28,981	$ (82)

ROCKDALE COUNTY, GEORGIA
GENERAL GRANTS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (BUDGET BASIS) AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Intergovernmental	$ -	$ 2,211,864	$ 2,205,614	$ 6,250
Other revenues	-	66,627	66,627	-
Total revenues	-	2,278,491	2,272,241	6,250
EXPENDITURES				
Current:				
General government	-	26,244	26,244	-
Judicial	-	1,753,004	1,746,754	6,250
Public safety	-	359,140	359,140	-
Public works	-	137	137	-
Health and welfare	-	9,337	9,337	-
Housing and development	-	7,075	7,075	-
Total expenditures	-	2,154,937	2,148,687	6,250
Net change in fund balance	-	123,554	123,554	-
FUND BALANCES, beginning of year	417,765	417,765	417,765	-
FUND BALANCES, end of year	$ 417,765	$ 541,319	$ 541,319	$ -

ROCKDALE COUNTY, GEORGIA
NSP GRANT

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (BUDGET BASIS) AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Intergovernmental	$ -	$ 544,403	$ 544,403	$ -
Total revenues	-	544,403	544,403	-
EXPENDITURES				
Housing and development	-	757,005	757,005	-
Total expenditures	-	757,005	757,005	-
Net change in fund balance	-	(212,602)	(212,602)	-
FUND BALANCES (DEFICIT), beginning of year	65,203	65,203	65,203	-
FUND BALANCES (DEFICIT), end of year	$ 65,203	$ (147,399)	$ (147,399)	$ -

ROCKDALE COUNTY, GEORGIA
2010 SPLOST G.O. BONDS DEBT SERVICE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (BUDGET BASIS) AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Interest revenue	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
EXPENDITURES				
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	-	-	-	-
Deficiency of revenues over expenditures	-	-	-	-
Other financing sources				
Transfers in	-	-	147	147
Transfers out	-	-	-	-
Total other financing sources	-	-	147	147
Net change in fund balance	-	-	147	147
FUND BALANCES (DEFICIT), beginning of year	(147)	(147)	(147)	-
FUND BALANCES (DEFICIT), end of year	$ (147)	$ (147)	$ -	$ 147

ROCKDALE COUNTY, GEORGIA
G.O. BONDS DEBT SERVICE

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (BUDGET BASIS) AND ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2016

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance
REVENUES				
Property taxes	$ -	$ 65,241	$ 58,584	$ (6,657)
Interest revenue	-	3,991	3,991	-
Total revenues	-	69,232	62,575	(6,657)
EXPENDITURES				
Current:				
General government	-	890	890	-
Total expenditures	-	890	890	-
Net change in fund balance	-	68,342	61,685	(6,657)
FUND BALANCES, beginning of year	676,044	676,044	676,044	-
FUND BALANCES, end of year	$ 676,044	$ 744,386	$ 737,729	$ (6,657)

ROCKDALE COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS FOR THE YEAR ENDED DECEMBER 31, 2016

Project Description Per SPLOST Referendum	Original Estimated Cost	Revised Estimated Cost	Expenditures Prior Years	Expenditures Current Year	Expenditures Total
1996 Road and Recreation Sales Tax:					
Gymnasium and pool	$ 2,500,000	$ 3,078,204	$ 3,077,491	$ -	$ 3,077,491
Roads, streets and bridges	32,500,000	38,508,091	38,508,091	-	38,508,091
	35,000,000	41,586,295	41,585,582	-	41,585,582
1999 Special Purpose Sales Tax:					
Water treatment plant and related infrastructure	59,508,571	55,368,638	55,379,648	-	55,379,648
Water line extensions	7,203,086	11,203,338	9,188,141	-	9,188,141
Debt reduction	1,288,343	9,361,142	9,361,142	-	9,361,142
	68,000,000	75,933,118	73,928,931	-	73,928,931
2004 Special Purpose Sales Tax:					
Jail	25,926,918	25,926,918	24,171,237	-	24,171,237
Fire stations and equipment	3,877,958	3,877,958	3,759,822	-	3,759,822
Roads, streets and bridges	43,028,658	43,028,658	32,707,525	385,730	33,093,255
Library expansion - intergovernmental	5,665,000	7,665,000	7,665,000	-	7,665,000
Various recreation projects	4,487,351	4,487,351	4,223,582	-	4,223,582
Library books - intergovernmental	1,000,000	1,000,000	1,000,000	-	1,000,000
County health department	4,154,955	8,251,203	8,251,203	-	8,251,203
Senior center	882,512	1,226,425	1,226,425	-	1,226,425
Arbitrage	-	-	740,667	-	740,667
City of Conyers - intergovernmental	10,602,067	10,602,067	10,558,584	-	10,558,584
	99,625,419	106,065,580	94,304,045	385,730	94,689,775
2010 Special Purpose Sales Tax:					
Jail	5,000,000	5,000,000	4,067,700	567	4,068,267
Fire stations and equipment	10,000,000	10,000,000	7,080,291	116,502	7,196,793
Roads, streets and bridges	31,366,470	31,366,470	28,014,849	7,400,705	35,415,554
Water projects	12,000,000	12,000,000	3,622,101	-	3,622,101
Recreation projects	5,000,000	5,000,000	635,355	312,495	947,850
City of Conyers - intergovernmental	10,883,530	10,883,530	9,476,891	2,002,420	11,479,311
	74,250,000	74,250,000	52,897,187	9,832,689	62,729,876
Total	$ 276,875,419	$ 297,834,993	$ 262,715,745	$ 10,218,419	$ 272,934,164

Total per Combining Statement of Revenues, Expenditures and Changes in Fund Balance $ 10,218,419

ROCKDALE COUNTY, GEORGIA

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	December 31, 2015	Increases	Decreases	December 31, 2016
Tax Commissioner				
ASSETS				
Cash and cash equivalents	$ 2,023,366	$ 93,639,545	$ (79,496,191)	$ 16,166,720
Taxes receivable	4,041,907	1,217,196	(995,206)	4,263,897
Total assets	$ 6,065,273	$ 94,856,741	$ (80,491,397)	$ 20,430,617
LIABILITIES				
Due to others	$ 6,065,273	$ 94,856,741	(80,491,397)	$ 20,430,617
Total liabilities	$ 6,065,273	$ 94,856,741	$ (80,491,397)	$ 20,430,617
Clerk of Superior Court				
ASSETS				
Cash and cash equivalents	$ 782,865	$ 4,704,195	$ (4,440,834)	$ 1,046,226
Total assets	$ 782,865	$ 4,704,195	$ (4,440,834)	$ 1,046,226
LIABILITIES				
Due to others	$ 782,865	$ 4,704,195	$ (4,440,834)	$ 1,046,226
Total liabilities	$ 782,865	$ 4,704,195	$ (4,440,834)	$ 1,046,226
Clerk of State Court				
ASSETS				
Cash and cash equivalents	$ 257,248	$ 1,804,653	$ (1,782,596)	$ 279,305
Total assets	$ 257,248	$ 1,804,653	$ (1,782,596)	$ 279,305
LIABILITIES				
Due to others	$ 257,248	$ 1,804,653	$ (1,782,596)	$ 279,305
Total liabilities	$ 257,248	$ 1,804,653	$ (1,782,596)	$ 279,305
Sheriff				
ASSETS				
Cash and cash equivalents	$ 85,056	$ 657,020	$ (650,770)	$ 91,306
Total assets	$ 85,056	$ 657,020	$ (650,770)	$ 91,306
LIABILITIES				
Due to others	$ 85,056	$ 657,020	$ (650,770)	$ 91,306
Total liabilities	$ 85,056	$ 657,020	$ (650,770)	$ 91,306

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ROCKDALE COUNTY, GEORGIA

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	December 31, 2015	Increases	Decreases	December 31, 2016
Probate Court				
ASSETS				
Cash and cash equivalents	$ 26,202	$ 447,220	$ (457,129)	$ 16,293
Total assets	$ 26,202	$ 447,220	$ (457,129)	$ 16,293
LIABILITIES				
Due to others	$ 26,202	$ 447,220	$ (457,129)	$ 16,293
Total liabilities	$ 26,202	$ 447,220	$ (457,129)	$ 16,293
Juvenile Court				
ASSETS				
Cash and cash equivalents	$ 9,539	$ 39,493	$ (45,128)	$ 3,904
Total assets	$ 9,539	$ 39,493	$ (45,128)	$ 3,904
LIABILITIES				
Due to others	$ 9,539	$ 39,493	$ (45,128)	$ 3,904
Total liabilities	$ 9,539	$ 39,493	$ (45,128)	$ 3,904
Magistrate Court				
ASSETS				
Cash and cash equivalents	$ 85,664	$ 580,358	$ (567,560)	$ 98,462
Total assets	$ 85,664	$ 580,358	$ (567,560)	$ 98,462
LIABILITIES				
Due to others	$ 85,664	$ 580,358	$ (567,560)	$ 98,462
Total liabilities	$ 85,664	$ 580,358	$ (567,560)	$ 98,462
Totals				
ASSETS				
Cash and cash equivalents	$ 3,269,940	$ 101,872,484	$ (87,440,208)	$ 17,702,216
Taxes receivable	4,041,907	1,217,196	(995,206)	4,263,897
Total assets	$ 7,311,847	$ 103,089,680	$ (88,435,414)	$ 21,966,113
LIABILITIES				
Due to others	$ 7,311,847	$ 103,089,680	$ (88,435,414)	$ 21,966,113
Total liabilities	$ 7,311,847	$ 103,089,680	$ (88,435,414)	$ 21,966,113

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STATISTICAL SECTION

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

Contents **Page**

Financial Trends ..... **109 - 113**
These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

Revenue Capacity ..... **114 - 118**
These schedules contain information to help the reader assess the County's most significant local revenue sources.

Debt Capacity ..... **119 - 122**
These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

Demographic and Economic Information ..... **123 and 124**
These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Operating Information ..... **125 - 128**
These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

ROCKDALE COUNTY, GEORGIA

NET POSITION BY ACTIVITY
LAST TEN FISCAL YEARS

	2007 [1]	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental activities										
Net investment in capital assets	$ 251,240,934	$ 261,360,437	$ 273,980,956	$ 278,260,202	$ 297,076,620	$ 284,633,827	$ 280,456,955	$ 278,277,189	$ 275,407,123	$ 269,002,285
Restricted	66,923,233	48,506,614	39,285,315	49,231,290	40,731,982	34,966,105	33,229,850	32,225,515	25,399,672	28,881,548
Unrestricted	1,655,651	23,401,129	22,949,147	12,977,135	6,392,169	18,697,029	18,356,293	17,841,366	9,315,354	3,170,916
Total governmental activities net position	$ 319,819,818	$ 333,268,180	$ 336,215,418	$ 340,468,627	$ 344,200,771	$ 338,296,961	$ 332,043,098	$ 328,344,070	$ 310,122,149	$ 301,054,749
Business-type activities										
Net investment in capital assets	$ 114,314,628	$ 113,154,794	$ 111,400,460	$ 109,368,867	$ 106,164,918	$ 99,138,015	$ 89,239,309	$ 100,962,653	$ 99,012,328	$ 98,413,548
Restricted	9,710,703	12,035,733	2,335,194	1,835,946	1,550,015	1,328,554	101,505	101,005	6,077,606	6,279,345
Unrestricted	9,713,788	6,152,378	15,830,420	17,888,120	20,833,028	27,585,753	37,400,671	30,333,718	28,406,719	33,971,457
Total business-type activities net position	$ 133,739,119	$ 131,342,905	$ 129,566,074	$ 129,092,933	$ 128,547,961	$ 128,052,322	$ 126,741,485	$ 131,397,376	$ 133,496,653	$ 138,664,350
Primary government										
Net investment in capital assets	$ 365,555,562	$ 374,515,231	$ 385,381,416	$ 387,629,069	$ 403,241,538	$ 383,771,842	$ 369,696,264	$ 379,239,842	$ 374,419,451	$ 367,415,833
Restricted	76,633,936	60,542,347	41,620,509	51,067,236	42,281,997	36,294,659	33,331,355	32,326,520	31,477,278	35,160,893
Unrestricted	11,369,439	29,553,507	38,779,567	30,865,255	27,225,197	46,282,782	55,756,964	48,175,084	37,722,073	37,142,373
Total primary government net position	$ 453,558,937	$ 464,611,085	$ 465,781,492	$ 469,561,560	$ 472,748,732	$ 466,349,283	$ 458,784,583	$ 459,741,446	$ 443,618,802	$ 439,719,099

[1] Majority of increase in governmental activities resulted from the GASB 34 addition of retro infrastructure assets.

ROCKDALE COUNTY, GEORGIA

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(In Thousands)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Expenses										
Primary government:										
Governmental activities:										
General government	$ 7,862	$ 8,532	$ 8,443	$ 7,977	$ 12,326	$ 11,624	$ 11,699	$ 14,389	$ 12,869	$ 12,347
Judicial	5,231	5,630	5,740	5,716	6,189	6,602	7,033	7,285	7,722	8,955
Public safety	26,014	28,629	31,019	32,150	32,139	33,361	34,182	35,993	35,688	38,255
Public works	23,265	22,746	20,591	17,918	14,808	18,902	22,035	17,557	23,420	21,034
Culture and recreation	2,824	4,010	8,575	4,678	2,907	2,826	3,407	3,024	3,243	3,642
Health and welfare	2,647	1,634	1,908	1,642	1,605	1,721	1,719	1,631	3,167	1,742
Housing and development	312	324	1,302	2,234	1,251	1,649	1,915	2,290	1,002	1,178
Interest and fiscal changes	2,885	2,509	2,002	1,792	1,487	1,005	998	711	580	652
Total governmental activities expenses	71,040	74,014	79,580	74,107	72,712	77,690	82,988	82,880	87,691	87,805
Business-type activities:										
Water and Sewer	25,307	26,880	26,472	27,548	26,033	26,534	27,456	27,411	28,410	28,535
Stormwater	896	1,159	1,250	1,643	1,316	1,299	1,896	1,676	1,525	2,476
Total business-type activities expenses	26,203	28,039	27,722	29,191	27,349	27,833	29,352	29,087	29,935	31,011
Total primary government expenses	97,243	102,053	107,302	103,298	100,061	105,523	112,340	111,967	117,626	118,816
Program revenues										
Primary government:										
Governmental activities:										
Charges for services	9,179	8,672	8,942	[1]						
General government				1,065	1,975	2,213	2,931	3,290	3,337	3,370
Judicial				3,011	3,060	2,833	2,423	2,582	2,598	2,694
Public safety				3,371	3,923	2,876	2,338	2,377	2,418	2,338
Other				1,123	1,122	1,177	1,481	1,018	1,034	1,152
Operating grants and contributions	1,760	586	1,597	2,844	2,005	2,891	2,987	4,242	5,444	3,432
Capital grants and contributions	28,567	14,215	9,682	4,873	1,337	1,121	2,184	4,238	378	1,245
Total governmental activities program revenues	39,506	23,473	20,221	16,287	13,422	13,111	14,344	17,747	15,209	14,231
Business-type activities:										
Charges for services	25,826	23,128	25,625							
Water and wastewater				25,795	26,006	26,057	26,665	30,530	32,755	33,786
Stormwater				2,114	1,706	1,950	1,916	1,891	1,935	1,914
Operating grants and contributions				3	-	-	-	-	-	-
Capital grants and contributions	6,081	2,620	188	-	63	-	-	-	-	-
Total business-type activities program revenues	31,907	25,748	25,813	27,912	27,775	28,007	28,581	32,421	34,690	35,700
Total primary government program revenues	71,413	49,221	46,034	44,199	41,197	41,118	42,925	50,168	49,899	49,931

(Continued)

ROCKDALE COUNTY, GEORGIA

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(In Thousands)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Net (expense) revenue										
Governmental activities	$ (31,534)	$ (50,541)	$ (59,359)	$ (57,820)	$ (59,290)	$ (64,579)	$ (68,644)	$ (65,133)	$ (72,482)	$ (73,574)
Business-type activities	5,704	(2,291)	(1,909)	(1,279)	426	174	(771)	3,334	4,755	4,689
Total primary government	(25,830)	(52,832)	(61,268)	(59,099)	(58,864)	(64,405)	(69,415)	(61,799)	(67,727)	(68,885)
General revenues and other changes in net position										
Primary government:										
Governmental activities:										
Property taxes	25,291	23,918	26,038	28,378	30,046	25,865	28,989	29,055	31,038	29,683
Sales taxes	31,637	28,886	24,882	25,673	26,849	28,047	27,587	28,026	28,512	28,824
Other taxes	9,337	8,956	10,332	7,809	4,942	5,159	5,143	5,539	5,675	6,174
Unrestricted investment earnings	3,532	1,362	376	161	183	101	99	104	251	291
Miscellaneous	123	97	325	449	-	7	-	-	-	-
Transfers	903	770	353	(397)	1,001	(71)	570	(1,290)	998	(467)
Total governmental activities general revenues and other changes in net position	70,823	63,989	62,306	62,073	63,021	59,108	62,388	61,434	66,474	64,505
Business-type activities:										
Unrestricted investment earnings	1,703	598	124	58	31	33	30	32	5	12
Miscellaneous	3	67	361	350	-	(412)	-	-	-	-
Transfers	(903)	(770)	(353)	397	(1,001)	71	(570)	1,290	(998)	467
Total business type activities general revenues and other changes in net position	803	(105)	132	805	(970)	(308)	(540)	1,322	(993)	479
Total primary government general revenues and other changes in net position	71,626	63,884	62,438	62,878	62,051	58,800	61,848	62,756	65,481	64,984
Change in net position										
Governmental activities	39,289	13,448	2,947	4,253	3,731	(5,471)	(6,256)	(3,699)	(6,008)	(9,069)
Prior period adjustment	165,634	-	-	-	-	-	-	-	-	-
Business-type activities	6,507	(2,396)	(1,777)	(474)	(544)	(134)	(1,311)	4,656	3,762	5,168
Total primary government change in net position	$ 211,430 [3]	$ 11,052 [2]	$ 1,170	$ 3,779	$ 3,187	$ (5,605)	$ (7,567)	$ 957	$ (2,246)	$ (3,901)

[1] Adopted new recommendation per CAFR.

[2] Amounts were reclassified for comparative purposes with the current year.

[3] Changes in Net Position from the Statement of Activities increased in this table due to the prior period adjustment.

ROCKDALE COUNTY, GEORGIA

FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Fund										
Reserved	$ 4,113,446	$ 3,927,008	$ 3,340,705	$ 3,389,030						
Unreserved	25,515,132	25,939,153	29,933,985	34,155,818						
Total General fund	$ 29,628,578	$ 29,866,161	$ 33,274,690	$ 37,544,848						
All Other Governmental Funds										
Reserved	$ 3,788	$ -	$ 2,592,690	$ 3,971,867						
Unreserved, reported in:										
Special revenue funds	3,160,606	3,754,138	4,269,002	4,124,402						
Debt service funds	10,970,901	14,654,276	12,087,416	11,779,025						
Capital projects funds	45,556,707	22,658,017	10,689,051	21,150,338						
Total all other governmental funds	$ 59,692,002	$ 41,066,431	$ 29,638,159	$ 41,025,632						
Total all governmental funds	$ 89,320,580	$ 70,932,592	$ 62,912,849	$ 78,570,480						
General Fund										
Nonspendable					$ 641,473	$ 6,023	$ 231,058	$ 4,011,328	$ 2,840,406	$ 2,189,310
Committed					-	-	225,971	-	-	375,836
Assigned					-	91,476	-	-	-	-
Unassigned					39,817,549	39,652,409	39,632,110	33,475,134	36,564,030	36,983,619
Total General fund					$ 40,459,022	$ 39,749,908	$ 40,089,139	$ 37,486,462	$ 39,404,436	$ 39,548,765
All Other Governmental Funds										
Restricted, reported in:										
Special revenue funds					$ 5,168,815	$ 4,512,975	$ 4,433,194	$ 5,281,572	$ 5,036,460	$ 5,050,475
Debt service funds					3,997,848	3,956,140	3,971,678	4,006,607	676,044	737,729
Capital projects funds					31,565,319	26,496,990	24,824,978	22,937,336	19,687,168	23,093,344
Committed					-	-	-	323,719	197,509	-
Unassigned					-	-	-	(339,900)	(38,661)	(2,142,155)
Total all other governmental funds					$ 40,731,982	$ 34,966,105	$ 33,229,850	$ 32,209,334	$ 25,558,520	$ 26,739,393
Total all governmental funds					$ 81,191,004	$ 74,716,013	$ 73,318,989	$ 69,695,796	$ 64,962,956	$ 66,288,158

Note: GASB 54 was implemented during fiscal year 2011.

ROCKDALE COUNTY, GEORGIA

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Revenues:										
Taxes	$ 66,285,548	$ 61,224,502	$ 58,943,523	$ 61,860,488	$ 62,176,220	$ 58,655,536	$ 61,093,491	$ 62,688,957	$ 65,200,554	$ 65,951,783
Licenses and permits	1,562,130	600,845	335,710	298,702	135,647	303,250	444,988	672,821	736,948	915,071
Intergovernmental	3,472,279	3,325,946	11,762,984	7,467,852	3,342,044	3,859,555	5,159,334	7,450,085	4,562,974	4,472,922
Charges for services	4,947,321	5,033,498	5,528,830	5,613,516	5,621,006	5,674,293	5,483,265	5,550,119	5,846,513	5,868,658
Fines and forfeitures	3,168,473	3,330,139	3,340,748	3,211,045	3,060,033	2,989,408	2,698,857	2,718,119	2,501,037	2,447,014
Investment earnings	4,070,643	1,799,920	375,632	161,868	183,300	101,233	110,758	122,060	274,641	494,693
Miscellaneous	147,467	152,642	327,671	1,303,848	1,263,592	282,238	547,289	326,599	302,471	324,842
Total revenues	83,653,861	75,467,492	80,615,098	79,917,319	75,781,842	71,865,513	75,537,982	79,528,760	79,425,138	80,474,983
Expenditures:										
Current:										
General government	8,352,218	9,219,487	8,492,378	8,537,643	8,429,229	8,741,031	8,765,489	9,435,386	9,042,083	9,744,174
Judicial	5,142,962	5,384,246	5,535,027	5,517,869	6,002,082	6,252,331	6,642,745	7,009,483	7,486,772	8,640,838
Public safety	25,223,515	26,045,061	28,161,449	29,175,068	30,084,202	29,718,247	30,293,290	34,434,581	33,564,426	33,631,524
Public works	11,363,599	5,503,676	5,481,087	5,837,270	4,915,502	4,913,716	5,019,216	5,070,871	5,425,939	5,850,610
Culture and recreation	2,534,506	3,211,760	2,369,941	2,156,589	2,199,329	2,060,018	2,032,929	2,095,550	2,258,763	2,292,981
Health and welfare	2,631,978	1,565,334	1,804,320	1,526,024	1,478,843	1,579,450	1,591,663	1,483,290	1,548,815	1,600,889
Housing and development	298,359	310,817	1,285,905	2,215,588	1,256,962	1,669,555	1,915,011	2,294,557	1,004,847	1,171,391
Capital outlay	19,022,890	26,690,021	14,892,666	6,784,706	3,084,216	14,077,366	12,470,554	13,610,292	16,576,735	11,132,284
Debt service:										
Principal	5,840,780	11,428,289	12,183,847	13,148,876	14,162,534	5,751,150	5,680,456	5,799,950	5,284,856	1,990,505
Interest and fiscal charges	2,885,069	3,149,804	2,393,105	2,271,999	1,772,993	1,411,835	1,416,735	841,226	627,301	684,197
Intergovernmental	1,105,167	2,324,997	6,414,870	1,953,695	783,742	2,124,991	2,100,906	2,121,078	2,346,174	2,002,420
Total expenditures	84,401,043	94,833,492	89,014,595	79,125,327	74,169,634	78,299,690	77,928,994	84,196,264	85,166,711	78,741,813
Excess (deficiency) of revenues over (under) expenditures	(747,182)	(19,366,000)	(8,399,497)	791,992	1,612,208	(6,434,177)	(2,391,012)	(4,667,504)	(5,741,573)	1,733,170
Other financing sources (uses)										
Refunding bond proceeds	-	10,000,000	-	13,000,000	-	-	-	-	-	-
Proceeds from debt	861,000	-	-	-	-	-	2,880,000	-	-	-
Bond premium	-	186,143	-	836,881	-	-	-	-	-	-
Bond issuance	-	-	-	-	-	-	-	-	-	-
Payments to escrow account	-	(10,000,000)	-	-	-	-	(2,845,000)	-	-	-
Transfers in	25,018,325	28,862,322	21,418,548	24,226,295	20,352,385	18,847,250	18,572,148	18,504,913	15,253,289	15,386,477
Transfers out	(24,115,684)	(28,092,192)	(21,065,066)	(23,207,020)	(19,351,110)	(18,917,801)	(17,616,523)	(17,474,788)	(14,255,539)	(15,853,421)
Proceeds from the sale of capital assets	15,435	21,739	26,272	9,483	7,041	29,737	3,363	14,186	10,983	58,976
Total other financing sources (uses)	1,779,076	978,012	379,754	14,865,639	1,008,316	(40,814)	993,988	1,044,311	1,008,733	(407,968)
Net change in fund balances	$ 1,031,894	$ (18,387,988)	$ (8,019,743)	$ 15,657,631	$ 2,620,524	$ (6,474,991)	$ (1,397,024)	$ (3,623,193)	$ (4,732,840)	$ 1,325,202
Debt Service as a Percentage of Noncapital Expenditures	13.52% [1]	20.34% [1]	18.83% [1]	20.91% [1]	22.60%	10.41%	9.83%	8.69%	7.56%	3.59%

[1] Calculation has been revised as discussed with GFOA representative.

ROCKDALE COUNTY, GEORGIA

GROSS DIGEST BY REVENUE SOURCE
LAST TEN FISCAL YEARS
(in thousands)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Residential	$ 1,910,546	$ 2,001,404	$ 1,998,418	$ 1,747,525	$ 1,569,465	$ 1,470,682	$ 1,130,841	$ 1,214,912	1,266,453	$ 1,348,017
Commercial	603,771	625,075	621,672	646,893	620,688	620,067	560,991	554,807	562,752	602,654
Industrial	301,057	295,136	294,300	293,403	281,649	276,730	255,779	259,162	267,684	277,299
Utilities	73,105	71,237	71,497	65,235	64,262	64,521	60,080	63,428	64,351	61,917
Vehicles	212,272	218,009	221,978	189,746	185,649	189,675	203,460	169,055	114,533	86,580
Other	61,376	66,680	67,199	63,483	62,794	47,071	40,416	37,381	35,681	35,388
	$ 3,162,127	$ 3,277,541	$ 3,275,064	$ 3,006,285	$ 2,784,507	$ 2,668,746	$ 2,251,567	$ 2,298,745	$ 2,311,454	$ 2,411,855
Residential	60.42%	61.06%	61.02%	58.13%	56.36%	55.11%	50.22%	52.85%	54.79%	55.89%
Commercial	19.09%	19.07%	18.98%	21.52%	22.29%	23.23%	24.92%	24.14%	24.35%	24.99%
Industrial	9.52%	9.00%	8.99%	9.76%	10.11%	10.37%	11.36%	11.27%	11.58%	11.50%
Utilities	2.31%	2.17%	2.18%	2.17%	2.31%	2.42%	2.67%	2.76%	2.78%	2.57%
Vehicles	6.71%	6.65%	6.78%	6.31%	6.67%	7.11%	9.04%	7.35%	4.96%	3.59%
Other	1.94%	2.03%	2.05%	2.11%	2.26%	1.76%	1.80%	1.63%	1.54%	1.47%
	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Source: Rockdale County Tax Commissioner

ROCKDALE COUNTY, GEORGIA

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND ELEVEN YEARS AGO

2016				2005			
Rank	Taxpayer	Assessed Valuation	% of County Gross Assessed Valuation	Rank	Taxpayer	Assessed Valuation	% of County Gross Assessed Valuation
1	Pratt/Visy Industries	$ 40,505,930	1.68%	1	Visy Board Industrial	$ 47,442,459	1.83%
2	Bio Lab Inc	36,811,201	1.53%	2	Acuity/L & C Lighting Group Inc	34,705,658	1.34%
3	Rockdale Hospital LLC	25,231,508	1.05%	3	Bio Lab Inc	17,438,762	0.67%
4	A T & T Corporation	20,997,883	0.87%	4	Sweetheart Cup Co.	14,557,757	0.56%
5	Golden State Foods	18,705,736	0.78%	5	Bellsouth Telecommunications	13,547,131	0.52%
6	HH Conyers Crossroads LLC	15,377,560	0.64%	6	Lake St James TIC	13,160,846	0.51%
7	Georgia Power Company	13,493,230	0.56%	7	Snapping Shoals EMC	10,597,527	0.41%
8	Snapping Shoals EMC	11,858,966	0.49%	8	Georgia Power	8,926,150	0.34%
9	Lake St James TIC	10,636,496	0.44%	9	AT&T Communications	8,819,597	0.34%
10	Bank of America Leasing & Capital	10,797,503	0.45%	10	Liochem Inc.	8,302,256	0.32%
		$ 204,416,013	8.48%			$ 177,498,143	6.86%
	Total Gross Digest Assessment	$ 2,411,855,000			Total Gross Digest Assessment	$ 2,589,222,000	

Note: The 2006 data was not readily available.
Source: Rockdale County Tax Commissioner

ROCKDALE COUNTY, GEORGIA

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

	TAXABLE PROPERTY (In Thousands)											
	Residential		Commercial		Industrial		Other					
Year	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Total Assessed Value	Total Estimated Actual Value	Total Direct Tax Rate Applied	Assessed Value to Estimated Value
2007	$ 1,910,546	$ 4,776,365	$ 603,771	$ 1,509,428	$ 301,057	$ 752,643	$ 346,753	$ 866,883	$ 3,162,127	$ 7,905,318	14.83	40%
2008	2,001,404	5,003,510	625,075	1,562,688	295,136	737,840	355,926	889,815	3,277,541	8,193,853	14.73	40%
2009	1,998,418	4,996,045	621,672	1,554,180	294,300	735,750	360,674	901,685	3,275,064	8,187,660	14.73	40%
2010	1,747,525	4,368,813	646,893	1,617,233	293,403	733,508	318,464	796,160	3,006,285	7,515,713	15.75	40%
2011	1,569,465	3,923,663	620,688	1,551,720	281,649	704,123	312,705	781,763	2,784,507	6,961,269	17.15	40%
2012	1,470,682	3,676,705	620,067	1,550,168	276,730	691,825	301,267	753,168	2,668,746	6,671,866	17.15	40%
2013	1,130,841	2,827,103	560,991	1,402,478	255,779	639,448	303,956	759,890	2,251,567	5,628,919	21.01	40%
2014	1,214,912	3,037,280	554,807	1,387,018	259,162	647,905	269,864	674,660	2,298,745	5,746,863	20.55	40%
2015	1,266,453	3,166,133	562,752	1,406,880	267,684	669,210	214,565	536,413	2,311,454	5,778,635	20.19	40%
2016	1,348,017	3,370,043	602,654	1,506,635	277,299	693,248	183,885	459,713	2,411,855	6,029,638	20.19	40%

Source: Rockdale County Tax Commissioner

ROCKDALE COUNTY, GEORGIA

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

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Rockdale County:										
Maintenance and operations	14.61	14.53	14.53	15.53	16.91	16.91	20.70	20.24	20.19	20.19
Debt service	0.22	0.20	0.20	0.22	0.24	0.24	0.31	0.31	-	-
Total Rockdale County	14.83	14.73	14.73	15.75	17.15	17.15	21.01	20.55	20.19	20.19
City of Conyers maintenance and operations	9.52	9.41	9.41	9.41	9.90	9.90	13.85	13.62	13.59	15.99
Rockdale County Board of Education										
Maintenance and operations	21.00	21.00	21.00	22.99	24.50	24.50	26.00	25.39	25.32	25.32
Total Rockdale County Board of Education	21.00	21.00	21.00	22.99	24.50	24.50	26.00	25.39	25.32	25.32
State of Georgia	0.25	0.25	0.25	0.25	0.25	0.25	0.15	0.10	0.05	-
Total	45.60	45.39	45.39	48.40	51.80	51.80	61.01	59.66	59.15	61.50

Source: Rockdale County Tax Commissioner

ROCKDALE COUNTY, GEORGIA

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Year Ended [a]	Taxes Levied for the Year [b]	Collected within the Year of the Levy		Collections in Subsequent Years [d]	Total Collections to Date	
		Amount [c]	Percentage of Levy		Amount	Percentage of Levy
2007	$ 71,908,661	$ 67,015,729	93.20%	$ 4,834,089	$ 71,875,265	99.95%
2008	75,104,201	69,099,892	92.01%	5,827,297	75,003,666	99.87%
2009	80,221,440	73,648,913	91.81%	6,399,933	80,117,645	99.87%
2010	81,033,223	75,168,086	92.76%	5,662,519	81,033,223	100.00%
2011	77,037,313	74,009,147	96.07%	2,804,447	77,037,313	100.00%
2012	70,077,590	64,959,226	92.70%	4,830,267	70,070,414	99.99%
2013	65,284,448	58,765,556	90.01%	6,192,022	65,284,448	100.00%
2014	65,797,112	59,963,414	91.13%	5,284,095	65,663,961	99.80%
2015	70,673,255	69,139,562	97.83%	1,405,800	69,139,562	97.83%
2016	77,435,400	71,617,527	92.49%	4,080,477	75,968,004	98.11%

[a] Fiscal year, January through December 31

[b] Includes net taxes levied for the State of Georgia; County M&O and Bond; School M&O and Bond; and Street Lights net of credit for HTRG and HOST.

[c] Collections as of December 31 of the year of the levy.

[d] Delinquent collections through December 31, 2016.

Sources: Rockdale County Tax Commissioner's Office and Rockdale County Department of Finance.

ROCKDALE COUNTY, GEORGIA

RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Year	Population	Property Assessed Value (In Thousands)[a]	General Bonded Debt Outstanding			Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
			Gross Bonded Debt [b]	Restricted Debt Service Funds [b]	Net Bonded Debt		
2007	82,146	$ 3,162,127	$ 45,365,000	$ 10,970,901	$ 34,394,099	1.09%	$ 418.69
2008	83,558	3,277,541	35,610,000	14,654,276	20,955,724	0.64%	250.79
2009	84,600	3,275,064	25,175,000	13,247,640	11,927,360	0.36%	140.99
2010	85,215	3,006,285	26,960,000	16,044,108	10,915,892	0.36%	128.10
2011	85,600	2,784,507	14,830,000	3,997,848	10,832,152	0.39%	126.54
2012	86,100	2,668,746	11,110,000	3,956,140	7,153,860	0.27%	83.09
2013	86,700	2,251,567	7,418,075	3,971,678	3,446,397	0.15%	39.75
2014	87,900	2,298,745	3,394,787	3,394,787	-	0.00%	-
2015	89,400	2,311,454	-	-	-	0.00%	-
2016	90,900	2,411,855	-	-	-	0.00%	-

Source:
[(a)] Rockdale County Tax Commissioner
[(b)] Rockdale County Audited Financial Statements

ROCKDALE COUNTY, GEORGIA

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(In Thousands)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Assessed Value of Taxable Property	$ 3,162,127	$ 3,277,541	$ 3,275,064	$ 3,006,285	$ 2,784,507	$ 2,668,746	$ 2,251,567	$ 2,298,745	$ 2,311,545	$ 2,411,855
Less: Bond Exemptions	102,250	99,891	100,104	96,666	95,284	98,702	104,368	109,255	-	-
Net Tax Digest for Bond Purposes	$ 3,059,877	$ 3,177,650	$ 3,174,960	$ 2,909,619	$ 2,689,223	$ 2,570,044	$ 2,147,199	$ 2,189,490	$ 2,311,545	$ 2,411,855
Legal Debt Limit	$ 305,988	$ 317,765	$ 317,496	$ 290,962	$ 268,922	$ 257,004	$ 214,720	$ 218,949	$ 231,155	$ 241,186
Net Debt Applicable to Limit	34,394	20,956	13,248	16,044	11,386	7,442	3,446	-	-	-
Legal debt margin	$ 271,594	$ 296,809	$ 304,248	$ 274,918	$ 257,536	$ 249,562	$ 211,274	$ 218,949	$ 231,155	$ 241,186
Total net debt applicable to the limit as a percentage of debt limit	11.24%	6.59%	4.17%	5.51%	4.23%	2.90%	1.60%	0.00%	0.00%	0.00%

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

ROCKDALE COUNTY, GEORGIA

OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental activities:										
General obligation bonds	$ 46,171,941	$ 36,023,586	$ 25,335,056	$ 27,823,133	$ 15,383,609	$ 11,398,748	$ 7,418,075	$ 3,394,787	$ -	$ -
Certificates of Participation	17,870,782	17,086,996	16,267,181	15,406,655	13,921,875	12,967,888	12,670,747	11,579,908	10,440,060	9,241,138
Revenue bonds	10,500,000	10,186,143	9,645,336	9,016,779	8,394,126	7,775,313	7,159,320	6,448,146	5,737,975	5,028,701
Notes Payable	2,698,172	2,349,881	1,961,035	1,527,159	1,044,625	598,475	368,019	278,069	193,213	97,708
Total Governmental Activities	$ 77,240,895	$ 65,646,606	$ 53,208,608	$ 53,773,725	$ 38,744,235	$ 32,740,424	$ 27,616,161	$ 21,700,910	$ 16,371,248	$ 14,367,547
Business-type Activities										
Revenue bonds	$ 111,027,827	$ 108,860,492	$ 106,398,746	$ 103,811,163	$ 101,103,185	$ 98,192,669	$ 105,876,226	$ 100,939,924	$ 95,895,000	$ 90,745,000
Notes payable	124,326	105,973	86,488	65,803	43,841	20,524	-	-	-	-
Total Business-type Activities	$ 111,152,153	$ 108,966,466	$ 106,485,234	$ 103,876,966	$ 101,147,026	$ 98,213,193	$ 105,876,226	$ 100,939,924	$ 95,895,000	$ 90,745,000
Total Primary Government	$ 188,393,048	$ 174,613,071	$ 159,693,842	$ 157,650,691	$ 139,891,261	$ 130,953,617	$ 133,492,387	$ 122,640,834	$ 112,266,248	$ 105,112,547
Personal Income	$ 2,682,750,000	$ 2,733,356,000	$ 2,695,660,000	2,734,213,000	2,730,734,000	2,842,488,000	2,827,838,000	2,759,008,000	N/A	N/A
Outstanding Debt to Personal Income	7.02%	6.39%	5.92%	5.77%	5.12%	4.61%	4.72%	4.45%	N/A	N/A
Population	82,146	83,558	84,625	85,215	85,600	86,100	86,700	87,900	89,400	90,900
Outstanding Debt Per Capita	$ 2,293	$ 2,090	$ 1,887	$ 1,850	$ 1,634	$ 1,521	$ 1,540	$ 1,395	$ 1,256	$ 1,156

N/A - Not available

ROCKDALE COUNTY, GEORGIA

PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS
(In Thousands)

Year	Operating Revenue [a]	Direct Operating Expenses [b]	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2007	$ 25,468	$ 13,113	$ 12,355	$ 2,340	$ 5,688	$ 8,028	1.54
2008	21,620	14,783	6,837	2,475	5,467	7,942	0.86
2009	24,048	14,083	9,965	2,730	5,680	8,410	1.18
2010	26,192	15,802	10,390	2,825	5,512	8,337	1.25
2011	26,031	13,825	12,206	2,920	5,408	8,328	1.47
2012	25,886	14,369	11,517	3,100	5,249	8,349	1.38
2013	26,656	15,368	11,288	3,290	3,819	7,109	1.59
2014	30,298	16,603	13,695	4,790	2,913	7,703	1.78
2015	32,687	17,619	15,068	4,970	2,744	7,714	1.95
2016	33,621	17,704	15,917	5,150	2,549	7,699	2.07

Source:

[a] Operating revenue includes operating revenues and interest of the Water and Sewer fund.

[b] Direct operating expenses excludes depreciation

ROCKDALE COUNTY, GEORGIA

DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Population [a]	Personal Income [b]	Per Capital Personal Income	School Enrollment [c]	County Unemployment Rate [d]	State Unemployment Rate [e]	National Unemployment Rate [e]
2007	82,146	$ 2,682,750,000	$ 32,658	15,701	5.10%	4.70%	4.60%
2008	83,558	2,742,664,000	32,823	15,763	6.90%	6.30%	5.80%
2009	84,625	2,669,965,000	31,551	15,891	10.90%	9.70%	9.30%
2010	85,215	2,734,213,000	32,086	15,974	11.60%	10.20%	9.60%
2011	85,765	2,730,734,000	31,840	15,746	9.50%	9.80%	8.90%
2012	86,100	2,842,488,000	33,014	15,913	9.60%	8.90%	8.10%
2013	86,700	2,827,838,000	32,354	16,238	9.00%	8.20%	7.40%
2014	87,900	2,759,008,000	31,440	16,530	7.90%	7.20%	6.20%
2015	89,400	2,866,370,000	40,306	16,550	6.40%	5.90%	5.30%
2016	90,900	N/A	N/A	16,621	5.70%	5.40%	4.90%

a) Bureau of Economic Analysis; estimates for 2015 from the Atlanta Regional Commission
b) Bureau of Economic Analysis
c) Rockdale County Board of Education
d) Georgia Department of Labor; Not Seasonally Adjusted Annual Averages
e) U.S. Department of Labor; Not Seasonally Adjusted Annual Averages

N/A - Not available

ROCKDALE COUNTY, GEORGIA

PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO

2016				2006			
Rank	Employer	Number of Employees	% of Employed	Rank	Employer	Number of Employees	% of Employed
1	Rockdale County Public Schools	2,392	5.83%	1	Rockdale County Public Schools	1,945	5.07%
2	Rockdale Medical Center	1,300	3.17%	2	Acuity Brands Lighting	1,500	3.91%
3	Acuity Brands Lighting	1,280	3.12%	3	Rockdale Medical Center	1,300	3.39%
4	Rockdale County Government	960	2.34%	4	Solo Cup / Sweetheart	1,000	2.61%
5	AT&T	800	1.95%	5	Hill-Phoenix	850	2.22%
6	Hill-Phoenix	800	1.95%	6	Pratt Industries	800	2.09%
7	Pratt Industries	600	1.46%	7	Bio-Lab	631	1.65%
8	Golden State Foods	600	1.46%	8	Wal-Mart	525	1.37%
9	Southeast Connections, LLC	500	1.22%	9	Practiv Advanced Packaging	500	1.30%
10	Warner Bros/Bonanza Productions	350	0.85%	10	Golden State Foods	400	1.04%
	Total Employed in Rockdale County	41,038 *			Total Employed in Rockdale County	38,349 *	

* Georgia Department of Labor, Workforce Information & Analysis, Local Area Unemployment Statistics Unit

Note: 2006 data was not readily available
Source of 2015 Top Employers: Employers Human Resources Department

ROCKDALE COUNTY, GEORGIA

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

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental Activities										
General Administration										
Board of Commissioners	4	4	5	6	6	5	6	6	6	9
Finance	9	10	10	11	11	10	12	12	12	14
Human Resources	8	8	6	3	5	7	9	9	10	10
Tax Assessors	14	14	14	14	14	12	13	13	13	13
Tax Commissioners	17	17	17	17	16	14	17	17	16	17
MIS	7	7	7	7	8	6	10	10	9	10
Elections	3	4	4	4	4	5	5	5	5	5
Capital and Community	3	3	-	1	1	1	1	1	1	1
Public Buildings	15	17	18	14	15	15	16	16	16	16
Legal	3	3	-	-	-	-	-	-	-	-
Public Affairs	4	4	3	2	1	2	3	3	3	3
Total General Administration	87	91	84	79	81	77	92	92	91	98
Judicial										
Clerk of Superior Court	18	20	19	18	19	22	21	21	21	20
Clerk of State Court	8	8	9	9	9	8	10	10	10	12
Juvenile Court	9	9	9	9	9	9	10	10	10	10
Superior Court	2	2	3	3	3	3	3	3	3	8
Magistrate	8	8	8	7	8	9	8	8	11	11
State Court	2	2	3	3	3	4	4	4	5	5
District Attorney	24	27	27	28	28	30	28	28	30	32
Probate Court	5	6	6	6	6	7	8	8	9	8
Public Defender	5	7	7	7	6	8	9	9	8	9
Accountability Court	-	-	-	-	-	-	-	-	-	18
Total Judicial	81	89	91	90	91	100	101	101	107	133
Public Safety										
Fire	127	121	132	122	135	130	141	144	148	148
Sheriff/Jail	213	250	263	276	286	273	272	272	307	307
Animal Control	5	5	7	5	4	4	5	5	6	6
Coroner	2	2	2	2	2	2	2	2	4	6
Communications	22	23	21	22	18	20	29	29	31	31
Total Public Safety	369	401	425	427	445	429	449	452	496	498

(Continued)

ROCKDALE COUNTY, GEORGIA

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

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental Activities (Continued)										
Public Works										
Planning and Development	16	17	15	8	10	11	11	12	13	19
Fleet	12	11	10	9	9	9	9	9	11	11
Public Works	18	21	18	17	17	18	18	18	19	18
GIS	1	1	1	1	1	1	1	1	1	1
Code Enforcement	3	3	4	4	4	4	4	4	7	4
PS&E	4	4	3	3	2	1	1	1	2	1
Roads	24	25	25	26	27	27	27	27	26	27
Total Public Works	78	82	76	68	70	71	71	72	79	81
Parks	10	10	8	6	5	5	7	7	8	7
Senior Services	12	11	15	15	16	18	22	22	22	23
Cooperative Extension	3	4	4	4	3	3	2	2	3	2
Total Governmental Activities	640	688	703	689	711	703	744	748	806	842
Business-Type Activities										
Stormwater	4	6	6	8	7	12	11	11	16	17
Water	84	81	86	85	87	89	97	101	112	101
Total Business-Type Activities	88	87	92	93	94	101	108	112	128	118
Total Primary Government	728	775	795	782	805	804	852	860	934	960

** Headcounts estimated using budgeted headcounts and derivatives of dollars spent.
Source: Rockdale County Payroll Data

ROCKDALE COUNTY, GEORGIA

OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General government										
Tax Commissioners										
Vehicle Tags Issued	87,242	86,662	83,261	83,370	79,598	79,702	80,170	79,370	84,870	80,625
Public Safety										
E-911 - Calls for service	107,445	117,726	116,868	155,625	130,671	122,316	139,573	156,578	170,578	178,346
Number of Fire Stations	7	8	8	8	9	9	9	9	9	9
Public Services and Public Works										
New Construction Building Permits (Residential and Commercial)	508	121	56	146	138	162	184	289	317	200
Culture and recreation										
Programs	**	**	**	**	8,274	11,372	13,965	16,270	21,521	19,568
Facility events	**	**	**	**	1,361	1,450	1,468	1,685	1,217	1,937
Therapeutic recreation	**	**	**	**	227	230	297	405	700	595
Senior Services										
Wellness Programs per year	516	711	887	896	946	952	910	871	954	907
Center Activities per year	1,992	2,354	2,326	2,304	2,238	2,902	3,081	3008	3326	3,084
Library										
Computer Use Per Year	58,209	64,861	62,393	75,502	93,838	104,894	**	**	**	93,200

** Data not available
Source: County Department manager within each function.

ROCKDALE COUNTY, GEORGIA

GOVERNMENTAL CAPITAL ASSETS BY FUNCTION
LAST TEN FISCAL YEARS
(In Thousands)

FUNCTION & ACTIVITY	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Governmental										
Board of Commissioners / Finance	$ 97	$ 70	$ 86	$ 86	$ 86	$ 86	$ 86	$ 86	$ 104	$ 104
Personnel	31	31	31	31	31	31	31	31	31	31
Information systems	1,413	2,071	2,227	2,264	2,264	2,264	2,264	2,264	2,264	2,306
Public Affairs	76	76	76	100	120	120	44	44	75	75
Legal / Code Enforcement	57	57	57	57	36	36	36	36	36	54
Tax assessor	88	88	83	83	72	72	83	83	83	83
Tax commissioner	21	9	-	-	-	92	92	92	92	92
Public Buildings	6,087	6,087	6,115	6,115	6,126	6,126	6,126	6,126	6,126	6,126
Other	31	31	38	38	79	109	109	109	109	109
Total General Governmental	7,901	8,520	8,713	8,774	8,814	8,936	8,871	8,871	8,920	8,980
Judicial										
District Attorney	142	142	121	148	152	152	112	112	112	112
Clerk of Superior Court	747	747	747	747	732	732	732	732	732	732
Clerk of State Court	10	10	10	10	10	10	10	10	10	10
Other Judicial	435	411	392	392	398	398	412	435	435	452
Courthouse Complex	5,881	5,881	5,881	5,881	5,881	5,861	5,845	5,845	5,845	5,834
Total Judicial	7,215	7,191	7,151	7,178	7,173	7,153	7,111	7,134	7,134	7,140
Public Safety										
Sheriff	16,311	16,674	16,952	17,593	18,494	18,355	18,530	20,056	20,342	20,707
Jail	19,497	31,408	33,239	33,279	33,960	34,351	34,651	34,767	37,312	37,312
Fire Department	6,417	7,728	8,715	9,452	9,460	14,029	10,610	11,178	12,638	12,990
Communication	2,593	2,593	2,593	3,187	3,217	3,217	7,740	8,242	8,242	8,284
Animal Control	875	875	875	875	877	877	883	903	903	903
Other Public Safety	-	-	-	-	23	23	23	23	32	32
Total Public Safety	45,693	59,278	62,374	64,386	66,031	70,852	72,437	75,169	79,470	80,228
Other										
Public Works	405,007	418,841	424,513	426,461	424,882	428,275	428,890	430,566	432,537	432,464
Parks & Recreation	19,454	25,095	29,706	29,893	31,594	32,313	33,812	36,729	37,387	37,545
Health & Social Serv	3,829	3,829	3,829	3,829	3,829	3,829	3,829	3,860	3,831	3,831
Aging Program	765	1,488	1,483	1,483	1,510	1,659	1,676	1,695	1,696	1,780
Cooperative Extension	71	75	75	75	75	75	75	64	64	64
Total Other	429,125	449,329	459,606	461,741	461,890	466,151	468,282	472,914	475,515	475,684
Total of All Functions	$ 489,934	$ 524,318	$ 537,844	$ 542,079	$ 543,908	$ 553,092	$ 556,701	$ 564,088	$ 571,039	$ 572,032

Source: Rockdale County Audited Financial Statements and Fixed Asset Files

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 Rockdale County, Georgia
Conyers, Georgia

We have audited, in accordance with the 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 Rockdale County Georgia (the "County"), as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise Rockdale County, Georgia's basic financial statements and have issued our report thereon dated November 27, 2017. Our report includes a reference to other auditors who audited the financial statements of the Conyers-Rockdale County Library System and the Rockdale 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.

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 purposes 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 over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether 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*.

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

Macon, Georgia
November 27, 2017

MAULDIN & JENKINS

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

To the Honorable Members
of the Board of Commissioners
Rockdale County, Georgia

Report on Compliance for Each Major Federal Program

We have audited Rockdale County, Georgia's (the "County") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect of the County's major federal program for the year ended December 31, 2016. The County's major federal program is 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 the requirements of 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 program 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 the 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 the major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on the 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 its major federal program for the year ended December 31, 2016.

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 the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for the 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 a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

Mauldin & Jenkins, LLC

Macon, Georgia
November 27, 2017

ROCKDALE COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2016

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Grant Identification Number	Expenditures
U.S. Department of Health and Human Services			
(Passed through the Atlanta Regional Commission)			
Aging Cluster			
NSIP - Home Delivered Meals	93.053	AG1509	$ 21,034
NISP State	93.053	AG1509	17,402
NSIP SSBG	93.053	AG1509	7,058
Title III, Part B - Supportive Services (Aging Cluster)	93.044	AG0410.1	28,182
Title III, Part B - Supportive Services (Aging Cluster)	93.044	AG1509	14,897
			43,079
Title III, Part C1 - Nutrition Services (Aging Cluster)	93.045	AG0410.1	69,102
Title III, Part C1 - Nutrition Services (Aging Cluster)	93.045	AG1509	72,104
Community Based Services - Respite Care	93.045	AG1509	14,734
			155,940
Total Aging Cluster			244,513
Community Based Services	93.Unknown	AG0410.1	98,436
Community Based Services	93.Unknown	AG1509	95,636
			194,072
Title III, Part E - Family Caregiver Support	93.052	AG1509	19,492
ITCK - Income Tax Check	93.052	AG1509	680
Alzheimer's	93.052	AG1509	9,014
(Passed through the Substance Abuse and Mental Health Services Administration)			
DUI Court	93.243	1H79-TI-025000-01	190,396
DUI Court	93.243	1H79-SM-061692-01	375,964
			566,360
Total U.S. Department of Health and Human Services			1,034,131
U.S. Department of Justice			
Justice Asset Forfeiture Program - Equitable Sharing	16.922	GA1220000	79,608
(Passed through Office of Justice Programs)			
Justice Assistance Grant (JAG)	16.738	2015-DJ-BX-0406	20,300
(Passed through the Bureau of Justice Assistance)			
Bulletproof Vest Program	16.607	1008592	13,769
(Passed through the Bureau of Justice Assistance)			
DUI Court	16.585	2013-DC-BX-0040	67,113
DUI Court		2014-DC-BX-0042	118,182
(Passed through the Office of Juvenile and Justice Delinquency Program)			
DUI Court	16.585	2015-DC-BX-0058	146,070
			331,365
(Passed through the Office of Civil Rights)			
Byrne Criminal Justice Innovation Program	16.817	2014-AJBX-0016	21,932
Byrne Criminal Justice Innovation Program	16.817	2014-RWBX-0011	218,884
Byrne Criminal Justice Innovation Program	16.817	2016-AJBX-0011	3,374
			244,190
(Passed through the Office on Violence Against Women)			
Court Training and Improvements Program	16.013	2012-WC-AX-0001	69,443
Total U.S. Department of Justice			758,675

ROCKDALE COUNTY, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2016

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Grant Identification Number	Expenditures
U.S. Department of Homeland Security			
(Passed through Georgia Emergency Management Agency)			
Homeland Security Program	97.067	EMW-2014-SS-00092-SO1	$ 2,705
Emergency Management Performance Grant	97.042	OEM14-124	24,941
Total U.S. Department of Homeland Security			27,646
U.S. Department of Transportation			
(Passed through Georgia Department of Transportation)			
New Freedom Program	20.251	GA-57-X015-00	9,337
Total U.S. Department of Transportation			9,337
U.S. Department of Housing and Urban Development			
(Passed through Georgia Department of Community Affairs)			
Neighborhood Stabilization Program (State Administered CDBG Cluster)	14.228	08-NS-5069	410,205
Neighborhood Stabilization Program (State Administered CDBG Cluster)	14.228	11-NS-6010	434,265
Total U.S. Department of Housing and Urban Development			844,470
Total Expenditures of Federal Awards			$ 2,674,259

Total Federal Awards Passes Through to Subrecipients

ROCKDALE COUNTY, GEORGIA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE I. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Rockdale County, Georgia (the "County"), and is presented on the modified accrual basis of accounting for governmental fund types and the accrual basis of accounting for the proprietary fund types. The County reporting entity is defined in Note 1.A. to the County's basic financial statements. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in the schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE II. CLUSTER PROGRAMS

The programs included in the schedule of expenditures of federal awards with CFDA No. 93.044, 93.045, and 93.053 are considered cluster programs for purposes of performing internal control and compliance testing.

NOTE III. NONCASH ASSISTANCE AND LOANS

There were no federal awards expended in the form of noncash assistance during the year. There were also no loans or loan guarantees outstanding at year end.

NOTE IV. DE MINIMIS INDIRECT COST RATE

The County did not use the 10% de minimis indirect cost rate.

ROCKDALE COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2016

SECTION I
SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	____ Yes __X__ No
Significant deficiencies identified not considered to be material weaknesses?	____ 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 not considered to be material weaknesses?	____ Yes __X__ None Reported
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?	____ Yes __X__ No

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
93.243	U.S. Department of Health and Human Services – Substance abuse and Mental Health Services

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

ROCKDALE COUNTY, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2016

SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES

None reported.

SECTION III
FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None reported.

ROCKDALE COUNTY, GEORGIA

SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2016

None reported.

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